

**Way of Life!**

September 06, 2024

The Manager (Listing)  
The Stock Exchange, Mumbai,  
P. J. Towers, Dalal Street,  
MUMBAI-400001

**Sub: - Annual Report for FY 2023-24**

**Scrip Code 531041**

Dear Sir,

Pursuant to Regulation 34(1)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Annual Report of the Company for the Financial Year 2023-24, including Notice of the 39th Annual General Meeting of the Company, scheduled to be held on Saturday, September 28, 2024 at 11:00 AM (1ST) through Video Conferencing/ Other Audio Visual Means. These documents are also being sent through electronic mode to the eligible Members whose e-mail ID's are registered with the Company/ Registrar and Share Transfer Agent/Depository Participants. The above-said Annual Report is also available on the Company's website at [www.competent-maruti.com](http://www.competent-maruti.com). You are requested to take the above information on record

Thanking you,

Yours truly,

For **Competent Automobiles Co. Limited**

**Ravi Arora**  
**Company Secretary**

Encl.: a/a

**Board of Directors**

Mr. Raj Chopra	Chairman & Managing Director
Mrs. Kavita Ahuja	Whole Time Director
Mr. K. K. Mehta	Whole Time Director
Mr. Rohit Gogia	Director
Mr. Raman Sehgal	Director

**Company Secretary**

Mr. Ravi Arora

**Auditors**

Dinesh Mehta & Co.

**Chief Financial Officer**

Mr. Deepak Mehta

**Bankers**

HDFC Bank Ltd.  
Bank of Baroda

**Regd. Office**

Competent House, F- 14,  
Connaught Place,  
New Delhi - 110001

**Share Transfer Agent**

M/s Skyline Financial Services (P) Limited  
D-153/A, 1st Floor, Okhla Industrial Area, Phase-I,  
New Delhi - 110020

**Arena Showrooms:**

- Competent House, F-14, Connaught Place, New Delhi - 110001
- 3C'S Complex, 15, Firoze Gandhi Marg, Lajpat Nagar-II, New Delhi -110024
- K 28A, Rajapuri, Dwarka, New Delhi - 110059
- Plot No. 3, Gazipur, Delhi - 110096
- 29, Shivaji Marg, New Delhi - 110015
- Khasra No. 11/5/1, Opp. Furniture Market, Phirni Road, Najafgarh, New Delhi - 110043
- Khasra No.622, Village Salhawas, Near BDPO Office, Kosli - Jhajjar Road, Salhawas - 124146
- Kharsa no. 117/1/5, Village Tikri, Near Subhash Chowk, Sohna Road, Gurugram - 122001
- Vasant Aptt. Complex, Old Delhi Gurgaon Road, Sector – 12, Gurugram -122001
- Plot no. 1202, MIE Part-B, Main Delhi Rohtak Road, Bahadurgarh, Distt. Jhajjar
- Plot no. 5, Near Government Ploytechnic College, Jhajjar Bahadurgarh Road, Jhajjar
- Khewat No. 270 & 273, Village Dadri Toye, Distt. Jhajjar
- NH 21, Chandigarh Manali Highway, P. O. Gutkar, Distt. Mandi, Himachal Pradesh
- Village Tikkar, Post – Didwin, Hamirpur, Himachal Pradesh
- Village Rainsary (Jhalera), Una-Amb Road, Distt. Una, Himachal Pradesh
- Near Green Tax Barrier, Tehsil Manali, Distt. Kullu, Himachal Pradesh
- Vill Kothi, P. O. – Chandpur, Tehsil Sadar, Distt.-Bilaspur, Himachal Pradesh
- Vill. Dhelu P/O Dohag Tehsil & Distt. Joginder Nagar, Himachal Pradesh
- Opp. HPPWD Workshop, Jared, Bhutti Colony, Shamshi, Kullu, Himachal Pradesh
- Khasra No.1590 Amb Road Una, Himachal Pradesh – 174303
- Vill Barar P.O. & Tehsil Aani, Distt Kullu, Kullu, Himachal Pradesh – 175101
- Khewat No.1 Khasra No.684-685, Mohal Ram Nagar, Tehsil Ghanari, Distt Una, Himachal Pradesh-177201
- Vill Dakri Ghumarwin Bilaspur, Himachal Pradesh – 174021
- Khasra No.761/675, Village Sanarli, PO Banthal Karsog Mandi, Himachal Pradesh
- Vill Dabrog, PO & Teh Sarkaghat Distt.Mandi, Himachal Pradesh – 175024
- VPO Tira Sujampur Hamirpur, Himachal Pradesh – 176110
- Khasra No. 199/6, Village Ballet, P. O. Dohgi, Tehsil Bangana, District Una, Himachal Pradesh – 177026

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## **Nexa Showrooms:**

- Plot No. 63-70, Mohit Nagar, Dwarka Road, Dwarka, New Delhi
- A-9/3, Wazirpur Industrial Area, New Delhi - 110052
- 18/19, Hind Pocket Book, G. T. Road, Shahdara – 110032
- A-25, Sector-33/34, Infocity, Gurugram – 122001
- Plot no. 1, MIE Part-B, Main Delhi Rohtak Road, Bahadurgarh, Distt. Jhajjar
- Khasra No. 152/1153, Moja Gutkar /208, Tehsil Balh, District, Mandi, Himachal Pradesh
- Khasra No. 492, Vill Chatter P.O Bhira Teh & Distt. Hamirpur, Shimla Road, Himachal Pradesh

## **True Value Showrooms:**

- Khasra No. 33-14,17, CN-35, Main Bawana Road, Sameypur, North East Delhi-110042
- Village Tikkar, Post – Didwin, Hamirpur, Himachal Pradesh
- Khasra No. 519, VPO Gutkar, Tehsil Balh, Distt. Mandi, Himachal Pradesh – 175021

## **Commercial Showrooms**

- Khasra No. 33/17, Main Bawana Road, Sameypur, North East Delhi-110042
- Khasra No. 174, Lohatki Village, Daula (197), Sohna Road, Gurugram, Haryana – 122103
- Khasra no.1229, Ajnoli Una, Vill Ajnoli, P.O. Kotla Kalan Teh. & Distt. Una, Himachal Pradesh
- NH 21, Chandigarh Manali Highway, P. O. Gutkar, Distt. Mandi, Himachal Pradesh

## **Workshops:**

- Plot No. 3, Gazipur, Delhi - 110096
- 650/1A, 14, Shivaji Marg, New Delhi - 110015
- Khasra No. 30-14-2, Plot No.1 Village Matiala, West Delhi- 110059
- 34, Rajasthani Co-Operative Industrial Estate, G.T Karnal Road, Delhi – 110033
- Khasra no. 43/12, Village Haibat Pura, Jharoda Kalan Road, Najafgarh, New Delhi – 110043
- Khasra No.622, Village Salhawas, Near BDPO Office, Kosli - Jhajjar Road, Salhawas -124146
- A-25, Sector-33/34, Infocity, Gurugram – 122001
- Plot no. 1202, MIE Part-B, Main Delhi Rohtak Road, Bahadurgarh, Distt. Jhajjar
- Plot no. 5, Near Government Ploytechnic College, Jhajjar Bahadurgarh Road, Jhajjar
- Khewat No. 270 & 273, Village Dadri Toye, Distt. Jhajjar
- Khasra No. 174, Lohatki Village, Daula (197), Sohna Road, Gurugram, Haryana - 122103
- Khasra No. 74/5/1/1, Main Farukh Nagar Road, Dhankot, Gurugram, Haryana
- NH 21, Chandigarh Manali Highway, P.O. Gutkar, Distt. Mandi, Himachal Pradesh
- Village Tikkar, Post – Didwin, Hamirpur, Himachal Pradesh
- Village Rainsary (Jhalera), Una-Amb Road, Distt. Una, Himachal Pradesh
- Near Green Tax Barrier, Tehsil Manali, Distt. Kullu, Himachal Pradesh
- Near UCO Bank, Jawalaji Road, Tehsil Nadaun, Distt. Hamirpur, Himachal Pradesh
- Vill. Dhelu P.O Dohag Tehsil & Distt. Joginder Nagar, Himachal Pradesh
- Vill Kothi, P. O. – Chandpur, Tehsil Sadar, Distt.-Bilaspur, Himachal Pradesh
- Plot No. 3 & 4, Industrial Area, Shamshi, Kullu, Himachal Pradesh
- Khasra No. 199/6, Village Ballet, P. O. Dohgi, Tehsil Bangana, District Una, Himachal Pradesh – 177026
- Khewat No.1 Khasra No.684-685, Mohal Ram Nagar, Tehsil Ghanari, Distt Una, Himachal Pradesh-177201



## **NOTICE OF ANNUAL GENERAL MEETING**

**Notice** is hereby given that the 39th Annual General Meeting of the Members of Competent Automobiles Co. Ltd. will be held on Saturday, the 28th day of September, 2024 at 11:00 A.M. through Video Conferencing/Other Audio Visual Means (VC/OAVM) to transact the following business:

### **ORDINARY BUSINESSSES**

1. To receive, consider and adopt the Consolidated and Standalone Audited Financial Statements of the Company for the Financial Year ended on 31st March, 2024 together with reports of the Directors and the Auditors thereon.
2. To declare dividend on equity shares.
3. To appoint a Director in place of Mrs. Kavita Ahuja (DIN: 00036803), who retires by rotation and being eligible, offers herself for re-appointment.

### **SPECIAL BUSINESSSES**

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

**“RESOLVED THAT** pursuant to recommendation of Nomination and Remuneration Committee and the provisions of Sections 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and Rules made thereunder and read with Schedule V of the Companies Act, 2013, the approval of the Company be and is hereby accorded to the re-appointment of Mr. Raj Chopra (DIN: 00036705) as the Chairman and Managing Director of the Company for a period of 5 years w.e.f. 1st September, 2024, on following terms and conditions and that he shall be key Managerial Personnel of the Company:

- 1) Subject to superintendence, control and direction of the Board, he shall have general control, management and superintendence of the business of the Company with power to appoint and to dismiss employees and to enter into contracts, on behalf of the Company, in ordinary course of the Company and to do and perform all other acts, deeds and things, which are in ordinary course of business.
- 2) Remuneration:
  - a) Salary  
Basic Salary: Rs. 3,50,000/- p.m.
  - b) Commission  
Commission, as may be decided by the Board of Directors, based on the net profits of the company in each financial year, subject to the overall limits laid down in Section 197 read with Schedule V of the Companies Act, 2013.
  - c) Perquisites
    - a. Housing: The expenditure on hiring unfurnished accommodation will be subject to the ceiling of 60% of the salary over and above 10% payable to him in case of Metropolitan cities, otherwise 50% of the salary over and above 10% payable to him
    - b. The expenditure on gas, electricity, water and furnishings shall be valued as per Income Tax Rules, 1962, subject however to the ceiling of 10% of the salary.
    - c. Medical Reimbursement: Expenses incurred for self and family to meet medical/hospitalization expenses in India or abroad including expenditure on stay abroad for undergoing the treatment.
    - d. Leave Travel Concession for self and family once in a year in accordance with the rules of the Company.
    - e. Club Fees for clubs subject to a maximum of two clubs provided that no life membership or admission fee will be allowed.

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- f. Personal Accident Insurance Premium not to exceed Rs. 25,000/- p.a.
- g. Company's contribution towards pension / superannuation funds as and when introduced as per rules of the Company for the time being in force.
- h. Company's contribution towards P.F. as per rules of the Company for the time being in force.
- i. Gratuity not exceeding ½ month salary for each completed year of service.
- j. Free use of Company's car with driver for both personal & business use of the Company.
- k. Free use of mobile/telephone at residence
- l. Earned/Privilege Leave: One month leave with full pay and allowance for every 11 Months of service with encashment benefits.

**FURTHER RESOLVED THAT** the Board of Directors shall have right to alter and vary the terms and conditions of the said appointment and/or remuneration so as not to exceed the limits specified in Schedule V to the Companies Act, 2013 including any statutory modification or re-enactment thereof, for the time being in force.

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

**“RESOLVED THAT** pursuant to recommendation of Nomination and Remuneration Committee and the provisions of Sections 196, 197 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder and read with Schedule V of the Companies Act, 2013, the approval of the Company be and is hereby accorded to the re-appointment of Mr. Kanwal Krishan Mehta (DIN: 00036902) as the Whole-Time Director of the Company for a period of 5 years w.e.f. 23rd August, 2024, on following terms and conditions:

- 1) Subject to superintendence, control and direction of the Board, he shall have general control, management and superintendence of the business of the Company with power to appoint and to dismiss employees and to enter into contracts, on behalf of the Company, in ordinary course of the Company and to do and perform all other acts, deeds and things, which are in ordinary course of business.
- 2) Remuneration:
  - a) Salary  
Basic Salary: Rs. 1,00,000/- p.m.
  - b) Commission  
Commission as may be decided by the Board of Directors based on the net profits of the company in each financial year, subject to the overall limits laid down in Section 197 read with Schedule V of the Companies Act, 2013.
  - c) Perquisites
    - a. Housing: The expenditure on hiring unfurnished accommodation will be subject to the ceiling of 60% of the salary over and above 10% payable to him in case of Metropolitan cities, otherwise 50% of the salary over and above 10% payable to him
    - b. The expenditure on gas, electricity, water and furnishings shall be valued as per Income Tax Rules, 1962, subject however to the ceiling of 10% of the salary.
    - c. Medical Reimbursement: Expenses incurred for self and family to meet medical/hospitalization expenses in India or abroad including expenditure on stay abroad for undergoing the treatment.
    - d. Leave Travel Concession for self and family once in a year in accordance with the rules of the Company.
    - e. Club Fees for clubs subject to a maximum of two clubs provided that no life membership or admission fee will be allowed.
    - f. Company's contribution towards pension / superannuation funds as and when introduced as per rules of the Company for the time being in force.



- g. Company's contribution towards P.F. as per rules of the Company for the time being in force.
- h. Gratuity not exceeding ½ month salary for each completed year of service.
- i. Free use of Company's car with driver for business of the Company.
- j. Free use of mobile/telephone at residence
- k. Earned/Privilege Leave: One month leave with full pay and allowance for every 11 Months of service with encashment benefits.
- l. His office will be liable to be determine to retire by rotation.

**FURTHER RESOLVED THAT** the Board of Directors shall have right to alter and vary the terms and conditions of the said appointment and/or remuneration so as not to exceed the limits specified in Schedule V to the Companies Act, 2013 including any statutory modification or re-enactment thereof, for the time being in force.”

6. 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 Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), and the rules made thereunder, read with Schedule IV of the Act, Regulation 16(1)(b) and 17(1A) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Sandeep Murada, DIN: 03091840, who has submitted the declaration that he meets the criteria of Independence as provided under the Act and the Listing Regulations and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term of five (5) consecutive years with effect from conclusion of 39th Annual General Meeting, not liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary in relation to the above including the matters incidental thereto and to execute all such documents, instruments and writings as may be required in this connection and to delegate all or any of its powers herein conferred to any Committee of Director(s)/ any other Officer(s) of the Company to give effect to the aforesaid resolution.”

7. 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 Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), and the rules made thereunder, read with Schedule IV of the Act, Regulation 16(1)(b) and 17(1A) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Nirbhay Mehta, DIN: 10757500, who has submitted the declaration that he meets the criteria of Independence as provided under the Act and the Listing Regulations and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term of five (5) consecutive years with effect from conclusion of 39th Annual General Meeting, not liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary in relation to the above including the matters incidental thereto and to execute all such documents, instruments and writings as may be required in this connection and to delegate all or any of its powers herein conferred to any Committee of Director(s)/ any other Officer(s) of the Company to give effect to the aforesaid resolution.

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8. 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 Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), and the rules made thereunder, read with Schedule IV of the Act, Regulation 16(1)(b) and 17(1A) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Siddhant Kapoor, DIN: 10763286, who has submitted the declaration that he meets the criteria of Independence as provided under the Act and the Listing Regulations and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term of five (5) consecutive years with effect from conclusion of 39th Annual General Meeting, not liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary in relation to the above including the matters incidental thereto and to execute all such documents, instruments and writings as may be required in this connection and to delegate all or any of its powers herein conferred to any Committee of Director(s)/ any other Officer(s) of the Company to give effect to the aforesaid resolution.”

**Registered Office:**

Competent House,  
F-14, Connaught Place,  
New Delhi – 110001

**By order of the Board  
For Competent Automobiles Co. Ltd.**

Place: New Delhi  
Date: 02.09.2024

**Ravi Arora  
Company Secretary**

**NOTES:**

1. Pursuant to the General Circular No. 10/2022 dated December 28, 2022 and Circular No. 09/2023 dated September 25, 2023 issued by the Ministry of Corporate Affairs (MCA) and the SEBI Circular no. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 07, 2023 issued by 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 AGM of the Company is being held through VC. The deemed venue for the AGM shall be the Registered Office of the Company.
2. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
3. Members who have not updated their latest email addresses in the records with the Company/Transfer Agents and their Depository Participants are requested to update the same at the earliest.
4. The explanatory statement pursuant to Section 102 of Companies Act, 2013 (‘Act’), in regard to the business as set out at item nos. 4 to 8 and the relevant details pursuant to The relevant details, pursuant to regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 (“Listing Regulations”) and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking appointment/re-appointment at this AGM is annexed herewith.
5. Pursuant to the provisions of the Companies Act, 2013 (“the Act”) a member entitled to attend and vote at the



AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA & SEBI 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.

6. The Members may join the 39th AGM through VC/ OAVM facility by following the procedure mentioned herein below in the Notice which shall be kept open for the Members from 10:30 A.M. IST i.e.30 (thirty) minutes before the time scheduled to start the 39th AGM and the Company may close the window for joining the VC/ OAVM facility 30 (thirty) minutes after the scheduled time to start the 39th AGM. Members may note that the VC/ OAVM facility allows participation of at least 1,000 Members on a 'first come first served' basis. The large Shareholders (i.e. shareholders holding 2% or more), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. can attend the 39th AGM without any restriction on account of 'first come first served' basis.
7. The attendance of the Members participating in the 39th AGM through VC/ OAVM facility shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
8. Voting rights shall be reckoned on the paid-up value of shares registered in the name of member/beneficial owners (in case of electronic shareholding) as on the cut-off date i.e. Thursday, September 19, 2024. A person who is not a member as on the cut-off date is requested to treat this Notice for information purposes only.
9. In compliance with the Circulars, the Annual Report 2023-24, the Notice of the 39th AGM, and instructions for e-voting are being sent through electronic mode to those members whose email addresses are registered with the Company / depository participant(s) (DP).
10. Members may please note that the Annual Report including Notice of the 39th AGM of the Company will also be available on the website of the Company at [www.competent-maruti.com](http://www.competent-maruti.com). The same can also be accessed from the website of the Stock Exchange i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com).
11. We urge members to support our commitment to environmental protection by choosing to receive the Company's communication through email. Members holding shares in demat mode, who have not registered their email addresses are requested to register their email addresses with their respective DP, and members holding shares in physical mode are requested to update their email addresses with the Company's RTA, Skyline Financial Services Private Limited at [admin@skylinerta.com](mailto:admin@skylinerta.com), to receive copies of the Annual Report 2023-24 in electronic mode. Members may follow the process detailed below for registration of email ID to obtain the report and update of bank account details for the receipt of dividend.

## Type of Holder Process to be followed

Physical	For availing the following investor services, send a written request in the prescribed forms to the RTA of the Company, Skyline Financial Service Private Limited either by email to <a href="mailto:admin@skylinerta.com">admin@skylinerta.com</a> or by post to Skyline Financial Services Private Limited, D-153/A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi – 110020	
	Form for availing investor services to register PAN, email address, bank details and other KYC details or changes / update thereof for securities held in physical mode	Form ISR-1
	Update of signature of securities holder	Form ISR-2
	For nomination as provided in Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014	Form SH-13
	Declaration to opt out	Form ISR-3
	Cancellation of nomination by the holder(s) (along with ISR-3) / Change of nominee	Form SH-14



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	Form for requesting issue of duplicate certificate and other service requests for shares / debentures / bonds, etc., held in physical form	Form ISR-4
Demat	Please contact your DP and register your email address and bank account details in your demat account, as per the process advised by your DP.	

12. Members must quote their Folio No. /Demat Account No. and contact details such as e-mail address, contact no. etc. in all their correspondence with the Company's Registrar and Share Transfer Agent, Skyline Financial Services Private Limited. SEBI has mandated through its circular dated March 16, 2023, for submission of PAN, KYC details and nomination by holders of physical securities. Shareholders are requested to submit their PAN, KYC and nomination details to the Company's RTA, Skyline Financial Services Private Limited, at admin@skylinerta.com. The forms for updating the same are available at [https://www.competent-maruti.com/download\\_forms](https://www.competent-maruti.com/download_forms). Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant.
13. In terms of the SEBI Listing Regulations, securities of listed companies can only be transferred in dematerialised form with effect from April 01, 2019. In view of the above, Members are advised to dematerialise shares held by them in physical form.
14. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, September 20, 2024 to Saturday, September 28, 2024 (both days inclusive).
15. The dividend on equity shares as recommended by the Board of Directors, if declared at the Annual General Meeting, will be paid within the prescribed time after the Annual General Meeting to those Members whose names appear in the Register of Members of the Company as on the book closure dates.
16. As you may be aware that in terms of the provisions of the Income Tax Act, 1961 ("the Act") as amended by the Finance Act, 2020, dividend paid or distributed by a Company on or after 1st April, 2020 is taxable in the hands of the Members. The Company is, therefore, required to deduct tax at source at the time of payment of dividend to the Members.

For resident members: Tax will be deducted at source ("TDS") under Section 194 of the Act (read with Press Release dated May 13th, 2020) @ 10% on the amount of dividend payable unless exempt under any of the provisions of the Act. However, in case of individuals, TDS would not apply if the aggregate of total dividend distributed to them by the Company during FY 2024-25 does not exceed Rs. 5,000/-.

Tax at source will not be deducted where a member provides Form 15G (applicable to Individual in case of dividend) / Form 15H (applicable to an individual above the age of 60 years), provided that the eligibility conditions are being met.

Tax at source will be deducted @20% for a shareholder who falls in the category of "specified person" as defined in Section 206AB of Income Tax Act, 1961 or who has not submitted PAN, as per Section 206AA of the Act.

In order to provide exemption from withholding of tax, the following organisations must provide a self-declaration as listed below:

- Insurance companies: A declaration that they are beneficial owners of shares held.
- Mutual Funds: A declaration that they are governed by the provisions of Section 10(23D) of the Act along with copy of registration documents (self-attested).
- Alternative Investment Fund (AIF) established in India: A declaration that its income is exempt under Section 10(23FBA) of the Act and they are established as Category I or Category II AIF under the SEBI Regulations. Copy of registration documents (self-attested) should be provided.
- New Pension System Trust: A declaration that they are governed by the provisions of Section 10(44) [subsection 1E to Section 197A] of the Act along with copy of registration documents (self-attested).
- Corporation established by or under a Central Act which is, under any law for the time being in force, exempt from income tax on its income - Documentary evidence that the person is covered under Section 196 of the Act.



For non-resident members: Tax is required to be withheld in accordance with the provisions of Section 195 of the Act at applicable rates in force. As per the relevant provisions of the Act, the tax shall be withheld @ 20% (plus applicable surcharge and cess) on the amount of dividend payable. However, as per Section 90 of the Act, a non-resident member has 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 they are more beneficial to the member. For this purpose, i.e. to avail tax treaty benefits, the non-resident member will have to provide the following:

- i. Self-attested copy of Permanent Account Number (PAN Card), if any, allotted by the Indian income tax authorities;
- ii. Self-attested copy of Tax Residency Certificate (TRC) obtained from the tax authorities of the country of which the member is resident;
- iii. Self-declaration in Form 10F, if all the details required in this form are not mentioned in the TRC;
- iv. Self-declaration by the non-resident member of having no permanent establishment in India in accordance with the applicable Tax Treaty;
- v. Self-declaration of beneficial ownership by the non-resident member.

The Company is not obligated to apply the beneficial DTAA rates at the time of tax deduction / withholding on dividend amounts. Application of beneficial DTAA rate shall depend upon the completeness and satisfactory review by the Company, of the documents submitted by non- resident member.

Notwithstanding the above, tax shall be deducted at source @ 20% (plus applicable surcharge and cess) on dividend paid to Foreign Institutional Investors and Foreign Portfolio Investors under section 196D of the Act. Such rate shall not be reduced on account of the application of the lower DTAA rate, if any.

To enable us to determine the appropriate TDS / withholding tax rate applicable, we request you to provide the above details and documents not later than 5 PM, Wednesday, the 9th October, 2024.

To summarize, dividend will be paid after deducting the tax at source as under:

- NIL for resident members receiving dividend upto Rs. 5,000/- or in case Form 15G / Form15H (as applicable) along with self-attested copy of the PAN is submitted.
- 10% for resident members in case PAN is provided / available.
- 20% for resident members, if PAN is not provided / not available.
- Tax will be assessed on the basis of documents submitted by the non-resident members.
- 20% plus applicable surcharge and cess for non-resident members in case the aforementioned documents are not submitted.
- Lower / NIL TDS on submission of self-attested copy of the certificate issued under Section 197 of the Act.

Kindly note that the aforementioned documents should be emailed to [cs@competent-maruti.com](mailto:cs@competent-maruti.com) and cc marked to [compliances@skylinerta.com](mailto:compliances@skylinerta.com)

No communication on the tax determination / deduction shall be entertained after 9th October, 2024.

In case tax on dividend is deducted at a higher rate in the absence of receipt of the aforementioned details / documents, you would still have the option of claiming refund of the excess tax paid at the time of filing your income tax return. No claim shall lie against the Company for such tax deducted.

We request you to submit / update your bank account details with your Depository Participant, in case you are holding shares in the demat form. In case your shareholding is in the physical form, you will have to submit a scanned copy of a covering letter, duly signed by the first member, along with a cancelled cheque leaf with your name and bank account details and a copy of your PAN card, duly self-attested, with RTA. This will facilitate receipt of dividend directly into your bank account. In case the cancelled cheque leaf does not bear the members' name,

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please attach a copy of the bank pass-book statement duly self-attested. We also request you to register your email IDs and mobile numbers with the RTA.

17. Register of contracts or arrangements in which directors are interested will be produced at the commencement of AGM and remain open and accessible during the continuance of the AGM to any person attending meeting through VC/OAVM.
18. Register of Directors and Key Managerial Personnel will also be kept open for inspection during the AGM and accessible to the persons attending the AGM through VC/OAVM.
19. As per Section 72 of the Act, shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nomination are requested to send their request in Form SH-13 for nomination and Form SH-14 for cancellation/ variation as the case may be to the RTA.
20. In accordance with the Applicable Circulars, electronic copies of the Annual Report and this Notice, inter-alia, indicating the process and manner of e-voting along with instructions to attend the AGM through VC/OAVM are being sent by email to those Members whose email addresses have been made available to the Company/ Depository Participants.
21. Notice and the Annual Report are available on the website of the Company [www.competent-maruti.com](http://www.competent-maruti.com). Members desiring any information relating to the annual accounts or any document pertaining to explanatory statement are requested to send an email to the Company at [cs@competent-maruti.com](mailto:cs@competent-maruti.com), at least ten (10) days before the AGM.
22. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the Registered Office of the Company on all working days, except Saturday, during business hours up to the date of the Meeting.
23. Members, who are holding shares in identical order of names in more than one folio are requested to write to the Company enclosing their share certificates to consolidate their holdings in one folio.
24. The members holding shares in physical form are also requested to notify any change in their addresses immediately to the Company's Share Registrar and Transfer Agents i.e. **M/s. Skyline Financial Services Pvt. Limited, D-153/A, 1st Floor, Okhla Industrial Area Phase -I, New Delhi-110020.**
25. Pursuant to provisions of Section 124 of Companies Act, 2013, all unpaid or unclaimed dividends upto the year ended 31st March, 2016 have been transferred to Investor Education and Protection Fund (IEPF) established by the Central Government.
26. Pursuant to the provisions of Section 124 of Companies Act, 2013, dividend for the financial year ended March 31, 2017 and thereafter, which remains unclaimed for a period of 7 years will be transferred by the Company to the Investor Education and Protection Fund (IEPF) established by the Central Government.

Information in respect of such unclaimed dividend when due for transfer to the fund is given below:

Financial Year	Type of dividend	Date of Declaration of Dividend	Date at which amount becoming due for credit to IEPF
2016-17	Final Dividend	29-08-2017	06-10-2024
2017-18	Final Dividend	31-08-2018	08-10-2025
2018-19	Final Dividend	04-09-2019	12-10-2026
2019-20	Final Dividend	21-09-2020	29-10-2027
2020-21	Final Dividend	24-09-2021	01-11-2028
2021-22	Final Dividend	20-09-2022	28-10-2029
2022-23	Final Dividend	28-08-2023	04-10-2030

Shareholders who have not so far encashed the dividend warrant(s) are requested to seek issue of duplicate warrant(s) by writing to the Company.



27. Non-Resident Indian Shareholders are requested to inform M/s Skyline Financial Services Pvt. Limited immediately:

- The change in the residential status on return to India for permanent settlement.
- The particulars of the Bank Account maintained in India with complete name, branch, account type, account number, and address of the Bank, if not furnished earlier.

### 28. Voting Through Electronic Means

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the EGM/AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the EGM/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 EGM/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 and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at [www.competent-maruti.com](http://www.competent-maruti.com). The Notice can also be accessed from the website of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the EGM/AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
7. EGM/AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

### **THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-**

**The remote e-voting period begins on September 25, 2024 at 09:00 A.M. and ends on September 27, 2024 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The**

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Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. September 19, 2024, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being September 19, 2024.

## How do I vote electronically using NSDL e-Voting system?




The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

### Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol> <div style="text-align: center;"> <p><b>NSDL Mobile App is available on</b></p>  <div style="display: flex; justify-content: space-around; align-items: center;">   </div> </div>

Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> <li>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 users to login Easi /Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab and then use your existing my easi username &amp; password.</li> <li>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 &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option.</li> <li>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; 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.</li> </ol>
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. upon logging in, you will be able to see e-Voting option. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
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 <a href="mailto:evoting@nsdl.com">evoting@nsdl.com</a> or call at 022 - 4886 7000
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 <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800-21-09911

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

- 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.

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3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

#### 4. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
- a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) Physical User Reset Password? (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.com](mailto:evoting@nsdl.com) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.



## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [fcs.ppa@gmail.com](mailto:fcs.ppa@gmail.com) with a copy marked to [evoting@nsdl.com](mailto:evoting@nsdl.com). Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on.: 022 - 4886 7000 or send a request to Ms. Pallavi Mhatre – Senior Manager, NSDL at [evoting@nsdl.com](mailto:evoting@nsdl.com)

### **Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide 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 [cs@competent-maruti.com](mailto:cs@competent-maruti.com)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [cs@competent-maruti.com](mailto:cs@competent-maruti.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.com](mailto:evoting@nsdl.com) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular 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 required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.



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## **THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/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 in the EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

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

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM" placed under "Join meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at [cs@competent-maruti.com](mailto:cs@competent-maruti.com). The same will be replied by the company suitably.
6. Shareholders who want to speak at AGM should register themselves by sending their request mentioning their name demat account number/folio number, email id, mobile number at [cs@competent-maruti.com](mailto:cs@competent-maruti.com)

### **Registered Office:**

Competent House,  
F-14, Connaught Place,  
New Delhi – 110001

**By order of the Board  
For Competent Automobiles Co. Ltd.**

Place: New Delhi  
Date: 02.09.2024

**Ravi Arora  
Company Secretary**



## Explanatory statement pursuant to section 102 of the Companies Act, 2013

### Item no. 4

Mr. Raj Chopra, aged 80 years, is the promoter and Chairman & Managing Director of the Company and having more than 40 years of industry experience in the field of automobiles dealership. Under his leadership the company has grown from mere start in 1983 to one of the leading Maruti Suzuki dealer. He has excellent grasp and thorough knowledge and experience of general management and various aspects relating to the Company's affairs and has long business experience. The Board of Directors is of the considered opinion that for smooth and efficient running of the business, the services of Mr. Raj Chopra should be available to the Company for a further period of Five years with effect from September 01, 2019. In terms of the provisions of the Companies Act, and the Articles of Association of the Company, the Nomination and Remuneration Committee of the Board and the Board of Directors have, at their meeting held on September 04, 2024, has recommended his re-appointment as Chairman & Managing Director of the Company for a further period of Five years with effect from September 01, 2024 on the remuneration of Rs. 3,50,000/- (Rupees Three Lacs Fifty Thousand only) per month plus various other perquisite as enumerated hereinunder. In case, the Company has no profits or its profits are inadequate, then the remuneration shall be paid to him in accordance with the provisions of the Companies Act, 2013 read with Schedule V of the Act.

Following are the details of the annual salary (payable monthly) proposed to be paid to Mr. Raj Chopra, Chairman & Managing Director: -

a) Salary

Basic Salary: Rs. 3,50,000/- p.m.

b) Commission

Commission, as may be decided by the Board of Directors, based on the net profits of the company in each financial year, subject to the overall limits laid down in Section 197 readwith Schedule V of the Companies Act, 2013.

c) Perquisites

- a. Housing: The expenditure on hiring unfurnished accommodation will be subject to the ceiling of 60% of the salary over and above 10% payable to him in case of Metropolitan cities, otherwise 50% of the salary over and above 10% payable to him
- b. The expenditure on gas, electricity, water and furnishings shall be valued as per Income Tax Rules, 1962, subject however to the ceiling of 10% of the salary.
- c. Medical Reimbursement: Expenses incurred for self and family to meet medical/hospitalization expenses in India or abroad including expenditure on stay abroad for undergoing the treatment.
- d. Leave Travel Concession for self and family once in a year in accordance with the rules of the Company.
- e. Club Fees for clubs subject to a maximum of two clubs provided that no life membership or admission fee will be allowed.
- f. Personal Accident Insurance Premium not to exceed Rs. 25,000/- p.a.
- g. Company's contribution towards pension / superannuation funds as and when introduced as per rules of the Company for the time being in force.
- h. Company's contribution towards P.F. as per rules of the Company for the time being in force.
- i. Gratuity not exceeding  $\frac{1}{2}$  month salary for each completed year of service.
- j. Free use of Company's car with driver for both personal & business use of the Company.
- k. Free use of mobile/telephone at residence
- l. Earned/Privilege Leave: One month leave with full pay and allowance for every 11 Months of service with encashment benefits.

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Save and except Mr. Raj Chopra, being appointee, Mrs. Kavita Ahuja and Mr. K. K. Mehta, Whole-Time Directors of the Company and their relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 of the Notice.

Accordingly the Board recommends the passing of the special resolution as set out in the item no. 4 of the Notice.

### ITEM NO. 5

Mr. K. K. Mehta, aged 78 years, working as Whole-time Director of the Company and having more than 25 years of industry experience in the field of automobiles dealership. Under his leadership the company has grown in Himachal Pradesh state and is one of the leading Maruti Suzuki dealer in the state. He has excellent grasp and thorough knowledge and experience of general management and various aspects relating to the Company's affairs and has long business experience. The Board of Directors is of the considered opinion that for smooth and efficient running of the business, the services of Mr. K. K. Mehta should be available to the Company for a further period of Five years with effect from August 23, 2024. In terms of the provisions of the Companies Act, and the Articles of Association of the Company, the Nomination and Remuneration Committee of the Board and the Board of Directors have, at their meeting held on September 04, 2024, has recommended him for re-appointment as Whole-Time Director of the Company for a further period of Five years with effect from August 23, 2024 on the current remuneration of Rs. 1,00,000/- (Rupees One Lac only) per month plus various other perquisite as enumerated hereinunder. In case, the Company has no profits or its profits are inadequate, then the remuneration shall be paid to him in accordance with the provisions of the Companies Act, 2013 read with Schedule V of the Act.

Following are the details of the annual salary (payable monthly) proposed to be paid to Mr. Kanwal Krishan Mehta, Whole-Time Director: -

#### a) Salary

Basic Salary: Rs. 1,00,000/- p.m.

#### a) Commission

Commission as may be decided by the Board of Directors based on the net profits of the company in each financial year, subject to the overall limits laid down in Section 197 read with Schedule V of the Companies Act, 2013.

#### b) Perquisites

- a. Housing: The expenditure on hiring unfurnished accommodation will be subject to the ceiling of 60% of the salary over and above 10% payable to him in case of Metropolitan cities, otherwise 50% of the salary over and above 10% payable to him
- b. The expenditure on gas, electricity, water and furnishings shall be valued as per Income Tax Rules, 1962, subject however to the ceiling of 10% of the salary.
- c. Medical Reimbursement: Expenses incurred for self and family to meet medical/hospitalization expenses in India or abroad including expenditure on stay abroad for undergoing the treatment.
- d. Leave Travel Concession for self and family once in a year in accordance with the rules of the Company.
- e. Club Fees for clubs subject to a maximum of two clubs provided that no life membership or admission fee will be allowed.
- f. Company's contribution towards pension / superannuation funds as and when introduced as per rules of the Company for the time being in force.
- g. Company's contribution towards P.F. as per rules of the Company for the time being in force.
- h. Gratuity not exceeding  $\frac{1}{2}$  month salary for each completed year of service.
- i. Free use of Company's car with driver for business of the Company.



- j. Free use of mobile/telephone at residence
- k. Earned/Privilege Leave: One month leave with full pay and allowance for every 11 Months of service with encashment benefits.
- l. His office will be liable to be determine to retire by rotation.

Save and except Mr. K. K. Mehta, being appointee, Mrs. Kavita Ahuja, Whole-Time Directors and Mr. Raj Chopra, Chairman and Managing Director of the Company and their relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 5 of the Notice.

Accordingly the Board recommends the passing of the special resolution as set out in the item no. 5 of the Notice.

### **Item No. 6, 7 & 8**

Members may kindly note that Mr. Rohit Gogia (DIN: 00148977), Mr. R. C. Murada (DIN: 01157406) and Mr. Raman Sehgal (DIN: 08535351) were re-appointed as Non-Executive, Independent Directors by the members in their 34th Annual General Meeting held on September 04, 2019. Mr. R.C. Murada has resigned from the Board of Directors w.e.f. August 28, 2024 and second term of Mr. Rohit Gogia will be completed at the conclusion of this 39th Annual General Meeting. Further, Mr. Raman Sehgal has stated his inability to be re-appointed as Independent Director for second consecutive term.

To fulfill the composition of the Board in terms with the provisions of Regulation 17 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, ("Listing Regulations") the Board of Directors on the recommendation of Nomination and Remuneration Committee, have in its meeting held on September 02, 2024, has proposed the appointment of Mr. Sandeep Murada, Mr. Nirbhay Mehta and Mr. Siddhant Kapoor as Directors in the category of Independent Director, for a period of five years effective from conclusion of this 39th Annual General Meeting.

Brief profiles of Mr. Sandeep Murada, Mr. Nirbhay Mehta and Mr. Siddhant Kapoor is provided below along with the necessary declarations /confirmations received from them and other terms and conditions:

### **Item no. 6**

Mr. Sandeep Murada, aged about 51, has completed his Graduation from Delhi College of Arts and Commerce, University of Delhi and MBA in International Relations from AIMA. After completion of his studies he joined his family business of Manufacturing unit of printing and packaging. He has also ventured in Hotel and Restaurant business. He has rich experience of 30 years in the field of Administration, Sales & Marketing and Leadership.

Mr. Sandeep Murada is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013("the Act") and has given consent for appointment as an Independent Director for a term of five consecutive years. The Company has received notice in writing from a member proposing his candidature for appointment as an Independent Director, in terms of Section 160(1) of the Act.

The Company has also received a declaration from Mr. Sandeep Murada confirming that he meets the criteria of independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations.

He is not debarred from holding office of a director by virtue of any order passed by SEBI or any other such authority. Copy of the draft letter of appointment of Mr. Sandeep Murada as an Independent Director setting out the terms and conditions is available for inspection as per the procedure of inspection on the website of the Company [www.competent-maruti.com](http://www.competent-maruti.com).

In the opinion of the Board of Directors, Mr. Sandeep Murada, fulfils the conditions as specified in the Act and the Rules made thereunder and he is independent of the management.

Mr. Sandeep Murada possesses the requisite skills, experience, knowledge and capabilities required for the role of an Independent Director of the Company. His expertise in managing, leading and advising businesses and strength in sustainability and risk management will be of great value for the Company.

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Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice.

None of the Directors or Key Managerial Personnel of the Company or their relatives except Mr. Sandeep Murada is concerned or interested, financially or otherwise, in the resolution set out at the Item No. 6 of the Notice.

The approval of the members is sought by way of an ordinary resolution as set out in Item No. 6 of the Notice.

### **Item no. 7**

Mr. Nirbhay Mehta, aged 29 years, is Law Graduate from Amity University and has also completed LL.M in International Commercial Law from University of Kent, England. After completion of his studies, he started his own practice at Delhi High Court Delhi. He has rich experience in filed of law and Governance.

Mr. Nirbhay Mehta is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013("the Act") and has given consent for appointment as an Independent Director for a term of five consecutive years. The Company has received notice in writing from a member proposing his candidature for appointment as an Independent Director, in terms of Section 160(1) of the Act.

The Company has also received a declaration from Mr. Nirbhay Mehta confirming that he meets the criteria of independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations.

He is not debarred from holding office of a director by virtue of any order passed by SEBI or any other such authority. Copy of the draft letter of appointment of Mr. Nirbhay Mehta as an Independent Director setting out the terms and conditions is available for inspection as per the procedure of inspection on the website of the Company [www.competent-maruti.com](http://www.competent-maruti.com).

In the opinion of the Board of Directors, Mr. Nirbhay Mehta, fulfils the conditions as specified in the Act and the Rules made thereunder and he is independent of the management.

Mr. Nirbhay Mehta possesses the requisite skills, experience, knowledge and capabilities required for the role of an Independent Director of the Company. His expertise in managing, leading and advising businesses and strength in sustainability and risk management will be of great value for the Company.

Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice.

None of the Directors or Key Managerial Personnel of the Company or their relatives except Mr. Nirbhay Mehta is concerned or interested, financially or otherwise, in the resolution set out at the Item No. 7 of the Notice.

The approval of the members is sought by way of an ordinary resolution as set out in Item No. 7 of the Notice.

### **Item no. 8**

Mr. Siddhant Kapoor, aged 31 years, has completed his Graduation from IILM university and University of ESSEX, England. He has completed MBA from Arunachal University, India. He has rich experience in the filed of Business Management and Brand Building.

Mr. Siddhant Kapoor is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013("the Act") and has given consent for appointment as an Independent Director for a term of five consecutive years. The Company has received notice in writing from a member proposing his candidature for appointment as an Independent Director, in terms of Section 160(1) of the Act.

The Company has also received a declaration from Mr. Siddhant Kapoor confirming that he meets the criteria of independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations.

He is not debarred from holding office of a director by virtue of any order passed by SEBI or any other such authority. Copy of the draft letter of appointment of Mr. Siddhant Kapoor as an Independent Director setting out the terms and



## COMPETENT AUTOMOBILES CO. LTD.

conditions is available for inspection as per the procedure of inspection on the website of the Company www.competent-maruti.com.

In the opinion of the Board of Directors, Mr. Siddhant Kapoor, fulfils the conditions as specified in the Act and the Rules made thereunder and he is independent of the management.

Mr. Siddhant Kapoor possesses the requisite skills, experience, knowledge and capabilities required for the role of an Independent Director of the Company. His expertise in managing, leading and advising businesses and strength in sustainability and risk management will be of great value for the Company.

Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice.

None of the Directors or Key Managerial Personnel of the Company or their relatives except Mr. Siddhant Kapoor is concerned or interested, financially or otherwise, in the resolution set out at the Item No. 8 of the Notice.

The approval of the members is sought by way of an ordinary resolution as set out in Item No. 8 of the Notice.

### Details of Directors appointment as required under Regulation 36 of the Listing Regulations and Secretarial Standard – 2 for Item Nos. 3 to 8 of the accompanying Notice.

Name	Raj Chopra	Kavita Ahuja	K. K. Mehta	Sandeep Murada	Nirbhay Mehta	Siddhant Kapoor
DIN	00036705	00036803	00036902	03091840	10757500	10763286
Age	80	52	79	51	29	31
<b>Brief resume and nature of expertise in specific functional areas, Skills and Capabilities</b>	Pioneer in the field of Construction, Automobiles, Hospitality & Entertainment Industry	Experience of approx. 35 years in Automobiles Industry	Expert in running day to day operation in automobiles industry	Expert in day to day operations of business	Expert in field of Law and Governance	Expert in the field of Business Management and Brand Building.
<b>Date of first appointment on the Board</b>	11.04.1985	01.04.1991	15.03.1999	To be appointed in 39th AGM		
<b>Directorships held in listed entities, other public companies and private companies Memberships/ Chairmanships of committees across all companies</b>	- Competent Films Pvt. Limited -Competent Leasing Pvt. Limited - Competent Builders Pvt. Limited - Competent International Resorts & Hotels Limited - Competent International Tradex Co. Pvt. Limited - Competent Infrapromoters Pvt. Limited - Competent Wellness Ventures Pvt. Limited - CompetentCar Care Pvt. Limited - Raj Chopra & Company Pvt. Limited -Belvederre Hotels Pvt. Limited - Servensure Properties Pvt. Ltd. - Servensure Builders Pvt. Ltd.	- Raj Chopra & Co. Pvt. Ltd. - Competent International Resorts & Hotels Ltd. - Competent Wellness Ventures Pvt. Ltd. - Competent Car Care Pvt. Ltd. - Servensure Properties Pvt. Ltd. Member – Audit Committee & CSR Committee	NIL	- Cafe Totaram Private Limited	NIL	NIL

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<b>Directorships held in listed entities from which the person has resigned in the past three years</b>	NIL	NIL	NIL	NIL	NIL	NIL
<b>Number of Equity Shares held in the Company</b>	NIL	37,78,680 (61.48%)	NIL	NIL	NIL	NIL
<b>Relationship between Directors and other KMPs inter-se</b>	Father of Kavita Ahuja	Daughter of Raj Chopra	Brother-in-law of Raj Chopra	None	None	None
<b>Number of meetings of the Board Meeting attended during the year</b>	3	3	3	N.A.	N.A.	N.A.
<b>Remuneration (including sitting fees, if any) last drawn</b>	Rs. 1.42 Crores (including commission)	Rs. 1.36 Crores (including commission)	Rs. 12 Lacs	NIL	NIL	NIL
<b>Remuneration proposed to be paid</b>	As per the details provided under the resolution and explanatory statement for Item no. 4	N.A.	As per the details provided under the resolution and explanatory statement for Item no. 5	Remuneration as may be approved by the Board from time to time, in accordance with the provisions of the Companies Act, 2013 and other applicable Laws		
<b>Terms and conditions of Appointment</b>	As per the details provided under the resolution and explanatory statement for Item no. 4	N.A.	As per the details provided under the resolution and explanatory statement for Item no. 5	As per the details provided under the resolution and explanatory statement for Item no. 6, 7 & 8		

**Registered Office:**  
Competent House,  
F-14, Connaught Place,  
New Delhi – 110001

**By order of the Board  
For Competent Automobiles Co. Ltd.**

Place: New Delhi  
Date: 02.09.2024

**Ravi Arora  
Company Secretary**

## DIRECTORS' REPORT

**Dear Members,**

Your Directors have pleasure in presenting this 39th Annual Report together with Audited Accounts of the Company for the financial year ended 31st March, 2024.

### FINANCIAL HIGHLIGHTS

The financial performance of the Company, for the year ended 31st March, 2024 is summarized below:

(Rs. in Lacs)

Particulars	Consolidated	Standalone	
	Year ended 31-03-2024	Year ended 31-03-2024	Year ended 31-03-2023
Income from Operations	2,11,727.68	2,11,727.68	1,73,152.97
Other Income	721.33	721.33	722.96
<b>Total Income</b>	<b>2,12,449.01</b>	<b>2,12,449.01</b>	<b>173863.96</b>
<b>Profit before Dep. &amp; Tax</b>	<b>3,858.35</b>	<b>3,858.35</b>	<b>5377.62</b>
Less : Depreciation & Amortisation	2,401.53	2,401.53	1934.34
Less: Provision for Taxation including Deferred Tax and tax for earlier years	1102.09	1102.09	970.20
<b>Profit after tax</b>	<b>2,756.26</b>	<b>2,756.26</b>	<b>2479.36</b>
Add: Surplus from Previous year	25,491.63	25,491.63	23073.72
Add: Other Comprehensive Income	501.58	501.58	<b>216.38</b>
<b>Amount available for appropriation (A)</b>	<b>28749.47</b>	<b>28749.47</b>	<b>25769.46</b>
<b>General Reserve (B)</b>	<b>3517.51</b>	<b>3517.51</b>	<b>3517.51</b>
<b>Securities Premium Account (C)</b>	<b>1431.65</b>	<b>1431.65</b>	<b>1431.65</b>
<b>Sub-Total (A+B+C)</b>	<b>33698.63</b>	<b>33698.63</b>	<b>30718.62</b>
<b>Less Appropriations</b>			
Transfer to General Reserves	-	-	-
Dividend & tax thereon paid during the year	61.46	61.46	61.46
<b>Closing Balance</b>	<b>33637.17</b>	<b>33637.17</b>	<b>30657.16</b>

### PERFORMANCE

Your Company has incorporated a Wholly-owned Subsidiary (WoS), Competent Kashmir Automobiles Pvt. Ltd. on March 12, 2024. The WoS is yet to commence the business. During the year, your Company's Consolidated and Standalone Income from Operations was Rs. 2,11,727.68 Lacs, as against Standalone Income of Operations of Rs. 1,73,152.97 Lacs in previous year.

The Company's Net Profit (Consolidated & Standalone) is Rs. 2756.26 Lacs as compared to Net Profit (Standalone) of Rs. 2479.36 Lacs of previous year.

During the year 2023-24, your company sold 30318 (including 296 vehicles sold through Direct Billing) Maruti Vehicles as compared with 28404 (including 397 vehicles sold through Direct Billing) Maruti Vehicles, sold during the previous year.



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## DIVIDEND

Keeping in view the current economic scenario and the future fund requirements of the Company, your directors are pleased to recommend a final dividend of Rs. 1/- per Equity Share of Rs. 10/- each for the year ended 31st March, 2024, which, if approved, by shareholders at the forthcoming Annual General Meeting will be paid to those shareholders whose names appear on the Register of Members as on book closure dates.

## TRANSFER TO RESERVES

NIL amount to be transferred to the reserves.

## ACHIEVEMENTS

During the year, your Company has received following Awards & Recognition by Maruti Suzuki India Limited:

S. No.	Name of Award Title
<b>ARENA</b>	
1	Gold Dealer Award in C1 & C2 Region
2	Delta Dealer Award in C1 & C2 Region
3	Royal Platinum Gold Dealer Award in N4 Region
<b>NEXA</b>	
1	Delta Dealer Award in C1 & C2 Region
2	Omega Dealer Award in N4 Region
3	Best Jimny Launch Award in N4 Region

## DIRECTORS AND KEY MANAGERIAL PERSONS

The Independent Directors have confirmed and declared that they are not disqualified to act as an Independent Director in compliance with the provisions of the Companies Act, 2013 and Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as the Listing Regulations). The Board is also of the opinion that the Independent Directors fulfill all the conditions specified in the Companies Act, 2013 & Listing Regulations making them eligible to act as Independent Directors.

The Company has devised a Policy for performance evaluation of Independent Directors, Board, Committees and other individual Directors which include criteria for performance evaluation of the Non-Executive Directors and Executive Directors. Based upon the Policy for performance evaluation of Independent Directors, Board, Committees and other individual Directors, a process of evaluation was followed by the Board for its own performance and that of its Committees and individual Directors.

Further, Second Tenure of Mr. Rohit Gogia Independent Director will be completed at the conclusion of this Annual General Meeting and shall not be eligible to re-appointment, in terms of section 149 of Companies Act, 2013 and Rules made thereunder readwith SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Mr. R. C. Murada has resigned from the office of Directors w.e.f. August 28, 2024. Also, Mr. Raman Seghal, Independent Director, whose tenure of 5 years will be completed upon conclusion of this Annual General Meeting, has stated his inability to be appointed as Independent Director for second consecutive term.

### Appointment and Re-appointment of Directors:

1. In terms of appointment of Mrs. Kavita Ahuja, and as required under Companies Act, 2013, Mrs. Kavita Ahuja shall retire by rotation, being longest in the office, and being eligible, she offers herself for re-appointment.
2. Re-appointment of Mr. Raj Chopra, Chairman & Managing Director, for a period of Five years starting from September 01, 2024

3. Re-appointment of Mr. Kanwal Krishan Mehta, Whole-time Director, for a period of Five years starting from August 23, 2024
4. In compliance with Regulation 17 of the Listing Regulations and pursuant to the recommendations of the Nomination and Remuneration Committee, the Board has proposed appointment of Mr. Nirbhay Mehta, Mr. Sandeep Murada and Mr. Siddhant Kapoor as Independent Directors, who has provide their declaration regarding fulfilling the criteria/eligibility as Independent Director.

All of the above appointment & Re-appointment have been recommended by Nomination & Remuneration Committee and Audit Committee.

The Boards recommends the above appointment & reappointment of Directors in the ensuing Annual General Meeting. Brief resume of the Director's seeking re-appointment is given in Corporate Governance Report Annexed to this Report.

### **CODE OF CONDUCT**

All Directors, Key Managerial Personnel and Senior Management of the Company have confirmed the Compliance with the Code of Conduct applicable to the Directors and employees of the Company.

The Chairman and Managing Director have given a declaration that the members of the Board of Directors and Senior Management Personnel have affirmed compliance with the Code. The Code of Conduct is available on the Company's website [www.competent-maruti.com](http://www.competent-maruti.com).

Annual Return of the Company can be accessible at [www.competent-maruti.com/annual\\_return](http://www.competent-maruti.com/annual_return)

### **DIRECTORS' RESPONSIBILITY STATEMENT**

The Board of Directors acknowledges the responsibility for ensuring compliance with provisions of the Companies Act, 2013 and the Listing Regulations in the preparation of the annual accounts for the year ended on March 31, 2024 and state that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit for the year ended on that period;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities.
- d) The Directors had prepared the annual accounts on a going concern basis.
- e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The Directors has devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

### **CORPORATE GOVERNANCE**

Your Company reaffirms its commitment to good Corporate Governance practices. Pursuant to the Listing Regulations Corporate Governance Report and Auditors Certificate regarding compliance of conditions of Corporate Governance are enclosed as **Annexure A & B** and form an integral part of this report.

### **MANAGEMENT DISCUSSION & ANALYSIS REPORT**

A report on Management Discussion and Analysis, as required under the Listing Regulations, is enclosed as **Annexure C** and forms an integral part of this report.

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## AUDIT COMMITTEE

The Audit Committee comprises of Mr. Rohit Gogia and Mrs. Kavita Ahuja as members. All the recommendations made by the Audit Committee were accepted by the Board. Mr. R. C. Murada has resigned as Director w.e.f. August 28, 2024.

## CORPORATE SOCIAL RESPONSIBILITY

The CSR Committee comprises of Mr. Rohit Gogia and Mrs. Kavita Ahuja as members of the Committee. The CSR policy may be accessed on the Company's website: [www.competent-maruti.com](http://www.competent-maruti.com) and is enclosed as **Annexure D** and forms the part of this Report of the Directors. Mr. R.C. Murada has resigned as Director w.e.f. August 28, 2024.

During the year, the CSR has been implemented by the Company. The Company has made contribution to Manav Kalyan Foundation. The total contribution made to the implementing agency is Rs. 60,00,000/- (Rupees Sixty Lakhs only). Annual Report on CSR is enclosed herewith as **Annexure E**.

## VIGIL MECHANISM

The Vigil Mechanism of the Company, which also incorporates a whistle blower policy in terms of the Listing Regulations. Protected Disclosures by a whistle blower should be addressed to the MD at the Registered Office of the Company. The MD shall submit a report about all PD cases annually to the Audit Committee of the Company. The Policy on vigil mechanism and whistle blower policy may be accessed on the Company's website: [www.competent-maruti.com](http://www.competent-maruti.com).

## NOMINATION AND REMUNERATION COMMITTEE

The Committee is comprised of Mr. Rohit Gogia and Mr. Raman Sehgal as members of the Committee. The Policy of Nomination and Remuneration is available on Company's website [www.competent-maruti.com](http://www.competent-maruti.com) and is enclosed as **Annexure F**. Mr. R.C. Murada has resigned as Director w.e.f. August 28, 2024.

## STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders' Relationship Committee shall consider and resolve the grievances of security holders of the company.

## MEETINGS OF THE BOARD

Seven meetings of the Board of Directors were held during the year. For further details, please refer report on Corporate Governance of this Annual Report.

## PARTICULARS OF LOANS, INVESTMENTS, GUARANTEES AND SECURITIES

During the year, the Company has incorporated Wholly-owned Subsidiary (WoS), Competent Kashmir Automobiles Pvt. Ltd., on March 12, 2024 and has invested Rs. 10,00,000/- in the Share capital of the WoS.

Apart from above, the company has not given any loan nor made any investment to other body corporates or given any guarantees or provided any security in connection with a loan to any other body corporate or person during the year under review.

## INVESTOR EDUCATION AND PROTECTION FUND

In compliance with provisions of Section 124 of Companies Act, 2013, the Company has transferred Rs. 1,44,302/- to IEPF, being unpaid and unclaimed dividend for the FY 2015-16.

## LISTING FEE OF SHARES

Your Company's Equity Shares are listed with BSE Limited (BSE) and Listing Fee for the financial year 2024-25 has been paid in advance by the Company.

## AUDITORS

M/s Dinesh Mehta & Co., Chartered Accountants, (Firm Registration No. 000220N), were appointed as the Statutory Auditors of the Company at the 37th Annual General Meeting ("AGM") of the Company held on September 20, 2022, to hold office from the conclusion of the 37th AGM till the conclusion of the 42th AGM.

## **AUDITORS' REPORT**

The observations made by the Auditors in their Report are self-explanatory and do not call for any further comments.

## **SECRETARIAL AUDITOR**

The Board has appointed M/s P. P. Agarwal & Co., Practicing Company Secretaries Firm, to conduct Secretarial Audit for the financial year 2023-24. The Secretarial Audit Report for the financial year ended March 31, 2024 is annexed herewith marked as **Annexure G** to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

## **INFORMATION PURSUANT TO SECTION 134 OF THE COMPANIES ACT, 2013**

Your Company does not own any manufacturing facility, it is therefore the requirements pertaining to disclosure of particulars relating to conservation of energy, research & development and technology absorption, as prescribed under Section 134(3)(m) of the Companies Act, 2013, read with the Rule 8(3) of the Companies (Accounts) Rules, 2013 are not applicable.

The company has no foreign exchange earnings and expenditure of the Company during the year under review.

As required by the provisions of Section 197 of the Act read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the particulars of the employees are set out in **Annexure H**. However, as per the provisions of Section 136 of the Act, the annual report is being sent to all the members of the Company excluding the aforesaid information. The said information is available for inspection by the members at the registered office of the Company up to the date of the ensuing Annual General Meeting. Any member interested in obtaining such particulars may write to the Company Secretary at the registered office of the Company.

## **DEPOSITS**

The Company has not accepted any deposit from Public and shareholders.

## **MATERIAL CHANGES AND COMMITMENTS AFTER THE END OF FINANCIAL YEAR**

There are no material changes and commitments affecting financial position of the company which have occurred between the end of the financial year of the company and date of the report.

## **INTERNAL FINANCIAL CONTROLS & RISK MANAGEMENT**

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

Further, the Board has risk management plan in place and the board reviews the same on continuous basis.

## **DETAILS OF SUBSIDIARIES AND THEIR PERFORMANCE**

During the year under review, the company has incorporated a Wholly-owned Subsidiary company (WOS) namely, Competent Kashmir Automobiles Pvt. Ltd. on March 31, 2024. The WoS is yet to start the operations.

Pursuant to Section 129(3) of the Act, a statement containing the salient features of the financial statements of the subsidiary companies is attached to the Financial Statements in Form AOC-1. The Company will make available the said financial statements and related detailed information of the subsidiary companies upon the request by any member of the Company.

The financial statements of the Company, along with the relevant documents and separate audited accounts in respect of subsidiaries, are available on the website of the Company at [www.competent-maruti.com](http://www.competent-maruti.com)

## **CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES**

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any

## **ANNUAL REPORT & ACCOUNTS 2023-2024**

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contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions.

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on the Company's website: [www.competent-maruti.com](http://www.competent-maruti.com)

However, as per the provisions of Section 136 of the Act, the annual report is being sent to all the members of the Company excluding the aforesaid information. The said information is available for inspection by the members at the registered office of the Company up to the date of the ensuing Annual General Meeting. Any member interested in obtaining such particulars may write to the Company Secretary at the registered office of the Company.

Your Directors draw attention of the members to Note no. 39 to the financial statement which sets out related party disclosures.

### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has in place an Internal Compliant Committee in line with requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

### **The following is a summary of sexual harassment complaints received and disposed off during the year 2023-24.**

- No. of complaints received : 0
- No. of complaints disposed : 0

### **ACKNOWLEDGEMENT**

The Board wishes to place on record its appreciation to the contribution made by the employees of the Company during the year under review. Your Directors thank the customers, clients, vendors and other business associates for their continued support in the Company's growth. The Directors also wish to thank the Government Authorities, Banks, Financial Institutions and Shareholders for their cooperation and assistance extended to the Company.

**For and on behalf of the Board  
For Competent Automobiles Co. Limited**

**Raj Chopra  
Chairman & Managing Director  
DIN – 00036705**

**Place: New Delhi  
Date: 02.09.2024**

**CORPORATE GOVERNANCE REPORT**
**COMPANY'S PHILOSOPHY**

The Company maintains standards while complying with the ideology of practicing good Corporate Governance. While achieving corporate goals and creating wealth for the investors the company simultaneously endeavors to apply highest level of corporate ethics and corporate governance practices. The Board considers itself a trustee of all shareholders and acknowledges its responsibilities to the shareholders for creating and safeguarding shareholders wealth.

The Company's compliance of corporate governance guidelines of the listing agreement is as follows:

**A. COMPOSITION OF THE BOARD, RECORD OF OTHER DIRECTORSHIPS HELD AND OTHER INFORMATION**

The Company is managed and controlled through a professional body of Board of Directors, which consists of eminent persons with considerable professional expertise and experience.

The Board of Directors comprise of an optimum combination of Executive and Non-executive Independent Directors headed by the Chairman & Managing Director. The composition of the Board of Directors of the Company is in compliance of Securities Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (hereinafter referred as Listing Regulations). The Independent Directors do not have any pecuniary relationship or transactions with the company, promoters and management, which may affect independence or judgment of the directors in any manner.

The composition and structure of the Board and record of other directorships and Committee memberships and Chairmanships of directors as on 31st March, 2024 is as under:

Name of the Director	Category	Designation	Inter-se relationship among directors	No. of other Directorships Held**	Total No. of Chairmanships / Memberships of Board Committees***		
					Chairmanship	Membership	Total
Mr. Raj Chopra	Promoter Director	Chairman & Managing Director	Father of Mrs. Kavita Ahuja	12	Nil	Nil	Nil
Mrs. Kavita Ahuja	Promoter Director	Whole-Time Director	Daughter of Mr. Raj Chopra	4	Nil	1	1
Mr. K. K. Mehta	Executive Director	Whole-Time Director	Brother-in-law of Mr. Raj Chopra	Nil	Nil	Nil	Nil
Mr. R. C. Murada	Independent Director	Director	*	Nil	2	Nil	2
Mr. Rohit Gogia	Independent Director	Director	*	2	Nil	2	2
Mr. Raman Sehgal	Independent Director	Director	*	Nil	Nil	1	1

\* There is no relationship between any of the Independent Directors

\*\* Excluding directorship of Competent Automobiles Co. Ltd.

\*\*\* Membership(s) / Chairmanship(s) of only the Audit Committee and Stakeholders' Relationship Committee of all Public Limited Companies, whether listed or not, have been considered. As per disclosure(s) received from the Directors, none of the Directors hold memberships in more than 10 Committees or Chairmanship in more than 5 Committees.

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## BOARD MEMBERSHIP CRITERIA

The Company inducts the individuals from the diverse fields as Directors on its Board. The Nomination and Remuneration Committee works with entire Board to determine the appropriate characteristics, skills and expertise required for the Board as a whole and for individual members. Members are expected to possess the required qualification, integrity, expertise and experience for the position. They should also possess deep expertise and insights in sectors/areas relevant to the Company and ability to contribute to the Company's growth. Based on the disclosures received from all the Independent Directors and also in the opinion of the Board, the Independent Directors fulfill the conditions specified in the Companies Act, 2013, and the Listing Regulations and are independent of the Management.

## BOARD QUALIFICATIONS, EXPERTISE AND ATTRIBUTES

The Board comprises of qualified members who bring in the required skills, competence and expertise that allow them to make effective contributions to the Board and its committees. The Board members are committed to ensuring that the company's board is in compliance with the highest standards of Corporate Governance.

The following are the key qualification, skills and attributes which are taken in consideration while nominating candidates to serve on the Board

1. Financial
2. Gender, ethnic, national or other diversity
3. Leadership
4. Board Service and Governance
5. Sales and Marketing

In the table below, the specific areas of focus or expertise of individual Board Members have been highlighted. However, the absence of mark against a member's name does not necessarily mean that the member does not possess the corresponding skill or qualification.

Director(s)	Area of Expertise				
	Financial	Diversity	Leadership	Board Service & Governance	Sales & Marketing
<b>Mr. Raj Chopra</b> Chairman & Managing Director	✓	✓	✓	✓	✓
<b>Mrs. Kavita Ahuja</b> Whole-Time Director	✓	✓	✓	✓	✓
<b>Mr. K. K. Mehta</b> Whole-Time Director	✓	✓	✓	✓	✓
<b>Mr. R C Murada</b> Independent Director	✓	✓	✓	✓	✓
<b>Mr. Rohit Gogia</b> Independent Director	✓	✓	✓	✓	✓
<b>Mr. Raman Sehgal</b> Independent Director	✓	✓	✓	✓	✓

## CERTIFICATE FROM COMPANY SECRETARY IN PRACTICE

Mr. Pramod Prasad Agarwal of M/s. P. P. Agarwal & Co., Practicing Company Secretaries, has issued a certificate as required under the Listing Regulations, confirming that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as Director of companies by SEBI/Ministry of Corporate Affairs or any such statutory authority. The Certificate is enclosed as **Annexure J**.

**B. BOARD MEETINGS:**
**1. Schedule of Board Meetings**

Months for holding the board meetings, to consider and approve Financial Results in the ensuing year are decided in advance and most board meetings are held at the Company's Registered Office at 'Competent House', F-14, Connaught Place, New Delhi.

**2. Number of Board Meetings**

The Company's Board met Seven (7) times – on 30th May, 2023; 31st July, 2023; 14th August, 2023; 27th October, 2023; 8th November, 2023; 9th February, 2024 and 28th February, 2024. The maximum time gap between any two meetings was not more than 120 days.

**3. Record of the Directors' attendance at Board Meetings and Annual General Meeting (AGM)**

Name of the Director	Number of Board Meetings held during his/her tenure and attended by him/her		Attendance at last AGM held on August 28, 2023
	Held	Attended	
Mr. Raj Chopra	7	7	Yes
Mrs. Kavita Ahuja	7	7	Yes
Mr. K. K. Mehta	7	7	No
Mr. Raman Sehgal	7	7	No
Mr. R. C. Murada	7	7	Yes
Mr. Rohit Gogia	7	7	Yes

4. The Company has familiarisation programme for Independent Directors with regard to their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, the business model of the Company etc. The details of familiarization programme can be excess at the Company's website [www.competent-maruti.com](http://www.competent-maruti.com)

**C. BOARD LEVEL COMMITTEES**
**1. AUDIT COMMITTEE**
**• Terms of reference**

As a measure of good Corporate Governance and to provide assistance to the Board of Directors in fulfilling the Board's supervisory responsibilities, an Audit Committee has been constituted, headed by an independent director. Majority of its members are Independent Directors and each member has rich experience in financial sector.

The powers, role and terms of reference of the Audit Committee covers the areas as contemplated under Regulation 18 of the Listing Regulations and Section 177 of the Companies Act, 2013, as applicable, besides other terms as referred by the Board of Directors.

The functions of the Audit Committee are review of periodical results and Annual Financial Statements. The Audit Committee also oversees the Company's financial reporting process, review performance of statutory and internal auditors, adequacy and compliance of internal control systems. The Audit Committee reviews quarterly, half yearly and annual financial statements before submission to the Board, focusing primarily on changes, if any, in accounting policies and practices, compliance with accounting standards, compliance with stock exchange listing agreement requirements etc.

**• Composition and names of members**

The Audit Committee, as on 31st March, 2024, consists of the following three directors and each member of the Committee possesses a strong financial and accounting background:

Chairman : Mr. R. C. Murada  
 Members : Mrs. Kavita Ahuja and Mr. Rohit Gogia



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- **Meetings and attendance during the year**

The Audit Committee met Six (6) times during the financial year from 1st April, 2023 to 31st March, 2024 on the following dates:

1	30th May, 2023	2	31st July, 2023
3	14th August, 2023	4	8th November, 2023
5	9th February, 2024	6	28th February, 2024

The attendance record of the audit committee members is given in following table:

Names of the Audit Committee Members	Number of Audit Committee meetings held during his/her tenure and attended by him/her	
	Held	Attended
Mr. R. C. Murada	6	6
Mrs. Kavita Ahuja	6	6
Mr. Rohit Gogia	6	6

Mr. R. C. Murada, Chairman of the Audit Committee attended the last Annual General Meeting of the Company to answer the shareholders' queries.

## 2. STAKEHOLDERS' RELATIONSHIP COMMITTEE (SRC)

- **Terms of reference**

This Committee was constituted specifically to review compliance of rules and regulations, to redress shareholder's grievance and to provide suggestions. To expedite the process of share transfer, transmission etc., the Board has appointed M/s Skyline Financial Services Pvt. Ltd. as Registrar and Share Transfer Agent to attend to all the necessary formalities of share transfer, transmission etc. at least thrice in a month.

Terms of reference of the Stakeholders' Relationship Committee are as per the guidelines set out in Listing Regulations which inter-alia include looking into the investors complaints on transfer of shares, non receipt of dividends etc. and redressal thereof.

- **Composition and names of members**

The Stakeholders' Relationship Committee (i.e. SRC) as on 31st March, 2024 is headed by an Independent director, and consists of the following three directors:

Chairman : Mr. R. C. Murada  
Members : Mr. Raman Sehgal and Mr. Rohit Gogia

- **Meetings and attendance during the year**

The Stakeholders' Relationship Committee met Three (3) times during the financial year from 1st April, 2023 to 31st March, 2024 on the following dates:

1	30th May, 2023	2	14th August, 2023
3	28th February, 2024		

The attendance record of the Stakeholders' Relationship Committee members is as follows:

Names of the SRC members	Number of SRC meetings held during his tenure and attended by him	
	Held	Attended
Mr. R. C. Murada	3	3
Mr. Rohit Gogia	3	3
Mr. Raman Sehgal	3	3

- **Compliance Officer**

The Compliance Officer for this committee is Company Secretary of the Company.

Shareholders' Complaints etc. received during the FY 2023-24

During the year from 1st April, 2023 to 31st March, 2024, the Company has 0 complaint from Investors / Shareholders of the Company.

All requests received for change of address/ change of bank account details, dividend related queries etc. were replied well with in time.

### 3. NOMINATION AND REMUNERATION COMMITTEE

- **Terms of reference**

The terms of reference of the Nomination and Remuneration Committee covers all the areas mentioned under Listing Regulations and Section 178 of the Companies Act, 2013. The terms of reference include recommending a policy relating to remuneration and employment terms of Managing Director, Whole-Time Director and senior management personnel, adherence to the remuneration/employment policy as finally approved by the Board of Directors, preparing the criteria and identify persons who may be appointed as directors or senior management.

- **Composition and names of members**

The Nomination and Remuneration Committee (i.e. NRC) as on 31st March, 2024 is headed by an Independent director, and consists of the following three directors:

Chairman : Mr. R. C. Murada

Members : Mr. Raman Sehgal and Mr. Rohit Gogia

- **Meetings and attendance during the year**

The Nomination and Remuneration Committee met Five (5) times during the financial year from 1st April, 2023 to 31st March, 2024 on the following dates:

1	30th May, 2023	2	14th August, 2023
3	27th October, 2023	4	9th February, 2024
5	28th February, 2024		

The attendance record of the Nomination and Remuneration Committee members is as follows:

Names of the NRC members	Number of NRC meetings held during his tenure and attended by him	
	Held	Attended
Mr. R. C. Murada	5	5
Mr. Rohit Gogia	5	5
Mr. Raman Sehgal	5	5

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## Remuneration Policy

The Remuneration Policy as recommended by the Nomination and Remuneration Committee had been accepted by the Board of Directors. The Remuneration Policy is attached as **Annexure F** to the report of Directors.

### The Details of Remuneration paid to Directors for the year ended 31st March, 2024

(In Rs. lacs)

Name of Director	Remuneration	Commission	Total
Mr. Raj Chopra	42.00	100.00	142.00
Mrs. Kavita Ahuja	36.00	100.00	136.00
Mr. K. K. Mehta	12.00	-	12.00

## 4. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

### • Terms of reference

The Committee oversees corporate social responsibility and other related matters as may be referred by the Board of Directors. This Committee discharges the role as enumerated under Section 135 of the Companies Act, 2013 which includes formulating and recommending to the Board, a Corporate Social Responsibility (CSR) Policy indicating the activities to be undertaken by the Company, as per Schedule VII to the Companies Act, 2013; recommending the amount of expenditure to be incurred; and monitoring the CSR Policy of the Company.

### • Composition and names of members

The Corporate Social Responsibility Committee (i.e. CSR) as on 31st March, 2024 is headed by an Independent director, and consists of the following three directors:

Chairman : Mr. R. C. Murada  
Members : Mrs. Kavita Ahuja and Mr. Rohit Gogia

### • Meetings and attendance during the year

The Corporate Social Responsibility Committee met four (4) times during the financial year from 1st April, 2023 to 31st March, 2024 on the following dates:

1	30th May, 2023	2	14th August, 2023
3	8th November, 2023	4	28th February, 2024

The attendance record of the Corporate Social Responsibility Committee members is as follows:

Names of the CSR members	Number of CSR meetings held during his tenure and attended by him	
	Held	Attended
Mr. R. C. Murada	4	4
Mr. Rohit Gogia	4	4
Mr. Kavita Ahuja	4	4

## D. GENERAL BODY MEETINGS:

### 1. Date, Venue and Time of previous three Annual General Meetings:

Financial Year Year ended	Date	Venue	Time
March 31, 2023	28.08.2023	Other Audio Video Means (OAVM)	11:00 a.m.
March 31, 2022	20.09.2022	Other Audio Video Means (OAVM)	11:00 a.m.
March 31, 2021	24.09.2021	Other Audio Video Means (OAVM)	11:00 a.m.

1. No special resolution was passed at the previous Annual General Meeting held on 28.08.2023.
2. Two nos. of Special Resolution relating to Re-appointment of Mr. Raj Chopra, Chairman & Managing Director and Mr. K. K. Mehta, Whole-Time Director going to be passed at the forthcoming Annual General Meeting.

**E. DISCLOSURES:**

- 1. Related Party Transactions:** For related party transactions please refer to note no. 39 in the notes to financial statement forming part of the annual accounts.
- 2.** The Company has complied with the requirements of stock exchange or SEBI on matters related to Capital Markets, as applicable. No penalty was levied by these authorities in last three years.
- 3.** The Company has in place Whistle Blower-cum-Vigil Mechanism Policy which is also available on the Company's website [www.competent-maruti.com](http://www.competent-maruti.com). No personnel has been denied access to the Audit Committee to lodge their grievances.
- 4. MD/CEO & CFO CERTIFICATION:** The Chairman & Managing Director and CFO of the Company have certified to the Board of Directors, inter alia, the accuracy of financial statements and adequacy of internal controls for the financial reporting as required under Regulation 17(8) of the Listing Regulations for the year ended 31st March, 2024.
- 5. Code of Conduct:** The Company has adopted a Code of Conduct for the members of the Board of Directors and the senior management of the Company. The code of conduct is displayed on the website of the Company.

To

The Board of Directors  
Competent Automobiles Co. Ltd.,  
Competent House, F-14,  
Connaught Place, New Delhi – 110001

**Annual Declaration of compliance of Code of Conduct by MD**

I, Raj Chopra, Chairman & Managing Director, hereby declare that the Code of Conduct adopted by the Company for its Board members and senior management personnel has been duly complied by all Board members and senior management personnel of the Company for the year ended 31st March, 2024.

**Raj Chopra**  
**Chairman & Managing Director**

**6. Compliance with Mandatory requirements of Listing Regulations**

The Company has complied with all the applicable mandatory requirements of the listing Regulations.

**7. Compliance with Non-Mandatory requirements of Regulation 27 of the Listing Regulation**

The Company has not adopted any of the non-mandatory requirements of Regulation 27 of the listing Regulations.

- 8.** The necessary certificate from Managing Director and Chief Financial Officer of the Company, pursuant to Listing Regulations, was placed before the Board.

- 9. Management Discussion and Analysis Report** - The Management Discussion and Analysis has been discussed in detail separately in this Annual Report.

**10. Disclosure regarding appointment or re-appointment of directors:**

- a) Mrs. Kavita Ahuja, Whole-Time Director, shall retire by rotation, being longest in the office, and being eligible, she offers herself for re-appointment.

# ANNUAL REPORT & ACCOUNTS 2023-2024

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- b) Re-appointment of Mr. Raj Chopra, Chairman & Managing Director, for a period of Five years starting from September 01, 2024
- c) Re-appointment of Mr. Kanwal Krishan Mehta, Whole-time Director, for a period of Five years starting from August 23, 2024
- d) Appointment of Mr. Nirbhay Mehta, Mr. Sandeep Murada and Mr. Siddhant Kapoor as Independent Directors

Brief resume of all the proposed appointee is enclosed with this Report.

## 11. Compliance Certificate from Statutory Auditors:

Certificate from Statutory Auditors confirming compliance with conditions of corporate governance as stipulated in Part C of Schedule V of Listing Regulations, is annexed to this report.

## 12. Shareholding of Directors: As on 31st March, 2024, details of shareholding of all the directors (i.e. Executive as well as Non-Executive Directors) are given below:

### i. Executive Directors:

Name of the Director	Number of Shares Held
Mr. Raj Chopra	Nil
Mrs. Kavita Ahuja	37,78,680
Mr. K. K. Mehta	Nil

### ii. Non – Executive Independent Directors:

Name of the Director	Number of Shares Held
Mr. Raman Seghal	Nil
Mr. R. C. Murada	Nil
Mr. Rohit Gogia	64,900

- 11. Other disclosures as required under Listing Regulations has been given at relevant places in the Annual Report.

## F MEANS OF COMMUNICATION

The Company normally publishes its quarterly / half yearly / yearly Unaudited/audited financial results in Business Standard / Financial Express / Jansatta (English & Hindi) newspapers. The Company also ensures that these Results are promptly and prominently displayed on the Company's website [www.competent-maruti.com](http://www.competent-maruti.com).

## G. INFORMATION TO SHAREHOLDERS

### 1. REGISTERED OFFICE

Competent House,  
F-14, Connaught Place,  
New Delhi – 110001  
Phone: +91 11 45700000

### 2. ANNUAL GENERAL MEETING

The date, time & venue of the forthcoming Annual General Meeting and the Book Closure dates are as per the Notice calling the Annual General Meeting.

**3. FINANCIAL CALENDER**

Financial Year starts from 1st April and ends at 31st March of succeeding year and tentative schedule for approval of the quarterly / half yearly / yearly financial results is given below:

<b>Particulars</b>	<b>Month (Tentative and subject to change)</b>
Un-audited Financial results for the 1st quarter ended June 30, 2024	August, 2024
Un-audited Financial results for the 2nd quarter and half year ending September 30, 2024	November, 2024
Un-audited Financial results for the 3rd quarter ending December 31, 2024	February, 2025
Audited Financial results for the last quarter and whole year ending March 31, 2025	May, 2025

**4. WEBSITE**

The Company's website is [www.competent-maruti.com](http://www.competent-maruti.com)

**5. DIVIDEND PAYMENT DATE**

Your Directors have recommended a dividend of Re. 1/- per equity share. The total amount to be paid to equity shareholders as dividend is Rs. 61.46 Lakh.

Dividend on equity shares as recommended by the Board of directors for the year ended 31st March, 2024, if approved at the forthcoming Annual General Meeting, will be paid within the specified time period.

Following table gives the dividend history of Company in the last three years:

<b>Year</b>	<b>Dividend (%)</b>
2022-2023	10
2021-2022	10
2020-2021	10

**6. LISTING ON STOCK EXCHANGE**

As on 31st March, 2024, the Company's shares are listed on BSE Limited and Scrip Code is **531041**.

**7. INTERNATIONAL SECURITIES IDENTIFICATION NUMBER (ISIN)**

ISIN is a unique identification number of traded scrip. This number has to be quoted in each transaction relating to the dematerialised equity shares of the company. The ISIN number of the shares of Competent Automobile Co. Ltd. is **INE823B01015**.

**8. ANNUAL LISTING FEE**

Annual Listing Fee for the financial year 2024-25 has been paid to the BSE Limited in advance. There are no arrears of listing fees with the said stock exchange till date.

**9. DISTRIBUTION OF SHAREHOLDING AS ON 31st MARCH, 2024**

Following tables give the data on shareholding according to types of shareholders and class of shareholders.

# ANNUAL REPORT & ACCOUNTS 2023-2024

## Distribution of the shareholdings according to type of shareholders

Particulars	31st March, 2024	
	No. of Shares	% (Holding)
<b>Promoter and Promoter Group</b>		
Individuals	46,04,305	74.92
<b>Total (A)</b>	<b>46,04,305</b>	<b>74.92</b>
<b>Public Shareholding</b>		
Bodies Corporate	2,19,081	3.56
NBFC	1,79,520	2.92
Individuals	10,11,823	16.46
Others (NRIs/HUF/Clearing Member / House/IEPF etc.)	1,31,271	2.14
<b>Total (B)</b>	<b>15,41,695</b>	<b>25.08</b>
<b>Grand Total (C=A+B)</b>	<b>61,46,000</b>	<b>100.00</b>

## Distribution of shareholding according to the number of shares (Without PAN Consolidation)

No. of Shares or Debentures	Number of Shareholders	% to Total Numbers	Share or Debenture Holding	% to Total Shareholding
1	2	3	4	5
Up To 500	3802	92.10	3117320.00	5.07
501 To 1000	158	3.83	1257200.00	2.05
1001 To 2000	73	1.77	1058060.00	1.72
2001 To 3000	29	0.70	730580.00	1.19
3001 To 4000	18	0.44	636360.00	1.04
4001 To 5000	10	0.24	450590.00	0.73
5001 To 10000	20	0.48	1354090.00	2.20
10000 and Above	18	0.44	52855800.00	86.00
<b>Total</b>	<b>4128</b>	<b>100.00</b>	<b>61460000.00</b>	<b>100.00</b>

## 10. MARKET PRICE DATA

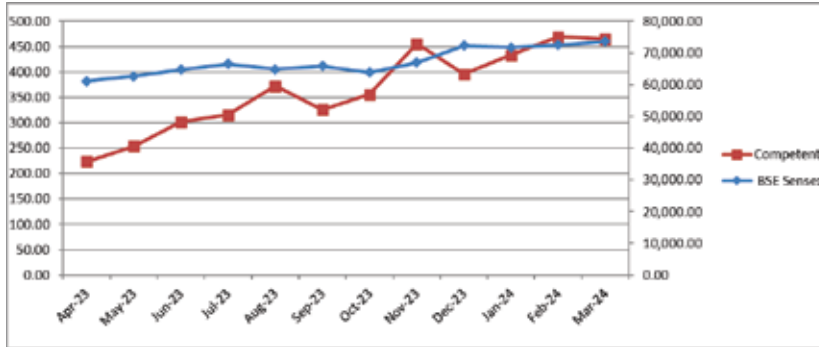
Monthly high and low prices of equity shares of the Company traded at the BSE Limited during financial year 2023-24 are given below:

Month	BSE	
	High (Rs.)	Low (Rs.)
Apr-23	228.95	199.50
May-23	258.30	214.00
Jun-23	310.00	233.50
Jul-23	350.00	273.05
Aug-23	388.90	301.00
Sep-23	384.50	323.50
Oct-23	368.00	311.05
Nov-23	459.65	347.50
Dec-23	474.35	385.00
Jan-24	474.00	395.05
Feb-24	524.40	415.05
Mar-24	489.90	422.00



## 11. SHARE PERFORMANCE IN COMPARISON TO BSE SENSEX

a. COMPANY'S SHARE PRICE (MONTHLY CLOSING PRICE) MOVEMENT VIS A VIS BSE SENSEX



## 12. DEMAT

Your Company's equity shares are compulsorily traded in dematerialisation form by all categories of investors. Equity shares of your Company are available for trading in the depository systems of both the Depositories viz. National Securities Depositories Limited (NSDL) and Central Depositories Service (India) Limited (CDSL).

As on 31st March, 2024, 97.91% (i.e. 60,17,800 equity shares) of the total paid-up equity share capital of the Company were held in demat form.

## 13. REGISTRAR AND SHARE TRANSFER AGENT AND SHARE TRANSFER SYSTEM

The Company has appointed a common Registrar & Share Transfer Agent i.e. Skyline Financial Services Private Limited to expedite the process of share transfer, transmission etc., and to attend all the necessary formalities of share transfer, transmission etc. at least thrice in a month. Their contact details are as follows:

Skyline Financial Services Private Limited  
Unit: M/s Competent Automobiles Co. Limited  
D-153/A, 1st Floor, Okhla Industrial Area, Phase-I,  
New Delhi – 110020  
Ph: +91 11 40450193 to 97  
Contact Person: Mr. Virender Rana  
Email: admin@skylinerta.com

## 14. OUTSTANDING STOCK OPTIONS

There are no outstanding GDRs / ADRs / Warrants / Convertible Instruments as on 31st March, 2024.

## 15. PLANT LOCATIONS

The addresses of the Company's units are mentioned at the first page of this Annual Report.

## 16. ADDRESS FOR CORRESPONDENCE:

i. **Investors' Correspondence** may be addressed to the following:

The Company Secretary,  
Competent Automobiles Co. Limited,  
"Competent House",  
F-14, Connaught Place, New Delhi 110001  
Email: cs@competent-maruti.com

**OR**

to the Registrar and Share Transfer Agent i.e. : Skyline Financial Services Private Limited as stated at point no.-13.



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PURSUANT TO THE REQUIREMENTS OF THE LISTING AGREEMENT WITH THE STOCK EXCHANGE, ON CORPORATE GOVERNANCE, THE INFORMATION REQUIRED TO BE GIVEN, IN CASE OF THE APPOINTMENT OF A NEW DIRECTOR OR RE-APPOINTMENT OF A DIRECTOR, IS GIVEN AS FOLLOWS:

Name	Raj Chopra	Kavita Ahuja	K. K. Mehta	Sandeep Murada	Nirbhay Mehta	Siddhant Kapoor
<b>DIN</b>	00036705	00036803	00036902	03091840	10757500	10763286
<b>Age</b>	80	52	79	51	29	31
<b>Brief resume and nature of expertise in specific functional areas, Skills and Capabilities</b>	Pioneer in the field of Construction, Automobiles, Hospitality & Entertainment Industry	Experience of approx. 35 years in Automobiles Industry	Expert in running day to day operation in automobiles industry	Expert in day to day operations of business	Expert in field of Law and Governance	Expert in the field of Business Management and Brand Building.
<b>Date of first appointment on the Board</b>	11.04.1985	01.04.1991	15.03.1999	To be appointed in 39th AGM		
<b>Directorships held in listed entities, other public companies and private companies Memberships/ Chairmanships of committees across all companies</b>	- Competent Films Pvt. Limited -Competent Leasing Pvt. Limited - Competent Builders Pvt. Limited - Competent International Resorts & Hotels Limited - Competent International Tradex Co. Pvt. Limited - Competent Infrapromoters Pvt. Limited - Competent Wellness Ventures Pvt. Limited - CompetentCar Care Pvt. Limited - Raj Chopra & Company Pvt. Limited - Belvedere Hotels Pvt. Limited - Servensure Properties Pvt. Ltd. - Servensure Builders Pvt. Ltd.	- Raj Chopra & Co. Pvt. Ltd. - Competent International Resorts & Hotels Ltd. - Competent Wellness Ventures Pvt. Ltd. - Competent Car Care Pvt. Ltd. - Servensure Properties Pvt. Ltd. Member – Audit Committee & CSR Committee	NIL	- Cafe Totaram Private Limited	NIL	NIL
<b>Directorships held in listed entities from which the person has resigned in the past three years</b>	NIL	NIL	NIL	NIL	NIL	NIL
<b>Number of Equity Shares held in the Company</b>	NIL	37,78,680 (61.48%)	NIL	NIL	NIL	NIL
<b>Relationship between Directors and other KMPs inter-se</b>	Father of Kavita Ahuja	Daughter of Raj Chopra	Brother-in-law of Raj Chopra	None	None	None



## COMPETENT AUTOMOBILES CO. LTD.

<b>Number of meetings of the Board Meeting attended during the year</b>	3	3	3	N.A.	N.A.	N.A.
<b>Remuneration (including sitting fees, if any) last drawn</b>	Rs. 1.42 Crores (including commission)	Rs. 1.36 Crores (including commission)	Rs. 12 Lacs	NIL	NIL	NIL
<b>Remuneration proposed to be paid</b>	As per the details provided under the resolution and explanatory statement for Item no. 4	N.A.	As per the details provided under the resolution and explanatory statement for Item no. 5	Remuneration as may be approved by the Board from time to time, in accordance with the provisions of the Companies Act, 2013 and other applicable Laws		
<b>Terms and conditions of Appointment</b>	As per the details provided under the resolution and explanatory statement for Item no. 4	N.A.	As per the details provided under the resolution and explanatory statement for Item no. 5	As per the details provided under the resolution and explanatory statement for Item no. 6, 7 & 8		

\* For this purpose, Membership(s) / Chairmanship(s) of only the Audit Committee and Stakeholders' Relationship Committee of all Public Limited Companies have been considered.

# ANNUAL REPORT & ACCOUNTS 2023-2024

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Annexure B

## AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of M/s Competent Automobiles Co. Limited

1. We have examined the compliance of regulations of Corporate Governance by Competent Automobiles Co. Limited for the year ended March 31, 2024, as stipulated in regulations Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").
2. The compliance of regulations of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the regulations of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
3. 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.
4. 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 Dinesh Mehta & Co.,  
Firm Registration No.- 000220N  
Chartered Accountants**

**Anup Mehta  
Partner  
Membership No. - 093133  
UDIN:24093133BKBHYC7336**

**Place: New Delhi  
Date: 09-08-2024**

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## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

### OVERALL VIEW

The domestic automotive industry recorded robust growth trends across segments in FY2023, aided by a low base, recovery in economic activities, and increased mobility. Following a period of robust growth and a relatively healthy base across automotive segments, the pace of growth has moderated in FY2024, and the trend is expected to continue in FY2025 as well.

Aided by a preference for personal mobility and stable semiconductor supplies, passenger vehicle (PV) industry volumes are estimated to reach an all-time high of 4.1 million units in FY2024 (representing a growth of 6-9% over FY2023). Even as the underlying demand drivers remain supportive, the volume growth for the segment is likely to moderate to 3-6% (from an elevated base). Lower growth expectation for next year partly stems from a high base and, to some extent, by waning pent-up replacement demand, which supported the industry over the past couple of years.

Federation of Automobile Dealers Associations (FADA), the auto retail body noted that with a notable decline in consumer sentiment among urban Indians, as reported by the Centre for Monitoring Indian Economy (CMIE), the automotive sector faces a nuanced challenge.

This downturn, characterised by a restraint in discretionary spending within urban income brackets, adds a layer of complexity to the industry's landscape. In this scenario, the decision of the MPC of the RBI to keep lending rates unchanged at 6.5% would continue to badly impact the retail sales of all vehicles, especially entry level vehicles as these buyers are extremely price sensitive. Given the continued inflationary trend without any relief in finance rates, these prospective buyers may continue to hesitate.

The industry's adaptability is further tested by improved supply dynamics and an increasing bend towards electric mobility, alongside enticing financing options, all poised to mitigate the effects of the current economic sentiment and electoral caution.

The automotive sector's resilience is thus spotlighted, with concerted efforts to tackle these challenges through innovation and strategic market engagement. As it navigates through a period marked by careful optimism, the sector is positioned for a cautious yet hopeful trajectory towards recovery. The strategic foresight and adaptability demonstrated by the industry promise a pathway to resilience and sustained growth, even as it confronts evolving market conditions.

Heading into FY2025, the Indian auto industry is poised for growth amidst a mix of optimism and challenges. The excitement around new product launches, particularly electric vehicles, sets a forward-looking tone. Manufacturers are gearing up with better supply chains and an array of models to meet diverse consumer demands. Economic and financing schemes to boost sales. However, it faces challenges like high base in PV segment and intense competition. The focus is on overcoming these hurdles with innovation and strategic market engagement, aiming for a balanced growth across all the segments. As FY2025 unfolds, the Indian auto industry is navigating through evolving market demands and economic conditions, leveraging its strengths for sustainable growth and a wider reach.

### INDUSTRY OVERVIEW, STRUCTURE AND DEVELOPMENT

The automobile sector is one of the key segments of the economy having extensive forward and backward linkages with other key segments of the economy. The Indian automobile industry comprises of a number of Indian-origin and multinational players, with varying degree of presence in different segments.

Automobile dealer Industry plays the vital role of link between the manufacturer of the automobile and the consumer. With large inventories of cars, dealers provide consumers with a wide array of vehicles to meet their needs at different price points.

The sales of most of automobiles today are subject to changing consumer tastes, the popularity of the manufacturer's vehicle models, and the intensity of competition with other dealers. Along with the sale of the car, most dealers also sell additional automobile-related services to potential buyers. These services include extended warranties, undercoating, insurance, and financing. After-market sales departments sell these services and other merchandise after vehicle salespersons have closed a deal. Sales of these packages greatly increase the revenue generated for each vehicle sold.

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Performing repair work on vehicles is another profitable service provided in this industry. Service departments at motor vehicle dealers provide repair services and sell accessories and replacement parts. The work of the service department has a major influence on customers' satisfaction and willingness to purchase future vehicles from the dealer.

**Industry Structure:** The automobile dealer industry is comprised of two segments. New car dealers, often called franchised dealers, primarily sell new cars, sport utility vehicles (SUVs), and passenger and commercial vehicles. These franchised dealers sell vehicles manufactured by a particular company, which may include several brands. Used car dealers comprise the other segment of the industry, and are sometimes referred to as independent dealers. These dealers sell a variety of vehicles that have been previously owned or formerly rented and leased. Improvements in technology have increased the durability and longevity of new cars, raising the number of high-quality used cars that are available for sale. Used car dealers by definition do not sell new cars, but most new car dealers do sell some used cars.

## Developments

Demand for Electric Vehicles (EV) are on the rise. The Current Market Share of EVs in India's Automotive sector is standing at 0.7%, however, by 2027, this figure is set to reach at 3.8%.

Further, the availability and adoption of advanced technology solutions is driving the majority of the underlying trends in the auto industry. Connected cars, sensors, electrification, and new business models (including mobility-as-a-service) all take advantage of advanced technology solutions. That's where industry experts say the automotive industry needs to focus going forward. The entire industry, from suppliers to automakers, is challenged to keep existing operations profitable, while simultaneously building out capacity to tackle these new innovations.

Companies must find the right balance between continuity of a stable and profitable business, while at the same time lead the way in disrupting their own business models.

While many automakers and suppliers learned from the past to help them survive recent disruptions and make their existing operations more efficient, some industry leaders say that flexibility and innovation will be critical when it comes to the unique challenges facing the future direction of the automotive industry.

Automotive companies need to innovate and develop solutions quickly in order to react fast to changing customer demands and market opportunities. In a digital world, innovation must become an integral part of each department and discipline, so the entire enterprise contributes to generating top-line, bottom-line, and green-line improvements.

Historically, the Indian Passenger Car Market has been skewed towards small passenger cars. However, there is a structural change taking place in the industry with demand for SUVs taking over the passenger car. This shift is paving a way towards new avenues of the growth and will result in a more profitable growth for the sector.

In an effort to achieve greater financial and operational efficiency and flexibility in the automobile dealer industry, greater emphasis is being placed on after sale services, such as vehicle maintenance and repair, at both new and used car dealers. These services remain less susceptible to economic downturns. They are also part of an effort to enhance customer loyalty and overall customer service.

The increased use of the Internet to market, new and used cars has also had a significant impact on automobile dealers. Through the Internet, consumers can easily access vehicle reviews, view pictures of vehicles and compare models, features, and prices. Many websites allow consumers to research insurance, financing, leasing and warranty options. As a result, consumers are generally better informed and spend less time meeting with salespersons.

Moreover, sales of automobiles on digital platforms, integration of wireless technology in cars, and entry of connected and autopilot-enabled vehicles in the market are some of the factors that are going to fuel the growth of the automotive industry.

## OPPORTUNITIES AND THREATS

### Opportunities

India being one of the largest automobile markets in the world, has a bright future because of several factors like rising of living Standards, strong Research & development advancement, shifting of manufacturing hub to India, Growing teenage

drivers, overall growth of other industries, infrastructure development and the improved road infrastructure. This along with rising disposable income, aspirations for a better lifestyle and a slew of new product launches lined up by companies would aid overall increase in sales volumes. The Company, with its wide portfolio is expected to benefit from the same.

### **Threats**

Affordability is the most important demand driver in India, the domestic car market has until now been segmented on the basis of vehicle price. Price based competition also takes place in a continuum than in segments since nearly all the models are launched in multiple versions at different price points. As a result higher end variant compete with lower-end-variant of a car in a segment above it.

Government are enforcing strict rules relating to pollution, safety, and other aspects on the vehicle sector. These regulations can significantly raise the costs of vehicle manufacturing because companies may need to invest in new technologies or processes to comply with such laws.

Also, the growing popularity of ride-sharing services such as Uber has reduced car ownership and demand for new vehicles. This trend is expected to continue, especially in urban areas with easy access to public transportation and ride-sharing services, which may result in lower vehicle demand.

Consumer confidence, interest rates, and employment levels are all highly dependent on macro and microeconomic factors in the automobile industry. Consumers may be more cautious about spending money on large-ticket items such as cars during economic downturns.

Further, intensity of competition has increased in almost all the segments of the Indian automobile dealers market whether it's a competition for sales of cars from dealers of same brand or of competing brands or competition in after-sales service business from other dealers of same brand or from organised (branded) franchised service network or from unorganised local garages.

Moreover, in the automobile dealer industry, vehicles cannot be kept in the store for long unlike consumer durables, as automobiles lose value with time. The model gets old and the customer would not be willing to pay for it. The damage due to handling, if they are in the showroom or warehouse for too long, is another factor.

Other factors like affordability, innovation, infrastructure facilities and price of fuel, stringent emission norms and safety regulations and interest rates affect the demand for automobiles to a larger extent. These factors and challenges always keep the automakers and dealers on their toes.

### **OUTLOOK**

The automotive industry in India is set to expand at a compound annual growth rate (CAGR) of 11.3% till 2027. This growth will most likely occur due to factors like rising disposable income, wide availability of credit and financing options, and growth of population. The management of the Company believes the long term outlook for the automobile industry is bright and robust, though outlook for the Indian auto industry in near term is expected to remain stable growth.

### **RISKS AND CONCERNS**

Indian car industry is one of the most promising industries across the globe. It has gradually strengthened its foothold in the international area as well. The country is dealing with many car manufacturers, dealers, and associations in various countries including U.S. From some countries, India imports cars and car components and to some India exports.

Though India has witnessed a growing customer base, it has not inoculated them from the global crisis. The crippling liquidity and high interest rates have slowed down the vehicle demand.

Rising Input costs of commodities, availability of credit and affordable interest rates are important facilitators for automobile sales. The uncertain exchange rates and a sudden increase in dollar value against Indian rupee have contributed to slowdown. Increasing Dollar value has raised the landed cost of imported machine, tools and even raw materials required for production.

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In addition, rising cost of dealership operations, limited availability of trained and untrained manpower, increasing labour and wage rates, prospects of accelerated career growth and better training & development opportunities have kept the margins of dealership operations under immense pressure.

Intensity of competition has increased in almost all the segments of the Indian automotive market due to entry of new players and appointment of new dealers by Maruti. Launch of new models by different players have also increased market competition. This increasing level of competition would also translate into higher selling and distribution costs. The Company is aware of the increasing competition and is taking measures to remain competitive in the market place.

## **SEGMENT WISE BUSINESS PERFORMANCE**

Competent Automobiles Co. Ltd. is mainly in the business of trading and servicing of Maruti Suzuki vehicles. The Company operates in two segments, namely, Showroom and Services & Spares. The Showroom segment deals with purchase and sales of vehicles manufactured by Maruti Suzuki India Limited. The Service and Spares segment includes servicing of Maruti vehicles and sale of their spare parts. For Segment wise business performance of the Company, please refer to note no. 39 in the notes to financial statement forming part of the annual accounts.

## **OPERATIONAL & FINANCIAL PERFORMANCE**

The details of the operational & financial performance are appearing in the financial statements separately. For highlights, please refer to Directors' Report forming a part of this Annual Report.

## **HUMAN RESOURCES/ INDUSTRIAL RELATIONS**

During the year, the Company has taken several initiatives to further strengthen its human resource base to meet its current & future growth plans. There was unity of purpose among the employees to continuously strive for all round improvements in work practices & productivity. Industrial relations were cordial throughout the year at all locations. As on 31st March, 2024, there were 1801 employees on the payroll of the Company.

## **INTERNAL CONTROL SYSTEMS & THEIR ADEQUACY**

The Company has proper and adequate systems of internal control in order to ensure that assets are safeguarded and transactions are duly authorized, recorded and reported correctly.

Internal Audit function is looked after by team of in house Internal Auditor appointed by the Company, who conduct regular audit at all units/locations. Both the statutory as well as Internal Auditors independently evaluate the adequacy of internal control system. Based on the audit observations & suggestions, follow up & remedial measures are being taken on a regular basis.

## **CAUTIONARY STATEMENT**

Certain statements in the Management Discussion & Analysis describing the company's views about the Industry's expectations/predictions, objectives etc. may be forward looking within the applicable laws and regulations. Actual results may differ materially from those expressed in the statements. Company's operations may be affected with the demand and supply situations, input prices and their availability, changes in Government regulations, tax laws and other factors such as industrial relations and economic developments etc. Investors should bear the above, in mind.

## **KEY FINANCIAL RATIOS**

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



## COMPETENT AUTOMOBILES CO. LTD.

<b>Ratios</b>	<b>2023-24</b>	<b>2022-23</b>	<b>Remarks</b>
Debtors Turnover Ratio	39.31	34.66	No Significant Change
Inventory Turnover Ratio	12.75	17.04	Due to increase in inventory holding period
Interest Coverage Ratio	2.70	3.09	No Significant Change
Current Ratio	1.24	1.26	No Significant Change
Debt Equity Ratio	0.94	0.73	Increase in Debt due to higher vehicle stock
Operating Ratio	2.94	2.90	No Significant Change
Net Profit Ratio	1.30	1.43	No Significant Change
Return on Net Worth	8.88	8.51	No Significant Change



## CORPORATE SOCIAL RESPONSIBILITY POLICY

### **PHILOSOPHY:**

Competent Automobiles Co. Ltd. (CACL) is committed to social development and empowerment. CACL views Corporate Social Responsibility as a way of conducting business which enables creation and distribution of wealth for the betterment of local populace, its stakeholders and society at large, through implementation and integration of ethical systems and sustainable management practices.

We appreciate the importance of working for the inclusive growth of the society. Through various socially relevant initiatives we strive to create a positive impact on the society. Efficient implementation of such interventions, which involve different partners for various activities, requires a robust process to maximize the intended impact.

Through CSR our focus shall be on addressing social, environmental and economic needs of the marginalized/underprivileged section of the society and creating Social Capital.

### **Purpose:**

The key purpose of this policy is to:

- Define what CSR means to us and the approach adopted to achieve our Good & Green goals
- Define the kind of projects that will come under the ambit of CSR
- Identify broad areas of intervention in which the company will undertake projects
- Serve as a guiding document to help execute and monitor CSR projects
- Elucidate criteria for partner implementation agencies
- Explain the manner in which the surpluses from CSR projects will be treated

### **CSR committee:**

CACL will have a Board Level Sub-Committee herein after referred to as CSR Committee consisting of three or more Directors out of which at least one shall be an independent director.

### **The role/responsibilities of the CSR Committee include:**

1. Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in Schedule VII of the Companies Act, 2013.
2. Recommend the amount of budgeted expenditure to be incurred on the activities referred to in clause (1) above.
3. Monitor the Corporate Social Responsibility Policy of the company from time to time
4. Institute a transparent monitoring mechanism for implementation of the CSR projects/programs/activities
5. Monitor implementation of CSR activities on quarterly basis.

### **CSR Committee Members:**

- a) Mrs. Kavita Ahuja
- b) Mr. R. C. Murada
- c) Mr. Rohit Gogia



**CSR Focus Area Projects/Programs/Activities:**

CACL's CSR focus area is inspired by the vision of our Chairman, Mr. Raj Chopra, for development of various section of society.

- a) Old Age Homes
- b) Education of children, women and weaker section of society
- c) Health Care
- d) Development of Sports
- e) Any other activities as permissible under law as CSR activity

Apart from above, the Company intends to contribute to various programs for rural development, scientific & Prime Minister Relief Fund.

**CSR Budget:**

In alignment with The Companies Act, 2013 the Company shall earmark as CSR Budget, at least 2% of the average of net profits of the company made during the three immediately preceding financial years.

**Treatment of Surpluses:**

Any surplus generated from CSR projects undertaken by us will be tracked and channelized into our CSR corpus. These funds will be further used in development of the CSR projects and will not be added to the normal business profits.

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Annexure - II

## Annual Report on Corporate Social Responsibility Activities [Pursuant to Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014]

### 1. Brief outline on CSR Policy of the Company.

The Company is committed to social development and empowerment. The company views CSR as a way of conducting business which enables creation and distribution of wealth for the betterment of local populace, its stakeholders and society at large, through implementation and integration of ethical systems and sustainable management practices.

During the period under review, the company had made contribution to Akashiganga Foundation, for Plantation and Prevention of Environment Pollution.

The CSR policy available at web link: <https://competent-maruti.com/policies>

### 2. Composition of CSR Committee:

Sr. 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	R C Murada	Independent Director and Chairman - CSR Committee	4	4
2	Rohit Gogia	Independent Director and Committee Member	4	4
3	Kavita Ahuja	Whole-Time Director and Committee Member	4	4

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:- [www.competent-maruti.com](http://www.competent-maruti.com)
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report):- NA
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:- NIL
6. Average net profit of the company as per section 135(5) (Amt. in Lacs):- Rs. 2,990.56/-
  - (a) Two percent of average net profit of the company as per section 135(5) (Amt. in Lacs):- Rs. 59.81
  - (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. 59.81

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

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		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
60,00,000	-	-	-	-	-

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

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year:



## COMPETENT AUTOMOBILES CO. LTD.

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sr. 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 for the project (in Rs.)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency.	
				State	District			Name	CSR registration number
1.	Child Literacy with Mid-day Meals	Item No. ii	Yes	Delhi/NCR	Delhi/NCR	60,00,000	No	Manav Kalyan Foundation	CSR00007224
	<b>Total</b>					<b>60,00,000</b>			

(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):- NIL

(g) Excess amount for set off, if any

Sr. No.	Particular	Amount (in Lacs)
(i)	Two percent of average net profit of the company as per section 135(5)*	59.81
(ii)	Total amount spent for the Financial Year	60.00
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.19
(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)]	0.19

\*Please refer to point 6 above

9. (a) Details of Unspent CSR amount for the preceding three financial years: please refer to point 7 above  
 (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL
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):- NA  
 (b) Amount of CSR spent for creation or acquisition of capital asset:- NA  
 (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc:- NA  
 (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):- NA
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):- NA

**By Order of the Board  
For Competent Automobiles Co. Limited**

**R C Murada  
Chairman - CSR Committee**

**Raj Chopra  
Chairman & Managing Director**

## NOMINATION AND REMUNERATION POLICY

### Introduction:

This policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Committee and approved by the Board of Directors.

### Objectives of the Committee:

#### The Committee shall:

- i) Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the remuneration of Directors, Key Managerial Personnel and other employees;
- ii) Formulation of criteria for evaluation of Independent Director and the Board;
- iii) Devising a policy on Board diversity;
- iv) Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy;
- v) Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.

**Effective Date:** The following policy has been formulated by the Nomination and Remuneration Committee and adopted by the Board of Directors at its meeting held on 12.08.2014. This policy shall be operational with immediate effect.

### Definitions:

- **“Board”**:-Board means Board of Directors of the Company.
- **“Director”**:-Directors means Directors of the Company.
- **“Committee”**:-Committee means Nomination and Remuneration Committee of the Company as constituted or reconstituted by the Board, from time to time.
- **“Company”**:- Company means Competent Automobiles Co. Limited.
- **“Independent Director”**:- As provided under the Companies Act, 2013 and Listing Regulation, ‘Independent director’ shall mean a non-executive director, other than a nominee director of the company:
  - a. who, in the opinion of the Board, is a person of integrity and possesses relevant expertise and experience;
  - b. (i) who is or was not a promoter of the company or its holding, subsidiary or associate company;  
(ii) who is not related to promoters or directors in the company, its holding, subsidiary or associate company;
  - c. apart from receiving director's remuneration, has or had no pecuniary relationship with the company, its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial year;
  - d. none of whose relatives has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two per cent. or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
  - e. who, neither himself nor any of his relatives —
    - i. holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed;
    - ii. is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed, of —



- a. a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
  - b. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;
  - iii. holds together with his relatives two per cent or more of the total voting power of the company; or
  - iv. is a Chief Executive or director, by whatever name called, of any non-profit organization that receives twenty-five per cent or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the company;
  - v. is a material supplier, service provider or customer or a lessor or lessee of the company;
  - vi. who is not less than 21 years of age.
- **“Key Managerial Personnel”:- Key Managerial Personnel (KMP) means-**
    - (i) Managing Director, or Chief Executive Officer or manager and in their absence, a whole-time director;
    - (ii) Company Secretary; and
    - (iii) Chief Financial Officer
  - **“Senior Management”:-** The expression “senior management” means personnel of the company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors, including the functional heads.

Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

### **Applicability:-**

The Policy is applicable to

- Directors (Executive and Non-Executive)
- Key Managerial Personnel
- Senior Management Personnel

### **Constitution of the Nomination and Remuneration Committee:**

The Board has the power to constitute/ reconstitute the Committee from time to time in order to make it consistent with the Company’s policy and applicable statutory requirement.

### **General Appointment Criteria:**

- i) The Committee shall consider the ethical standards of integrity and probity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and accordingly recommend to the Board his / her appointment.
- ii) The Company should ensure that the person so appointed as Director/ Independent Director/ KMP/ Senior Management Personnel shall not be disqualified under the Companies Act, 2013, rules made thereunder, Listing Agreement or any other enactment for the time being in force.
- iii) The Director/ Independent Director/ KMP/ Senior Management Personnel shall be appointed as per the procedure laid down under the provisions of the Companies Act, 2013, rules made thereunder, Listing Agreement or any other enactment for the time being in force.

### **Additional Criteria for Appointment of Independent Directors:**

The Committee shall consider qualifications for Independent Directors as mentioned in herein earlier under the head

# ANNUAL REPORT & ACCOUNTS 2023-2024

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'Definitions' and also their appointment shall be governed as per the provisions of Listing Regulation (as amended from time to time) and Companies Act, 2013.

## **Term / Tenure:**

The Term / Tenure of the Directors shall be governed as per provisions of the Companies Act, 2013 and rules made thereunder as amended from time to time.

## **Removal:**

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations or any other reasonable ground, the Committee may recommend to the Board for removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

## **Criteria for Evaluation of Independent Director and the Board:**

Following are the Criteria for evaluation of performance of Independent Directors and the Board:

### **1. Executive Directors:**

The Executive Directors shall be evaluated on the basis of targets / Criteria given to Executive Directors by the board from time to time

### **2. Non - Executive Director/Independent Director:**

The Non - Executive Director/Independent Director shall be evaluated on the basis of the following criteria i.e. whether they:

- a) act objectively and constructively while exercising their duties;
- b) exercise their responsibilities in a bona fide manner in the interest of the company;
- c) devote sufficient time and attention to their professional obligations for informed and balanced decision making;
- d) do not abuse their position to the detriment of the company or its shareholders or for the purpose of gaining direct or indirect personal advantage or advantage for any associated person;
- e) refrain from any action that would lead to loss of his independence
- f) inform the Board immediately when they lose their independence,
- g) assist the company in implementing the best corporate governance practices.
- h) strive to attend all meetings of the Board of Directors and the Committees;
- i) participate constructively and actively in the committees of the Board in which they are chairpersons or members;
- j) strive to attend the general meetings of the company;
- k) keep themselves well informed about the company and the external environment in which it operates;
- l) do not to unfairly obstruct the functioning of an otherwise proper Board or Committee of the Board;
- m) moderate and arbitrate in the interest of the company as a whole, in situations of conflict between management and shareholder's interest.
- n) abide by Company's Memorandum and Articles of Association, company's policies and procedures including code of conduct, insider trading guidelines etc.

### **Policy on Board diversity:**

The Board of Directors shall have the optimum combination of Directors from the different areas / fields like production, Management, Quality Assurance, Finance, Sales and Marketing, Supply chain, Research and Development , Human Resources etc. or as may be considered appropriate.



The Board shall have at least one Board member who has accounting or related financial management expertise and at least three members who are financially literate.

## **Remuneration:**

The Committee will recommend the remuneration to be paid to the Managing Director, Whole-time Director, KMP and Senior Management Personnel to the Board for their approval.

The level and composition of remuneration so determined by the Committee shall be reasonable and sufficient to attract, retain and motivate directors, Key Managerial Personnel and Senior Management of the quality required to run the company successfully. The relationship of remuneration to performance should be clear and meet appropriate performance benchmarks. The remuneration should also involve a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals:

### **1. Director/ Managing Director**

Besides the above Criteria, the Remuneration/ compensation/ commission etc. to be paid to Director/ Managing Director etc. shall be governed as per provisions of the Companies Act, 2013 and rules made thereunder or any other enactment for the time being in force.

### **2. Non-executive Independent Directors**

The Non-Executive Independent Director may receive remuneration by way of sitting fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made thereunder or any other enactment for the time being in force.

### **3. KMPs / Senior Management Personnel etc.**

The Remuneration to be paid to KMPs/ Senior Management Personnel shall be based on the experience, qualification and expertise of the related personnel and governed by the limits, if any prescribed under the Companies Act, 2013 and rules made thereunder or any other enactment for the time being in force.

### **4. Directors and Officers' Insurance**

Where any insurance is taken by the Company on behalf of its Directors, KMPs/ Senior Management Personnel etc. 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.



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Annexure G

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2024**

[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,

**Competent Automobiles Company Limited**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to Good Corporate practices by Competent Automobiles Company Limited, (hereinafter called 'the Company'). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended March 31, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended March 31, 2024, according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the regulations and bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('the 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 (Share Based Employee Benefits) Regulations, 2014;
  - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - 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;
  - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
  - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;and
  - i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI LODR Regulations').
- (vi) As informed by the management of the Company based on its sector/ industry there are no specific laws applicable to the Company.



We further report that in our opinion adequate systems and processes exist in the Company to monitor and ensure required compliance with the applicable labour laws and other general laws.

We have also examined compliance with the applicable clauses of the Secretarial Standards with regard to Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) 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 to the extent they were applicable.

**We further report that**

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all Directors to schedule the Board Meetings and agenda and detailed notes on agenda were sent adequately 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.
- As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous in all cases and no dissenting views have been recorded.
- Based on the review of compliance mechanism established by the Company, we are of the opinion that there are adequate systems and processes in the Company commensurate with its size and operations to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We 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.

**For P. P. AGARWAL & CO.  
Company Secretaries**

**Pramod Prasad Agarwal  
Proprietor  
M. No. F4955, C.P. No. 10566  
P. R.C. No. 1241/2021  
UDIN:F004955F000939834**

**Place: New Delhi  
Date: 09-08-2024**

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

# **ANNUAL REPORT & ACCOUNTS 2023-2024**

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**Annexure -A**

To,

The Members,

**Competent Automobiles Company Limited**

Our Secretarial Audit Report for the financial year ended March 31, 2024 of even date is to be read along with this letter:

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

**For P. P. AGARWAL & CO.  
Company Secretaries**

**Pramod Prasad Agarwal  
Proprietor  
M. No. F4955, C.P. No.10566  
P. R.C. No. 1241/2021  
UDIN: F004955F000939834**

**Place: New Delhi  
Date: 09-08-2024**



# COMPETENT AUTOMOBILES CO. LTD.

Annexure J

**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  
Competent Automobiles Company Limited

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Competent Automobiles Company Limited (hereinafter referred 'the Company') having CIN: L34102DL1985PLC020668 and having registered office at F-14, Connaught Place, New Delhi- 110001 produced before us 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 our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal ([www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its Directors, we hereby certify that none of the Directors on the Board of the Company as stated below for the financial year ending on 31st March, 2024 have been debarred or disqualified from being appointed or continuing as Directors of the company by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority:

S.No.	Name of Director	DIN	Date of appointment in Company
1.	Raj Chopra	00036705	11-04-1985
2.	Kavita Ahuja	00036803	01-04-1991
3.	Kanwal Krishan Mehta	00036902	15-03-1999
4.	Rohit Gogia	00148977	31-10-2011
5.	Ramesh Chander Murada	01157406	02-11-2006
6.	Raman Sehgal	08535351	04-09-2019

Ensuring the eligibility of the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on the basis of our 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 P. P. AGARWAL & CO.**  
**Company Secretaries**

**Pramod Prasad Agarwal**  
**Proprietor**  
**M. No. F4955, C.P. No. 10566**  
**P. R.C. No. 1241/2021**  
**UDIN:F004955F000939911**

**Place: New Delhi**  
**Date: 09-08-2024**

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## INDEPENDENT AUDITOR'S REPORT

To the Members of

**Competent Automobiles Co. Ltd.**

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

### Opinion

We have audited the Standalone financial statements of **Competent Automobiles Co. Ltd.** ("the Company"), which comprise the balance sheet as at 31st March 2024, and the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, its profit, statement of changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Key Audit Matters

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

Key Audit Matter	How our audit addressed the Key Audit Matter
<p><b>Adequacy and completeness of disclosures of Related Party Transactions</b></p> <p>Refer Note 39 to the accompanying standalone financial statements as at March 31, 2024 for the disclosure of related parties and transactions with them.</p> <p>The Company has related party transactions which include among others, sale/purchase of goods to its subsidiary and other related parties. This area was significant to our audit due to the following reasons:</p> <ul style="list-style-type: none"><li>- the significance of transactions with related parties including its wholly owned subsidiary during the year ended March 31, 2024; and</li></ul>	<p>Our procedures included the following steps:</p> <ul style="list-style-type: none"><li>✓ Obtaining an understanding of the Company's policies and procedures in respect of identification of related parties and transactions with them. We also traced the related parties from declaration given by directors, wherever applicable.</li><li>✓ Read the minutes of the meetings of Board of Directors and Audit Committee and verified that the transactions are approved in accordance with internal procedures and the applicable regulations to the Company.</li><li>✓ Tested on a sample basis the arrangements between the related parties along with supporting documents to evaluate the management's assertions that the transactions were at arm's length and in the ordinary course of business. Evaluated and tested on a sample basis the rights and obligations of the related</li></ul>



<p>- related party transactions are subject to compliance requirement under the Companies Act, 2013 and SEBI (listing and Obligation Disclosure Requirement) 2015.</p>	<p>✓ parties and assessed whether the transactions were recorded appropriately and disclosed in accordance with IND AS 24, Companies Act, 2013 and SEBI (LODR), 2015.</p> <p>✓ Wherever appropriate, our substantive work was supplemented by controls testing work which encompassed understanding, evaluating and testing key controls in respect of Related Party Transactions. Our procedures as mentioned above did not identify any findings that are significant for the financial statements as whole in respect of accounting, presentation and disclosure of Related Party Transactions.</p>
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**Information other than the financial statements and auditors’ report thereon**

The Company’s Board of Directors & Management are 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 Annexures 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 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.

**Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company’s Board of Directors & Management are responsible for the matters stated in section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

**Auditor’s Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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

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will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the '**Annexure - A**', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, 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 financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure - B'.
- g) With respect to the matter to be included in the Auditor's Report under section 197(16), In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, as required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. (a) The management has represented that, to the best of it's 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 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 ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
(b) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the 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 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 such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.
  - v. The dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013.
  - vi. Based on our examination, which included test checks, the Company has used accounting software for



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maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 01, 2023 reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024

**For, Dinesh Mehta & Co**  
**Chartered Accountants**  
**Firm Regn. No. – 000220-N**

**Anup Mehta**  
**Partner**  
**M.No. – 093133**  
**UDIN – 24093133BKBHVM5815**

**Place – New Delhi**  
**Dated – May 30th, 2024**



**The Annexure referred to in paragraph 1 of Our Report on “Other Legal and Regulatory Requirements”.**

**We report that:**

- (i) (a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;  
(B) The company is maintaining proper records showing full particulars of intangible assets;
- (b) As explained to us, Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification;
- (c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company.
- (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.
- (b) The company has been sanctioned during the year, working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of inventories and returns/ statements filed on quarterly basis are in agreement of books of accounts.
- (iii) As per information and explanation given to us, the Company has not made Investment in, provide any guarantee or security or granted any loan or advances in the nature of Loans, Secured or Unsecured to Companies, Firms, Limited Partnerships or any other party. Accordingly, clause 3(iii)(a),3(iii)(b), 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanation given to us, the Company has complied with the provision of section 185 and 186 of the Act, with respect to the loan and investment, guarantee and securities.
- (v) As per information and explanation given to us, the company has not accepted any deposits and accordingly directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provision of Act, and the Rules framed thereunder could not apply. Accordingly, para 3(v) of the order is not applicable.
- (vi) As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act. Accordingly, para 3(vi) of the order is not applicable.
- (vii) (a) According to the records made available to us, company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2024 for a period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us, there are no statutory dues which have not been deposited with the appropriate authority on account of any dispute.

## ANNUAL REPORT & ACCOUNTS 2023-2024

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- (viii) According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) (a) In our opinion and according to the information and explanations given by the management, we are of the opinion that 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 by the management, the company is not declared willful defaulter by any bank or financial institution or any other lender;
- (c) In our opinion and according to the information and explanations given by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
- (d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilized for long term purposes.
- (e) In our opinion and according to the information and explanations given by the management, 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,
- (f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
- (xi) (a) According to the information and explanations given by the management, no fraud by the company or any fraud on the company has been noticed or reported during the year;
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) We have taken into consideration the whistle blower complains received by the company during the year while determining the nature, timing and extent of our audit procedures.
- (xii) The company is not a Nidhi Company. Therefore, clause 3 (xii) of the order is not applicable on the company.
- (xiii) The company has entered into transactions with related parties in compliance with the provision of section 177 and 188 of the Act. The details of such related parties transactions have been disclosed in the Ind AS Financial Statement as required under Ind AS 24, Related Party Disclosures specified under section 133 of the Act, read with the Rule 7 of the Companies (Accounts) Rules 2014.
- (xiv) (a) According to the information and explanations given by the management, the company has an in house internal audit system commensurate with the size and nature of its business;
- (b) We have considered the Internal Audit reports of Internal Auditor appointed by the management till date for the period under audit.
- (xv) On the basis of the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, clause 3(xvi)(a) of the order is not applicable.



## **COMPETENT AUTOMOBILES CO. LTD.**

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- (b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the order is not applicable.
- (c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the order is not applicable.
- (d) According to the information and explanations given by the management, the Group does not have more than one CIC as part of the Group. Accordingly, clause 3(xvi)(d) of the order is not applicable.
- (xvii) Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year.
- (xix) On the information obtained from the management and audit procedures performed 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, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is 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;
- (xx) (a) As per information and explanation provided to us and of the basis of our examination of books of accounts of company, there are no unspent amounts other than ongoing projects which are required to be transferred to a fund as specified in Schedule VII to the companies act within a period of six months of expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said act.
- (b) There are no ongoing projects against which unspent amount is required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said act.

**For, Dinesh Mehta & Co**  
**Chartered Accountants**  
**Firm Regn. No. – 000220N**

**ANUP MEHTA**  
**Partner**  
**M.No. – 093133**  
**UDIN – 24093133BKBHVM5815**

**Place – New Delhi**  
**Dated – May 30th, 2024**

# ANNUAL REPORT & ACCOUNTS 2023-2024

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Annexure 'B'

## Report on Internal Financials Controls with reference to Financial Statements

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

We have audited the internal financial controls over financial reporting of Competent Automobiles Co. Ltd. ("the Company") as of March 31, 2024 in conjunction with our audit of the Standalone financial statements of the Company for the year ended on that date.

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

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

#### Auditors' Responsibility

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

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

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

#### Meaning of Internal Financial Controls Over Financial Reporting

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

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and



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

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, Dinesh Mehta & Co**  
**Chartered Accountants**  
**Firm Regn. No. – 000220N**

**Anup Mehta**  
**Partner**  
**M.No. – 093133**  
**UDIN – 24093133BKBHVM5815**

**Place – New Delhi**  
**Dated – May 30th, 2024**

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE BALANCE SHEET AS AT 31ST MARCH 2024

Particulars	Note No.	(Rs. In lacs)	
		As at 31st March 2024	As at 31st March 2023
<b>I ASSETS</b>			
<b>1 Non-current assets</b>			
a Property, Plant and Equipment	2	18,906.22	13,127.22
b Capital work in progress	3 a	229.84	126.93
c Right of use Assets	3 b	5,375.15	5,612.38
d Financial Assets			
i) Investments	4	6,054.75	5,769.99
ii) Other financial assets	5	1,546.02	5,907.99
e Deferred Tax Assets (Net)	6	467.55	508.26
f Other non-current assets	7	1,460.06	1,598.11
<b>Total Non-Current assets</b>		<b>34,039.59</b>	<b>32,650.88</b>
<b>2 Current assets</b>			
a Inventories	8	18,569.27	11,167.54
b Financial Assets			
i) Trade receivables	9	6,333.56	4,437.87
ii) Cash and cash equivalents	10	727.27	2,571.46
iii) Bank balances other than (ii) above	10	783.84	6.02
iv) Other Current Financial Assets	11	3,962.06	720.65
c Other current assets	12	5,872.61	6,046.78
<b>Total Current assets</b>		<b>36,248.61</b>	<b>24,950.32</b>
<b>Total Assets</b>		<b>70,288.20</b>	<b>57,601.20</b>
<b>II EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
a Equity Share Capital	13	627.85	627.85
b Other Equity	14	33,637.17	30,657.17
<b>Total equity</b>		<b>34,265.02</b>	<b>31,285.02</b>
<b>LIABILITIES</b>			
<b>2 Non-current liabilities</b>			
a Financial Liabilities			
i) Borrowings	15	124.88	-
ii) Other Non-Current financial liabilities	16	453.59	235.28
iii) Lease liability		5,072.54	5,150.68
b Other non-current liabilities	17	276.78	258.71
c Non-Current Provisions	18	934.42	847.47
<b>Total non-current liabilities</b>		<b>6,862.21</b>	<b>6,492.14</b>
<b>3 Current liabilities</b>			
a Financial Liabilities			
i) Borrowings	19	26,155.82	16,792.76
ii) Trade payables	20		
Micro and Small Enterprises		65.82	29.49
Other than Micro and Small Enterprises		369.65	584.37
iii) Other Current financial liabilities	21	260.93	300.57
iv) Lease Liability		985.85	943.07
b Other current liabilities	22	1,255.44	1,109.66
c Current Provisions	23	67.46	64.12
<b>Total current liabilities</b>		<b>29,160.97</b>	<b>19,824.04</b>
<b>Total Equity and Liabilities</b>		<b>70,288.20</b>	<b>57,601.20</b>

As Per our report of even date attached

**For Dinesh Mehta & Co.**  
Firm Registration No: 000220N  
Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
Partner  
Membership Number-093133

**(Raj Chopra)**  
Chairman & Managing Director  
DIN-00036705

**(Kavita Ahuja)**  
Whole Time Director  
DIN-00036803

Place: New Delhi  
Date : May 30th, 2024

**(Kamal K Kumar)**  
Chief Executive Officer

**(Ravi Arora)**  
Company Secretary

**(Deepka Mehta)**  
Chief Financial Officer



# COMPETENT AUTOMOBILES CO. LTD.

## STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2024 (Rs. In lacs)

	Note No.	For the period ended 31st March 2024	For the period ended 31st March 2023
<b>A Revenue</b>			
I Revenue from Operations	24	2,11,727.68	1,73,152.97
II Other Income	25	721.33	722.96
<b>III Total Revenue (I+II)</b>		<b>2,12,449.01</b>	<b>1,73,875.92</b>
<b>IV Expenses</b>			
Purchases of Stock in Trade	26	1,97,012.22	1,58,539.37
Changes in Inventories of Stock in Trade	27	(7,409.31)	(4,257.76)
Employee Benefit Expenses	28	8,122.28	6,955.20
Finance Cost	29	2,303.51	1,650.83
Depreciation and Amortization Expense	30	2,401.53	1,934.34
Other Expenses	31	6,113.88	5,604.38
<b>Total Expenses (IV)</b>		<b>2,08,544.11</b>	<b>1,70,426.36</b>
<b>V Profit before Exceptional items and Tax (V)=(III)-(IV)</b>		<b>3,904.91</b>	<b>3,449.56</b>
VI Exceptional items		46.55	-
<b>VII Profit / (Loss) After Exceptional items items and Taxes VII=(V-VI)</b>		<b>3,858.35</b>	<b>3,449.56</b>
<b>VIII Profit / (Loss) before Tax</b>		<b>3,858.35</b>	<b>3,449.56</b>
<b>IX Less :Tax Expenses</b>			
- Current Tax		1,005.00	910.00
- Deferred Tax		42.81	60.20
- Income Tax Of Earlier Year		54.28	-
<b>Profit after Tax for the Year (VIII-IX)</b>		<b>2,756.26</b>	<b>2,479.36</b>
<b>X Other Comprehensive Income</b>			
(i) Items that will not be reclassified to profit or loss		283.10	122.06
(ii) Income tax relating to items that will not be reclassified to profit or loss		2.10	9.33
(i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>XI Total Comprehensive Income (IX+X)</b>		<b>3,041.46</b>	<b>2,610.74</b>
<b>Earnings per Equity share</b>			
Basic Earnings per Equity share		<b>45.60</b>	<b>40.34</b>
<b>Earnings per Equity share</b>			
Diluted Earnings per Equity share		<b>45.60</b>	<b>40.34</b>

Material Accounting policies and Standalone Notes to Accounts forming part of Financial Statements 1 to 57

As Per our report of even date attached  
**For Dinesh Mehta & Co.**  
 Firm Registration No: 000220N  
 Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
 Partner  
 Membership Number-093133

**(Raj Chopra)**  
 Chairman & Managing Director  
 DIN-00036705

**(Kavita Ahuja)**  
 Whole Time Director  
 DIN-00036803

Place: New Delhi  
 Date : May 30th, 2024

**(Kamal K Kumar)**  
 Chief Executive Officer

**(Ravi Arora)**  
 Company Secretary

**(Deepka Mehta)**  
 Chief Financial Officer



# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

	Year ended 31st March 2024	(Rs. In lacs) Year ended 31st March 2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net profit before tax</b>	3,858.35	3,449.56
<b>Adjustments for :</b>		
Depreciation and Amortisation	2,401.53	1,934.35
Loss/(Profit) on Sale of Property, Plant & Equipments	13.91	(79.87)
Impact On Lease Modification / Termination	(35.75)	(153.25)
Provision for Impairment of Property, Plant & Equipments	20.00	23.35
Provision for Obsolescence of Stock	7.57	28.96
Rent Concession due to COVID	-	(10.00)
Unwinding interest on security Deposits(Net)	0.04	4.84
Cost on Post Employment Benefits (Gratuity)	(67.75)	(11.22)
Lease Rent Accruals	(10.49)	-
Bad Debts Written Off	30.65	15.00
Financial Cost	2,303.51	1,650.83
Interest Income	(455.53)	(318.27)
	<b><u>4,207.69</u></b>	<b><u>3,084.72</u></b>
<b>Operating gain before working capital changes</b>	<b><u>8,066.05</u></b>	<b><u>6,534.29</u></b>
<b>Changes in working capital</b>		
(Increase)/ Decrease in Inventories	(7,401.73)	(4,228.80)
(Increase)/Decrease in Trade Receivables	(1,895.69)	1,116.71
(Increase)/Decrease in Current, Non-current Assets and Advances	14.15	(1,940.64)
Increase/(Decrease) in Current, Non-current Liabilities and Provisions	161.98	570.70
	<b><u>(9,121.28)</u></b>	<b><u>(4,482.03)</u></b>
<b>Cash generated from Operating activities before Taxes</b>	<b><u>(1,055.23)</u></b>	<b><u>2,052.26</u></b>
Direct Taxes paid (net of refunds)	<b><u>(728.09)</u></b>	<b><u>(820.81)</u></b>
<b>Net cash generated from/ (used in) Operating activities</b>	<b><u>(1,783.33)</u></b>	<b><u>1,231.45</u></b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipments	(6,985.20)	(909.59)
Additions to Capital Work-in-Progress	(229.84)	(1,239.76)
Investment in Unquoted Equity Shares	(10.00)	(2,199.90)
Proceeds from Sale of Investments	-	-
Proceeds from Sale of Property, Plant & Equipments	103.40	234.04
Interest received	455.53	318.27
(Increase) / Decrease in Fixed Deposits	1,253.83	(1,402.16)
<b>Net cash generated from / (used in) investing activities</b>	<b><u>(5,412.28)</u></b>	<b><u>(5,199.09)</u></b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds/(Repayment) from Bank and other Borrowings	9,363.06	3,860.04
Proceeds/(Repayment) from Long Term Bank Borrowings	124.88	-
Repayment of lease liability	(1,524.12)	(1,387.48)
Financial expenses paid	(1,773.13)	(1,118.31)
Dividend paid	(61.46)	(61.46)
<b>Net cash generated from/ (used in) financing activities</b>	<b><u>6,129.23</u></b>	<b><u>1,292.79</u></b>
<b>INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b><u>(1,066.38)</u></b>	<b><u>(2,674.86)</u></b>
<b>Cash and Bank balance at the beginning of the year</b>	<b>2,577.47</b>	<b>5,252.33</b>
<b>Effect of exchange gain on cash and cash equivalents</b>		
<b>Cash and Bank balance at the end of the year</b>	<b><u>1,511.11</u></b>	<b><u>2,577.47</u></b>
<b>Component of Cash and Bank balance</b>		
Cash and cash equivalents include :		
Cash on hand	177.50	154.16
Cheques on hand	56.24	40.96
Balances with Banks:		



# COMPETENT AUTOMOBILES CO. LTD.

## STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

	Year ended 31st March 2024	Year ended 31st March 2023
Deposit accounts		
Current accounts	493.53	2,376.33
<b>Cash and cash equivalents at the end of the year</b>	<b>727.27</b>	<b>2,571.46</b>
<b>Add:</b>		
Fixed deposits with original maturity of more than 90 days	778.82	-
Unpaid Dividend	5.02	6.02
<b>Cash and Bank balances at the end of the year</b>	<b><u>1,511.11</u></b>	<b><u>2,577.47</u></b>

### Notes:

- 1 The Cash Flow Statement has been prepared in accordance with the 'Indirect Method' as per Ind AS 7-Cash Flow Statement.
- 2 Figures in brackets represents cash out flow.

As per our report of even date  
**For Dinesh Mehta & Co.**  
Firm Registration No: 000220N  
Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
Partner  
Membership Number-093133

**(Raj Chopra)**  
Chairman & Managing Director  
DIN-00036705

**(Kavita Ahuja)**  
Whole Time Director  
DIN-00036803

Place: New Delhi  
Date : May 30, 2024

**(Kamal K Kumar)**  
CEO

**(Ravi Arora)**  
Company Secretary

**(Deepak Mehta)**  
Chief Financial Officer

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

### A. EQUITY SHARE CAPITAL

(₹ In Lakhs)

PARTICULARS		AMOUNT
<b>BALANCE AS AT 1ST APRIL, 2022</b>		<b>627.85</b>
Changes in Equity Share Capital during the year		-
<b>BALANCE AS AT 31ST MARCH, 2023</b>	Refer Note No 13	<b>627.85</b>
Changes in Equity Share Capital during the year		-
<b>BALANCE AS AT 31ST MARCH, 2024</b>		<b>627.85</b>

### B. OTHER EQUITY

(Refer Note No 14)

(₹ In Lakhs)

	RESERVES AND SURPLUS				TOTAL
	GENERAL RESERVE	SECURITIES PREMIUM	RETAINED EARNINGS	OTHER COMPREHENSIVE INCOME	
<b>BALANCE AS AT 1ST APRIL, 2022</b>	<b>3,517.51</b>	<b>1,431.65</b>	<b>22,910.21</b>	<b>85.00</b>	<b>27,944.37</b>
Restatement of Employee Benefits (Gratuity)	-	-	163.51	-	163.51
Total Comprehensive income for the year	-	-	2,479.36	-	2,479.36
Actuarial Gain/ (Loss) on Defined benefit Obligation	-	-	-	46.38	46.38
Remeasurement of Fair Value of Investment	-	-	-	85.00	85.00
Payment of dividend	-	-	(61.46)	-	(61.46)
<b>RESTATED BALANCE AS AT 31ST MARCH, 2023</b>	<b>3,517.51</b>	<b>1,431.65</b>	<b>25,491.63</b>	<b>216.38</b>	<b>30,657.17</b>
Total Comprehensive income for the year	-	-	2,756.26	-	2,756.26
Actuarial Gain/ (Loss) on Defined benefit Obligation	-	-	-	10.44	10.44
Remeasurement of Fair Value of Investment	-	-	-	274.76	274.76
Payment of dividend	-	-	(61.46)	-	(61.46)
<b>BALANCE AS AT 31ST MARCH, 2024</b>	<b>3,517.51</b>	<b>1,431.65</b>	<b>28,186.43</b>	<b>501.58</b>	<b>33,637.17</b>

The accompanying notes are an integral part of the Standalone Financial Statements

As per our Report of even date

**For Dinesh Mehta & Co.**

Firm Registration No: 000220N

Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**

Partner

Membership Number-093133

**(Raj Chopra)**

Chairman & Managing Director

DIN-00036705

**(Kavita Ahuja)**

Whole Time Director

DIN-00036803

Place: New Delhi

Date : May 30th, 2024

**(Kamal K Kumar)**

Chief Executive Officer

**(Ravi Arora)**

Company Secretary

**(Deepak Mehta)**

Chief Financial Officer



## Note No.1- SIGNIFICANT ACCOUNTING POLICIES

### A. General Information

Competent Automobiles Company Limited (“The Company”) is a public limited Company incorporated and domiciled in India and it is listed on the Bombay Stock Exchange (BSE). The address of its registered office is F-14, Competent House, Connaught Place New Delhi – 110001. The Company is Authorized Dealer of Maruti Suzuki India Limited for Delhi, Noida (UP), Haryana and Himachal Pradesh areas.

### B. (i) Statement of Compliance

The Financial Statements have been prepared on going concern basis in accordance with Indian Accounting Standard (Ind AS) notified under the Section 133 of the Companies Act, 2013 (“the Act”) read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

### (ii) Basis of preparation and presentation

The financial statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments which are measured at fair market value at the end of each reporting period as explained in the accounting policies.

All assets and liabilities have been classified as current or non-current according to the Company’s operating cycle and other criteria set out in the Act, and IndAS-1 “Presentation of Financial Statements”

### C. Summary of Material Accounting Policies

The Financial Statements have been prepared using the Accounting Policies and measurement bases, as summarized below:

#### Overall Considerations

The Financial Statements have been prepared using the Material Accounting Policies and measurement bases that are in effect at 31st March 2024, as summarized below:

#### Revenue recognition

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration, to which the Company is expected to be entitled to in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved

#### (i) Sale of Goods

Revenue from Sale of product is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of product is satisfied at a point of time i.e. when the material is dispatched to the customer or on the delivery to the customer, as may be specified in the contracts.

#### (ii) Rendering of services

Revenue from service is recognized over time by measuring progress towards satisfaction of performance obligation for the services rendered. The company uses output method for measurement of revenue from rendering of services based on time elapsed and / or parts delivered.

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## (iii) Interest income

Interest income is reported on accrual basis using the effective interest rate method. Interest incomes on bank deposits are recognized on timely accrual basis.

## Property, plant and equipment & Intangible Assets

### Recognition

Property, Plant and Equipment are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use including decommissioning and restoration costs associated with provisions for asset retirement. Any trade discount and rebates are deducted in arriving at the purchase price.

### Subsequent measurement (Depreciation)

Depreciation on Property, Plant and Equipment is charged on Written down Method on the basis of rates arrived at with reference to the useful life of the assets evaluated by the Committee consisting of technical experts and approved by the Management or rates arrived at based on useful life prescribed under Part C of Schedule II of the Companies Act, 2013. The following useful lives are applied:

Asset Category	Estimated Useful Life (in years)
Building	60
Plant & Machinery	15
Electrical Installations	10
Office Equipment	5
<b>Computers and data processing Units</b>	
-End user devices, such as desktops, laptops, etc.	3
Furniture & Fixtures	10
Vehicles	8

- (i) The assets' residual values, estimated useful lives and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.
- (ii) The vehicle purchased for the purpose of the test drive are treated as an asset of the Company and depreciation is charged accordingly.

### Derecognition

An item of Property, Plant and Equipment or any significant part initially recognized is de- recognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss account when the asset is derecognized.

### Impairment of Non- Financial Assets

Carrying amount of assets is reviewed at each reporting date where there is any indication of impairment based on internal/ external indicators. An impairment loss is recognized in the Statement of Profit and Loss where carrying amount exceeds recoverable amount of assets. Impairment loss is reversed, if, there is change in recoverable amount and such loss either no longer exists or has decreased or indication on which impairment was recognized no longer exists. Recoverable amount is the higher of an asset's fair value less costs of disposal (FVLCD) and its value in use (VIU).

When estimating VIU, the Company uses cash flow projections based on reasonable and supportable assumptions. Cash flows are discounted using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

## **Inventories**

Inventories are valued at lower of cost and net realizable value. Cost is determined as follows:

- (i) In case of cars, at specific cost on identification basis of their individual costs.
- (ii) In case of spares and others, the same are valued at FIFO basis

Costs includes all nonrefundable duties and taxes and all other charges incurred in bringing the inventory to their present location and condition. Net realizable value is the estimated selling price less estimated cost necessary to make the sale.

## **Financial Instruments**

### **Initial recognition and measurement**

Financial Assets are recognized when the Company becomes a party to the contractual provisions of the Financial Instrument and are measured initially at fair value adjusted for transaction costs, except for trade receivables that do not have a significant financing component which are measured at transaction price.

### **Subsequent Measurement**

- (a) **Financial assets at Amortized Cost** – A ‘debt instrument’ is measured at the amortized cost if both the following conditions are met.
  - The asset is held within a Business Model whose objective is to hold assets for collecting contractual cash flows, and
  - Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such Financial Assets are subsequently measured at amortized cost using the effective interest rate (EIR) method.

All other financial assets are measured at Fair Value through Other Comprehensive Income (FVOCI) or Fair value through Profit and Loss (FVTPL) based on Company’s Business Model.

- (b) **Investment in Equity Investments** - All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at Fair Value through Profit and Loss(FVTPL). For all other equity instruments, the Company decides to classify the same either as at Fair Value through Other Comprehensive Income (FVOCI) or Fair Value through Profit and Loss (FVTPL) on an instrument-to-instrument basis.

### **De-recognition of Financial Assets**

A Financial Asset is primarily de-recognized when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

## **Financial liabilities**

### **1. Initial recognition and measurement**

All Financial liabilities are recognized initially at fair value and transition cost that is attributable to the acquisition of financial liabilities is also adjusted. Financial liabilities are classified at amortized cost.

### **2. Subsequent measurement**

Subsequently to initial recognition, these liabilities are measured at amortized cost using the effective interest rate method.

### **3. Derecognition of Financial Liability**

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expired. Consequently, write back of unsettled credit balances and invoked bank guarantee is done on

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closure of the concerned project or earlier based on the previous experience of Management and actual facts of each case and recognized in Other Operating Revenue.

Further when an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

## **IMPAIRMENT OF FINANCIAL ASSETS**

In accordance with Ind-As 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss for Financial Assets.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive. When estimating the cash flows, the Company consider the following: -

- All contractual terms of the Financial Assets (including prepayment and extension) over the expected life of the assets.
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

## **Trade Receivables**

As a practical expedient the Company has adopted 'simplified approach' using the Provision Matrix Method for recognition of expected loss on trade receivables. The provision matrix is based on default rates observed over the expected life of the trade receivables and is adjusted for forward-looking estimates. These average default rates are applied on total credit risk exposure on trade receivables and outstanding for more than one year at the reporting date to determine life time Expected Credit Losses. Further, in cases where there is material increase in credit risk since initial recognition, impairment loss is assessed & provided.

## **Other Financial Assets**

For recognition of impairment loss on Other Financial Assets and Risk Exposure, the Company determines whether there has been a material increase in the credit risk since initial recognition and if credit risk has increased significantly, impairment loss is provided.

## **Cash and cash equivalents**

Cash and Cash Equivalents comprise Cash in hand, Balances in Bank Account, Remittance in Transit, Cheques in hand and Demand Deposits, together with other short-term, highly liquid investments (original maturity less than 3 months) that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

## **Equity, Reserves and Dividend Payments**

Share capital represents the nominal value of shares that have been issued. Any transaction costs associated with the issuing of shares are deducted from retained earnings, net of any related income tax benefits.

Other components of equity include Other Comprehensive Increase or decrease in fair of Investments including tax effects.

Retained earnings include all current and prior period retained profits. All transactions with owners of the parent are recorded separately within equity. Proposed dividend distribution to shareholders is recognized as a liability in the period in which the dividend is approved by the shareholders. Any interim dividend paid is recognized on approval by Board of Directors. Proposed dividend as and when it is paid is recognized directly in equity.

## **Leases**

### **Company as a lessee**

At inception of a contract, the company assess whether the contract is, or contains, a lease.

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

#### **Recognition:**

##### **“Right of Use (ROU) Asset”**

At the commencement date, the company recognize a right-of-use asset and a lease liability, except

- a. For lease with a term of twelve months or less (Short term leases) and,
- b. Leases for which the underlying asset is of low value.

For short term leases and assets of low value the company recognizes the lease payments as an operating expense on a straight-line basis over the term of lease.

##### **“Lease Liability”**

At the commencement date, the company measures the lease liability at the present value of the lease payments that are not paid at that date.

The lease payments are discounted using the effective interest rate.

#### **Subsequent measurement:**

##### **1. “Right of Use (ROU) Asset”:**

After the commencement date, the company measure the right-of-use asset at cost less any accumulated depreciation and is subject to impairment losses.

##### **2. “Lease Liability”**

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is any reassessment or modification.

The residual values, useful lives and methods of depreciation of right of use are reviewed at each financial year end and adjusted prospectively, if appropriate.

#### **De-Recognition**

A right of use asset initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de- recognition of the right of use asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss account when the right of use asset is derecognized.

### **Company as a Lessor**

#### **Operating lease**

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Assets leased out under operating leases are capitalized.

Rental income is recognized on straight-line basis over the lease term except where scheduled increase in rent compensates the Company with expected inflationary costs.

#### **Taxation**

Income tax comprises current tax and deferred tax. Income tax is recognized in the Statement of Profit and Loss except to the extent that it relates to items recognized in other comprehensive income or directly in equity, in which



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case the tax is recognized in the same statement as the related item appears.

Calculation of Current Tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the balance sheet, and the amounts attributed to such assets and liabilities for tax purposes. Deferred tax is calculated using the tax rates expected to apply in the periods in which the assets will be realized or the liabilities settled.

The Current Tax and Deferred Tax so calculated are adjusted for the uncertainty of tax treatment by the tax authorities at each reporting date.

Deferred Tax Liabilities are generally recognized in full for all taxable temporary differences.

Deferred Tax Assets are recognized to the extent that it is probable that the underlying tax loss, unused tax credits or deductible temporary difference will be utilized against future taxable income.

This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit.

## **Foreign currencies**

### **Functional and Presentation Currency**

The Standalone Financial Statements are presented in Indian Rupee ('INR'), which is company's functional Currency.

### **Foreign Currency Transactions and Balances**

Foreign Currency transactions are recorded in the reporting Currency, by applying to the Foreign Currency amount, the exchange rate between the Reporting Currency and the Foreign Currency at the date of the transaction.

Foreign Currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items which are measured in terms of historical cost denominated in a Foreign Currency are reported using the exchange rate at the date of the transaction.

Exchange differences arising on the settlement of monetary items, or on reporting such monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous Financial Statements, are recognized as Income/ Expenses in the year in which they arise.

### **Earnings per Share**

Basic earnings per share is calculated by dividing the net profit for the year attributable to equity shareholders of the Company with the weighted average number of equity shares outstanding during the year. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares.

### **Employee benefits**

#### **Defined Contribution Plan**

Company's Contribution paid/payable during the year to Provident Fund / ESI is recognized in the Statement of Profit and Loss for the year in which the related services are rendered.

#### **Defined Benefit Plan**

Company's liability towards Gratuity, Post-Retirement Benefits and TA on Superannuation are determined by independent actuary, at the year-end using the Projected Unit Credit Method. Actuarial gains or losses are recognized in the Other Comprehensive Income. Liability for Gratuity as per actuarial valuation is paid to a fund administered under the Group Gratuity Scheme of Life Insurance Corporation of India (LIC)

#### **Short Term Employee Benefits**

Short term benefits comprise of employee costs such as Salaries, Bonus, and ex gratia are accrued in the year in which the associated services are rendered by employees of the Company.



## **Provisions, Contingent Liabilities and Contingent Assets**

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Provisions are discounted to their present values, where the time value of money is material. Where discounting is used, the increase in the provision due to the passage of time is recognized within finance costs.

### **Other Provisions:**

Other Provisions include Provision for CSR Activities and Provision for Other Contingency.

Contingent liabilities and claims against the company not acknowledged as debt, and contingent liabilities related to legal proceedings or regulatory matters, including certain guarantees, are not recognized in the financial statements. However, these are disclosed unless the probability of settlement is remote.

Contingent Liabilities are disclosed on basis of judgment of management after a careful evaluation of facts and legal aspects of matter involve.

Contingent Assets are disclosed when probable and recognized when realization of income is virtually certain.

### **Segment Reporting**

The Company publish this financial statement in accordance with IndAS 108, Operating segments, the company has disclosed the segment information in the financial statement.

### **Rounding of amounts**

All amounts disclosed in the financial statements and the Companying notes have been rounded off to the nearest lakhs and two decimals thereof, as per the requirement of Schedule III of the Companies Act 2013, unless otherwise stated as amended by 24th March 2021.

## **SIGNIFICANT MANAGEMENT JUDGEMENT IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY**

Standalone Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) which require management to make estimates and assumptions that affect the reported balances of assets, liabilities and disclosure of contingent liabilities at the date of the financial statements and reported amounts of income & expenses during the periods. Although these estimates and assumptions used in accompanying Financial Statements are based upon management's evaluation of relevant facts and circumstances as of date of Financial Statements which in management's opinion are prudent and reasonable, actual results may differ from estimates and assumptions used in preparing accompanying Financial Statements. Any revision to accounting estimates is recognized prospectively from the period in which results are known/ materialize in accordance with applicable Indian Accounting Standards.

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

### **Significant Management Judgements**

The following are Significant Management Judgements in applying the Accounting Policies of the Company that have the most significant effect on the Financial Statements.

### **Recognition of Deferred Tax Assets**

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company's future taxable income against which the deferred tax assets can be utilized.

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## **Evaluation of indicators for Impairment of Assets**

Significant judgements are involved in evaluation of applicability of indicators of impairment of assets which requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets. These indicators may include significant financial difficulty of the issuer or debtor, default or delinquency in payments, significant adverse changes in the technological, market, economic, or legal environment, among others.

## **Property, Plant and Equipment**

Management assesses the remaining useful lives and residual value of property, plant and equipment and believes that the assigned useful lives and residual value are reasonable

## **Estimation Uncertainty**

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

## **Defined Benefit Obligation (DBO)**

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, medical cost trends, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may impact the DBO amount and the annual defined benefit expenses.

## **Contingencies**

Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/claims/litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

## **Standards Issued but Not Effective**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the Year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.



**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**2. Property, Plants & Equipments#** (Rs. In lacs)

Particulars	Land*	Buildings*	Plant & Machinery	Electric Installation	Office Equipments	Furniture & Fixtures	Vehicles	Total
<b>Balance as at March 31, 2022</b>	<b>6,138.48</b>	<b>5,651.26</b>	<b>1,954.81</b>	<b>618.70</b>	<b>1,554.33</b>	<b>1,404.20</b>	<b>2,352.95</b>	<b>19,674.74</b>
Additions	-	958.51	153.67	164.23	153.15	270.10	402.35	2,102.00
Disposals	-	-	(1.75)	-	(10.62)	-	(463.83)	(476.21)
<b>Balance as at March 31, 2023</b>	<b>6,138.48</b>	<b>6,609.77</b>	<b>2,106.72</b>	<b>782.94</b>	<b>1,696.86</b>	<b>1,674.30</b>	<b>2,291.46</b>	<b>21,300.53</b>
Additions	4,530.84	670.86	419.24	386.42	125.37	368.13	611.28	7,112.14
Disposals	-	-	(503.47)	(120.29)	(639.92)	(344.51)	(199.61)	(1,807.79)
<b>Gross Carrying value As at March 31, 2024</b>	<b>10,669.32</b>	<b>7,280.63</b>	<b>2,022.49</b>	<b>1,049.07</b>	<b>1,182.31</b>	<b>1,697.92</b>	<b>2,703.14</b>	<b>26,604.88</b>
<b>Accumulated Depreciation as at 31st March 2022</b>	-	<b>1,856.15</b>	<b>1,316.94</b>	<b>362.59</b>	<b>1,340.41</b>	<b>980.15</b>	<b>1,515.25</b>	<b>7,371.49</b>
Depreciation for the year	-	337.69	124.37	84.87	114.88	134.74	304.52	1,101.06
Disposals/adjustments during the year	-	-	(1.55)	-	(10.09)	-	(310.85)	(322.49)
Impairment Made during the year**	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2023</b>	-	<b>2,193.84</b>	<b>1,439.77</b>	<b>447.46</b>	<b>1,445.19</b>	<b>1,114.89</b>	<b>1,508.92</b>	<b>8,150.07</b>
Depreciation for the year	-	360.12	125.91	97.30	127.01	171.69	287.68	1,169.70
Disposals/adjustments during the year	-	-	(458.49)	(114.27)	(609.63)	(325.70)	(133.02)	(1,641.12)
Impairment Made during the year**	-	-	-	0.01	7.90	0.49	-	20.00
<b>Accumulated Depreciation As at March 31, 2024</b>	-	<b>2,553.96</b>	<b>1,118.78</b>	<b>430.50</b>	<b>970.47</b>	<b>961.37</b>	<b>1,663.57</b>	<b>7,698.65</b>
<b>Net carrying value as at 31st March 2022</b>	<b>6,138.48</b>	<b>3,795.11</b>	<b>637.87</b>	<b>256.11</b>	<b>213.92</b>	<b>424.05</b>	<b>837.70</b>	<b>12,303.24</b>
<b>Net carrying value as at 31st March 2023</b>	<b>6,138.48</b>	<b>4,415.93</b>	<b>666.96</b>	<b>335.47</b>	<b>251.67</b>	<b>559.41</b>	<b>782.55</b>	<b>13,150.46</b>
<b>Net carrying value as at 31st March 2024</b>	<b>10,669.32</b>	<b>4,726.67</b>	<b>903.71</b>	<b>618.56</b>	<b>211.84</b>	<b>736.55</b>	<b>1,039.56</b>	<b>18,906.22</b>

Note : Net Carrying value is calculated as (gross carrying value at the end of year - accumulated Depreciation at the end of year and impairment losses)

\*All title deeds of immovable properties are held in the name of Company.

#The Company has not revalued any of its Property, Plant and Equipment under Rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017.

\*\*During the financial year, management has internally identified certain class of PPE which includes Computers, office equipments having their carrying values of Rs. 20 Lakhs as at 01st April 2023 (Previous year Rs. 23.35 Lakhs) which are not used adequately to their capacity of utilisation and contribution towards economic benefits of the Company. These assets were written down to its recoverable amount of INR 1925 (PY INR 885), which was determined by reference to the higher of their value in use which is negligible and their fair value less cost of disposal. Since the estimated cost of repairs of aforesaid PPE items were significant unobservable input, the fair value of these assets is classified as a level III fair value. As these assets were so inadequate to use in operating day to day activities, their fair value less cost of disposal was identified at Re.1. The impairment and end use of useful life loss of INR 20 lakhs (PFY 23.35 Lakhs) is included in administrative expenses in the Standalone Statement of Profit & Loss. (Refer Note No. 31)

**3a Capital Work in Progress (CWIP)** (Rs. In Lakhs)

<b>As at 31st March 2022</b>	<b>143.49</b>
Additions	1,239.76
Less: Amount transferred to Property, Plant & Equipment	1,256.31
<b>Balance at March 31, 2023</b>	<b>126.94</b>
Additions	1,158.59
Less: Amount transferred to Property, Plant & Equipment	1,055.69
<b>Balance at March 31, 2024</b>	<b>229.84</b>

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## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

For the CWIP, ageing schedule shall be given as at 31st March, 2024

(Rs. In Lakhs)

Capital Work in progress (CWIP)	Amount of CWIP for a period of				
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
<b>Project in progress</b>					
- Showroom/Workshop at Noida	191.58	-	-	-	191.58
- Workshop at Bahadurgarh	2.14	-	-	-	2.14
- Workshop at Hamirpur Nexa	17.14	-	-	-	17.14
- Workshop at Mandi Nexa	5.70	-	-	-	5.70
- Showroom at Nadaun	7.15	-	-	-	7.15
- Workshop at Bangana	6.13	-	-	-	6.13
<b>Total</b>	<b>229.84</b>	-	-	-	<b>229.84</b>

For the CWIP, ageing schedule shall be given as at 31st March, 2023

(Rs. In Lakhs)

Capital Work in progress (CWIP)	Amount of CWIP for a period of				
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
<b>Project in progress</b>					
- Showroom at Hamirpur	43.97	-	-	-	<b>43.97</b>
- Workshop at Gagret	82.97	-	-	-	<b>82.97</b>
<b>Total</b>	<b>126.94</b>	-	-	-	<b>126.94</b>

(Rs. In lacs)

### 3b Right of Use Assets

	Immovable Property	Vehicles
<b>Net carrying value as at 31st March 2023</b>	<b>5,487.79</b>	<b>124.59</b>
Additions	1,366.56	108.69
Termination/Modification	(480.66)	-
Amortisation for the year	1,113.57	118.26
<b>Net carrying value as at 31st March 2024</b>	<b><u>5,260.12</u></b>	<b><u>115.02</u></b>


**COMPETENT AUTOMOBILES CO. LTD.**
**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

		(Rs. In lacs)	
4 Investment		As at 31st March 2024	As at 31st March 2023
<b>Non current</b>			
<b>a. Investment in equity instruments- Unquoted</b>			
- Equity Shares of Raj Chopra & Company Pvt Ltd.(RCCPL) (85,00,000 equity shares @ Rs. 40/- per share) (52,38,095 equity shares @ Rs. 42/- per share)		5,599.99	5,599.99
<b>b. Investments in equity Instruments at Fair Value through other comprehensive income</b>			
- Equity Shares of Raj Chopra & Company Pvt Ltd.(RCCPL)		444.76	170.00
<b>c. Investment in equity instruments- Unquoted (Subsidiary)</b>			
- Equity Shares of Competent Kashmir Automobiles Pvt Ltd.(CKAPL) (1,00,000 equity shares @ Rs. 10/- per share)		10.00	-
<b>Total</b>		<b>6,054.75</b>	<b>5,769.99</b>
<hr/>			
5 Other Non Current Financial Assets		As at 31st March 2024	As at 31st March 2023
Fixed Deposits#		936.04	5,437.45
Lease Rent Accruals		10.49	-
-Security Deposit to MSIL		261.50	261.50
- Amortised cost of Security deposits		264.73	206.11
-Other Security Deposits*		73.26	2.94
<b>Total</b>		<b>1,546.02</b>	<b>5,907.99</b>
* These includes deposits with Government Authorities for utilities #Fixed Deposit receipts incl. interest accrued with scheduled banks having maturity of more than 12 months and includes Fixed Deposits with Govt. authorities			
<hr/>			
6 Deferred tax Liability/Assets (net)		As at 31st March 2024	As at 31st March 2023
Deferred Tax Assets on account of:	Recognised Through		
Deferred Tax Assets	Statement of Profit & Loss		
- Property, Plant & Equipments	3.40	296.85	293.45
- Right-of-use assets	50.81	171.96	121.15
- Employee benefits	(94.38)	(10.04)	84.34
Deferred Tax Liability			
- Lease Accruals	(2.64)	(2.64)	-
Deferred Tax Liability	Recognised Through OCI		
- Acturial Gain on Gratuity	2.10	11.43	9.33
<b>Deferred tax Assets (Net)</b>		<b>467.55</b>	<b>508.26</b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)		
<b>7 Others Non current Assets</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Prepaid Taxes (Net of Provision)	85.17	416.36
Capital Advances	5.15	8.47
Prepaid Security Deposits	84.92	54.85
-Other Security Deposits*	-	-
Funded Plan Assets - Gratuity	1,284.82	1,118.43
<b>Total</b>	<b><u>1,460.06</u></b>	<b><u>1,598.11</u></b>

<b>8 Inventories</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
(At cost or net realisable value whichever is lower)		
Vehicles *	16,440.08	9,936.05
Spare Parts, Accessories, Oil & Lubricants*	1,408.83	1,204.96
Goods-in-transit	756.90	55.49
<b>Total Inventories</b>	<b><u>18,605.81</u></b>	<b><u>11,196.50</u></b>
Less: Provision for Obselence of stock**	(36.54)	(28.96)
<b>Total</b>	<b><u>18,569.27</u></b>	<b><u>11,167.54</u></b>

\*Refer to Point no 5 of Accounting policies

Inventories are valued and certified by the mangement.

\*\*Provision for Obsolete value of inventories to net realisable value has been recognised as an administrative expense during the financial year. (Refer Note No. 31)

<b>9 Trade Receivables</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Unsecured & Considered good	6,333.56	4,437.87
Unsecured & Considered doubtful	-	-
	<b><u>6,333.56</u></b>	<b><u>4,437.87</u></b>
Less: Provision for Doubtful Debts	-	-
<b>Total</b>	<b><u>6,333.56</u></b>	<b><u>4,437.87</u></b>

**9.1** Considering the past trends of complete recoverability of dues from Trade Receivables, company decides not to provide for expected credit loss for trade receivables under simplified approach



# COMPETENT AUTOMOBILES CO. LTD.

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

### 9.2 Age to Trade receivables

(Rs. In lacs)

Particulars	As at 31st March 2024	As at 31st March 2023
(i) Undisputed trade receivable-Considered good		
Less than 6 months	6,223.17	4,298.82
6 months - 1 year	33.77	25.71
1-2 years	41.19	46.49
2-3 years	35.43	66.86
More than 3 years	-	-
(ii) Undisputed trade receivable-Significant increase in Credit risk	-	-
(iii) Undisputed trade receivable-Credit impaired	-	-
(iv) Disputed trade receivable-Considered good	-	-
(v) Disputed trade receivable-Significant increase in Credit risk	-	-
(vi) Disputed trade receivable-Credit impaired	-	-
<b>Total</b>	<b>6,333.56</b>	<b>4,437.87</b>

### 10 Cash and Bank Balances

	As at 31st March 2024	As at 31st March 2023
<b>Cash and Cash Equivalents:</b>		
Cash on hand	177.50	154.16
- Balance with Bank Accounts	493.53	2,376.33
- Cheques in Hand	56.24	40.96
	<b>727.27</b>	<b>2,571.46</b>
<b>Other Bank Balances</b>		
- In Fixed Deposits (having original maturity less than 90 days incl. interest accrued)	778.82	-
Earmarked Balances with Banks		
Unpaid Dividend	5.02	6.02
	<b>783.84</b>	<b>6.02</b>
<b>Total</b>	<b>1,511.11</b>	<b>2,577.47</b>

Cash and Cash equivalent includes cash in hand, bank balances in current accounts with scheduled banks.

### 11 Other Current Financial Assets

	As at 31st March 2024	As at 31st March 2023
Fixed Deposits*	3,738.09	490.51
Recoverable from Subsidiary (Refer Note No. 39)	28.53	-
Staff Advances	37.69	40.65
Security Deposits for Showrooms	157.76	189.49
<b>Total</b>	<b>3,962.06</b>	<b>720.65</b>

\*Fixed Deposits including interest accrued receipts with scheduled banks having maturity of more than 3 months but less than 12 months from the reporting date



# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

12 Other Current Assets	(Rs. In lacs)	
	As at 31st March 2024	As at 31st March 2023
Advance Recoverable in Cash or in Kind	280.31	775.93
Recoverable from MSIL	3,511.41	4,199.38
Staff Imprest	61.69	43.84
Prepaid Expenses	79.65	70.24
GST paid on Advance receipts	13.72	17.97
GST INPUT	1,906.81	925.14
Prepaid Security Deposits	19.01	14.28
<b>Total</b>	<b>5,872.60</b>	<b>6,046.78</b>

13 Equity Share Capital	As at	
	31st March 2024	31st March 2023
<b>Authorized</b>		
1,00,00,000 Equity shares of ₹ 10 each (As at 31st March 2023, 1,00,00,000 Equity shares of ₹ 10 each)	1,000.00	1,000.00
<b>Issued, Subscribed</b>		
64,09,500 Equity shares of ₹ 10 each (As at 31st March 2023, 64,09,500 Equity shares of ₹ 10 each)	640.95	640.95
<b>Paid -up</b>		
61,46,000 Equity Shares of Rs. 10/ each (As at 31st March 2023, 61,46,000 Equity Shares of Rs. 10/ each)	614.60	614.60
Add : Amount paid up on Forfeited 2,63,500 Equity Shares (As at 31st March 2023: Amount Paid up on forfeited 2,63,500 Equity Shares)	13.25	13.25
	<b>627.85</b>	<b>627.85</b>

Reconciliation of Equity Shares at the beginning and at the end of the year

Particulars	As at 31st March 2024		As at 31st March 2023	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares outstanding at the beginning of the year	61,46,000	614.60	61,46,000	614.60
Changes in equity share capital during the year	-	-	-	-
<b>Balance at the end of the reporting period</b>		<b>614.60</b>		<b>614.60</b>

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**Rights, Preferences and restrictions attached to Equity Shares**

The company has one class of equity shares having a par value of Rs. 10 per share fully paidup. Each shareholder is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General meeting, except in the case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

(Rs. In lacs)

**The Details of shareholders holding more than 5 % of the aggregate shares in the company**

Particulars	As at 31st March 2024		As at 31st March 2023	
	%	Number of Shares	%	Number of Shares
Name of the Share Holder				
Mrs. Kavita Ahuja	61.48%	37,78,680	61.48%	37,78,680
Ms. Priya Chopra	13.43%	8,25,625	13.43%	8,25,625

**Details of shares held by promoters are as under**

Name of the Promoters	As at 31st March 2024		As at 31st March 2023	
	Number (in lakhs)	% Holding	Number (in lakhs)	% Holding
Mrs. Kavita Ahuja	37,78,680	61.48%	37,78,680	61.48%
Ms. Priya Chopra	8,25,625	13.43%	8,25,625	13.43%

14 Other Equity	As at 31st March 2024	As at 31st March 2023
<b>i. General Reserve</b>		
As per last Balance Sheet	3,517.51	3,517.51
Add : Balance Transferred from Profit and Loss Account	-	-
<b>Closing balance</b>	<b>3,517.51</b>	<b>3,517.51</b>
<b>ii. Securities Premium Account</b>		
As per last Balance Sheet	1,431.65	1,431.65
Add : Balance Transferred from Profit and Loss Account	-	-
<b>Closing balance</b>	<b>1,431.65</b>	<b>1,431.65</b>
<b>iii. Surplus in Statement of Profit and Loss</b>		
As per last Balance Sheet	25,708.01	23,158.72
Add : Net Profit for the Year	2,756.26	2,479.36
Add : Other comprehensive income	285.20	131.38
<b>Amount available for Appropriations</b>	<b>28,749.47</b>	<b>25,769.47</b>
Less:		
Dividend on Equity Shares	61.46	61.46
Dividend tax	-	-
Tax adjustments for earlier years	-	-
Transferred to General Reserve	-	-
	<b>28,688.01</b>	<b>25,708.01</b>
<b>Total</b>	<b>33,637.17</b>	<b>30,657.17</b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)		
<b>15 Non current Financial Liabilities</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Borrowings (Secured )		
Term Loan- vehicle*	124.88	-
<b>Total</b>	<b>124.88</b>	<b>-</b>

\*Term Loan for Vehicle from HDFC Bank is repayable on 48 monthly installments and carries interest of 8.55%. P.A. (Previous Year: NIL)

<b>16 Other Non-Current Financial Liabilities</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Security Deposits*	444.06	235.28
Amortised Cost of Security Deposit Taken	9.53	-
<b>Total</b>	<b>453.59</b>	<b>235.28</b>

\*Security Deposits taken includes security taken from customers towards transfer of old vehicles

<b>17 Other Non-Current Liabilities</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Salary and other benefits	269.26	258.71
Deferred Security Deposits (IND AS116)	7.52	-
<b>Total</b>	<b>276.78</b>	<b>258.71</b>

<b>18 Non-Current Provisions</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Provision for Defined Benefit Obligation (Gratuity)#	934.43	847.47
<b>Total</b>	<b>934.43</b>	<b>847.47</b>

#Refer Note No. 28.1

<b>19. Borrowings</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
<b>Loan repayable on Demand</b>		
<b>From Banks</b>		
<b>Secured</b>		
Inventory Funding From HDFC Bank/BOB*	25,079.81	16,635.87
Current Maturities of Long Term Borrowings**	25.12	-
<b>Unsecured</b>		
Due to Directors***	1,050.89	156.89
<b>Total</b>	<b>26,155.82</b>	<b>16,792.76</b>

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

\*Inventory funding (HDFC) is repayable on demand and carries interest of 8.40%. P.A. (Previous Year interest rate @ 8.50% P.A.)

\*Inventory funding (BOB) is repayable on demand and carries interest of 8.30%. P.A. (Previous Year interest rate @ 8.40% P.A.)

\*\*Term Loan for Vehicle from HDFC Bank is repayable on 12 monthly installments and carries interest of 8.55%. P.A. (Previous Year: NIL)

\*\*\*Loans from Directors is repayable on demand and carries interest rate of 7.50% P.A. (Previous Year interest rate @ 7.50% P.A.)

<b>20 Trade Payables</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Due to Micro, Small and Medium Enterprises	65.82	29.49
Due to Others	369.65	584.37
<b>Total</b>	<b><u>435.46</u></b>	<b><u>613.86</u></b>

The Disclosure in respect of MSME have been made in the financial statements based on the information/ confirmation received and available with the company. On the basis of confirmations obtained from supplier registered themselves under Micro, Small & Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and on the basis of information available with the company following are the details:

**20.1 Age analysis of trade payable**

<b>Particulars</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
<b>(i) MSME</b>		
-0 to 1 year	50.39	29.49
-1 year to 2 year	15.43	-
-2 year to 3 year	-	-
-more than 3 years	-	-
<b>(ii) Others</b>		
-0 to 1 year	289.09	468.46
1 year to 2 year	80.56	115.91
-2 year to 3 year	-	-
-more than 3 years	-	-
<b>(iii) Disputed dues-MSME@</b>	15.43	15.43
<b>(iv) Disputed dues-Others</b>	-	-
<b>Total</b>	<b><u>435.46</u></b>	<b><u>613.86</u></b>

@The dispute is with regard to payment of GST amount on account of non payment of GST by the service provider.

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

### 20.2 The following disclosures are required under Sec 22 of MSMED Act, 2006 under the Chapter on Delayed Payments to Micro and Small Enterprises:

Particulars	2023-24			2022-23		
	Interest	Principal	Total	Interest	Principal	Total
(a) The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of accounting year.	-	65.82	65.82	-	29.49	29.49
(b) The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year."	-	-	-	-	-	-
(c) The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid)"	-	-	-	-	-	-
(d) The amount of interest accrued and remaining unpaid at the end of accounting year; and"	-	-	-	-	-	-
(e) The amount of further interest due and payable even in the succeeding year, 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.	-	-	-	-	-	-

21 Other Current Financial Liabilities	As at 31st March 2024	As at 31st March 2023
Expenses Payable	255.91	294.55
Unclaimed Dividend**	5.02	6.02
<b>Total</b>	<b>260.93</b>	<b>300.57</b>

\*\* There are no amount due for Payment to the Investor Education and Protection Fund under Section 125(1) of the Companies Act , 2013.

22 Other Current Liabilities	As at 31st March 2024	As at 31st March 2023
Advance from Customers	75.28	86.20
Salary and other benefits*	949.42	767.03
Statutory Dues**	229.73	256.43
Deferred Security Deposits (IND AS116)	1.01	-
<b>Total</b>	<b>1,255.44</b>	<b>1,109.66</b>

\*(includes Salary, Bonus, Exgratia, contribution to PF and other funds)

\*\* (includes T.C.S and T.D.S. payable)

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

<b>23 Current Provisions</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Provision for Defined Benefit Obligation (Gratuity)#	67.46	64.12
<b>Total</b>	<b><u>67.46</u></b>	<b><u>64.12</u></b>

#Refer Note No. 28.1

<b>24 Revenue from Operations</b>	<b>For the period ended 31st March 2024</b>	<b>For the Year ended 31st March 2023</b>
<b>Sale of products</b>		
- Vehicles	1,91,884.45	1,55,196.54
- Spare Parts & Accessories	11,371.81	10,507.29
- Sales Others	60.73	55.20
	-	-
<b>Services Rendered</b>		
- Services & Labour Charges	4,440.05	4,266.54
<b>Commission Received</b>		
- Extended Warranty/CCP	440.95	348.82
- Insurance Business	1,578.64	1,119.33
- Direct Billing & Other	369.82	350.05
- Sourcing Fees	1,204.94	986.39
- Other Commission	267.92	201.30
Interest Income	108.37	121.52
<b>Total</b>	<b><u>2,11,727.68</u></b>	<b><u>1,73,152.97</u></b>

<b>25 Other income</b>	<b>For the period ended 31st March 2024</b>	<b>For the Year ended 31st March 2023</b>
Net Gain on Sale of (Property, Plant & Equipment)	-	79.87
Booking Cancellation Charges	22.72	18.88
Miscellaneous income*	86.52	78.06
Other non operating income**	52.58	52.66
Interest Income on FDR	455.53	318.27
Rental Income	52.72	-
Impact On Lease Modification	34.09	150.56
Impact On Lease Termination	1.66	2.69
Net Interest on Employee Benefits (Gratuity)	15.51	11.97
Rent Concession due to COVID	-	10.00
<b>Total</b>	<b><u>721.33</u></b>	<b><u>722.96</u></b>

(\*includes Unclaimed Balance write back )

(\*\*includes MDS school income )

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)		
26 Purchase of Stock In Trade	For the period ended 31st March 2024	For the Year ended 31st March 2023
<b>Purchases during the year</b>		
- Vehicle	1,92,629.37	1,53,068.65
- Less : Rebate /Discount Received	(4,966.73)	(3,507.82)
- Spare Parts & Accessories	9,339.89	8,993.72
<b>Less:</b>		
- Spares issued against Warranty	9.69	(15.18)
<b>Total</b>	<b><u>1,97,012.22</u></b>	<b><u>1,58,539.37</u></b>
27 Changes in Inventories of Stock in Trade	For the period ended 31st March 2024	For the Year ended 31st March 2023
<b>Inventories at the end of the year:</b>		
- Vehicles	16,440.08	9,936.05
- Spare Parts & Accessories	1,408.83	1,204.96
- Goods in transit	756.90	55.49
	<b>18,605.81</b>	<b>11,196.50</b>
<b>Less:</b>		
<b>Inventories at the beginning of the year:</b>		
- Vehicles	9,936.05	5,107.53
- Spare Parts & Accessories	1,204.96	1,141.53
- Goods in transit	55.49	689.68
	<b>11,196.50</b>	<b>6,938.74</b>
<b>Total</b>	<b><u>(7,409.31)</u></b>	<b><u>(4,257.76)</u></b>
28 Employee Benefit Expenses	For the period ended 31st March 2024	For the Year ended 31st March 2023
Salaries, Wages and Bonus	7,105.82	6,032.01
Directors Remuneration	90.00	90.00
Commission paid to Directors	200.00	180.00
Contribution to Provident Fund and Other Funds	443.88	408.41
Staff Welfare Expenses	282.58	244.78
<b>Total</b>	<b><u>8,122.28</u></b>	<b><u>6,955.20</u></b>

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**28.1 As per India Accounting Standard 19 "Employee Benefits", the disclosures as defined are given below:**

**Defined Benefit Plan**
**i) Reconciliation of opening and closing balances of Defined Benefit Obligation**

	(Rs. In lacs)	
<b>Particulars</b>	<b>2023-24</b>	<b>2022-23</b>
Defined Benefit Obligation at beginning of the year	911.59	830.59
Current Service Cost	139.81	129.47
Interest Cost	68.37	60.80
Actuarial Loss	(15.75)	(46.31)
Benefits Paid	(102.13)	(62.96)
Liability Transferred (Out) (Net)	-	-
<b>Defined Benefit Obligation at end of the year</b>	<b>1,001.89</b>	<b>911.59</b>

**ii) Reconciliation of opening and closing balances of fair value of Plan Assets**

<b>Particulars</b>	<b>2023-24</b>	<b>2022-23</b>
Fair value of Plan Assets at beginning of the year	1,118.43	994.10
Return on Plan Assets	83.88	72.77
Actuarial gain /(loss) for the year on Asset	(7.41)	(9.25)
Employer contribution	192.04	123.78
Benefits paid	(102.13)	(62.96)
<b>Fair value of Plan Assets at end of the year</b>	<b>1,284.82</b>	<b>1,118.43</b>

**iii) Expenses recognised during the year**

<b>Particulars</b>	<b>2023-24</b>	<b>2022-23</b>
In Statement of Profit & Loss		
Current Service Cost	139.81	129.47
Interest Cost	68.37	60.80
Return on Plan Assets	(83.88)	(72.77)
Net Cost	<b>124.30</b>	<b>117.50</b>
In Other Comprehensive Income (OCI)		
Actuarial Loss	8.34	37.06
Return on Plan Assets	-	-
<b>Net Expense for the year recognised in OCI</b>	<b>8.34</b>	<b>37.06</b>



# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

### iv) Investment Details

Particulars	2023-24		2022-23	
	Amount	% Invested	Amount	% Invested
Fund Managed by Insurer	1,284.82	100.00%	1,118.43	100.00%

### v) Actuarial assumptions

Mortality Table (IALM)	Gratuity Funded	
	2023-24 2012-14 (Urban)	2022-23 2012-14 (Urban)
Discount Rate	7.22%	7.50%
Rate of escalation of Salary	6.00%	6.00%
Rate of employee turnover	5.00%	5.00%

Mortality & Morbidity rates - 100% of IALM (2012-14) rates have been assumed which also includes the allowance for disability benefits.

### vi) Maturity profile of defined benefit obligation and long term benefits plan is as under

Particulars	Year	Gratuity
1	0 to 1 year	67.46
2	1 to 2 year	183.72
3	2 to 3 year	52.25
4	3 to 4 year	52.19
5	4 to 5 year	53.39
6	5 to 6 years	45.43
Above 6	6 years onwards	545.45
Total		<b>999.89</b>

### vii) Expected contribution for the next Annual reporting period

Particulars	31-03-2024	31-03-2023
Service Cost	192.66	168.56
Net Interest Cost	(20.43)	(15.51)
<b>Expected Expense for the next annual reporting period</b>	<b>172.24</b>	<b>153.05</b>

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

<b>viii) Sensitivity Analysis of the defined benefit obligation</b>	<b>(Rs. In lacs)</b>
<b>a) Impact of the change in discount rate</b>	
Present Value of Obligation at the end of the period	<b>1,001.89</b>
a) Impact due to increase of 0.50%	(39.53)
b) Impact due to decrease of 0.50 %	42.73
<b>b) Impact of the change in salary increase</b>	
Present Value of Obligation at the end of the period	<b>1,001.89</b>
a) Impact due to increase of 0.50%	43.03
b) Impact due to decrease of 0.50 %	(40.15)

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated. Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

**ix) Risks associated with Plan Provisions**

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow -

- A) Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
- B) Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.
- C) Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.
- D) Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
- E) Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

<b>29. Finance Cost</b>	<b>For the period ended 31st March 2024</b>	<b>For the Year ended 31st March 2023</b>
Interest on Term Loan	-	4.29
Interest on Working capital	27.22	21.51
Interest on Inventory Funding	1,696.85	1,087.58
Interest Paid To MSIL	0.23	0.44
Interest Paid to others	48.83	4.49
Unwinding interest on security Deposits(Net)	0.04	4.84
Interest Charged on Lease Liabilities	530.33	527.68
<b>Total</b>	<b>2,303.51</b>	<b>1,650.83</b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

<b>30. Depreciation and Amortization Expenses</b>	<b>For the period ended 31st March 2024</b>	<b>For the Year ended 31st March 2023</b>
Depreciation on Property , Plant and Equipments	1,169.70	1,101.06
Amortisation on Right of Use Assets	1,231.83	833.28
<b>Total</b>	<b><u>2,401.53</u></b>	<b><u>1,934.34</u></b>
<hr/>		
<b>31. Other Expenses</b>	<b>For the period ended 31st March 2024</b>	<b>For the Year ended 31st March 2023</b>
<b>A) Administrative Expenses</b>		
Bank Charges	38.97	33.89
Consumable Stores	164.65	145.92
Jobwork & Labour Charges	640.97	612.89
Security Services Charges	299.91	262.04
Services Charges	141.42	120.84
Petrol For New Car	177.21	185.53
Delivery Charges	245.35	231.16
Insurance	149.91	144.54
<b>Repair &amp; Maintainance</b>		
Building	248.53	187.88
Plant & Machinery	90.61	65.42
Others	206.14	198.07
Legal & Professional Charges	305.14	141.38
Short Term Lease Expenses	68.09	70.93
Rates & Taxes	71.35	67.61
Net Loss on Sale of Property, Plant & Equipment	13.91	-
Communication Expenses	121.39	116.18
Provision for Impairment of PPE (Refer Note No. 2)	20.00	23.35
Provision for Obselence of Inventory (Refer Note No. 8)	7.57	28.96
Bad Debts Written Off	30.65	15.00
Charity & Donation	0.74	0.74
CSR Expenditure (Refer Note No. 36)	60.00	50.00
Power & Fuel	619.39	550.47
Printing & Stationery	130.10	137.10
Travelling & Conveyance	280.00	305.20
Auditors Remuneration (Refer Note No. 33)	21.50	21.50
Miscellaneous Expenses	32.42	48.92
<b>B) Selling &amp; Distribution Expenses</b>		
Advertising & Publicity	103.14	86.39
Discount /Commission	1,483.54	1,509.81
Sales Promotion	341.30	242.67
<b>Total</b>	<b><u>6,113.88</u></b>	<b><u>5,604.38</u></b>

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

<b>32. Earnings per Share</b>	<b>2023-24</b>	<b>2022-23</b>
Profit After Tax and before Exceptional items	2,802.82	2,479.36
Weighted average number of Equity Shares	61.46	61.46
Basic earning per share	45.60	40.34
Diluted earning per share	45.60	40.34
<b>33. Auditors Remuneration*</b>	<b>2023-24</b>	<b>2022-23</b>
(i) Audit Fees	14.00	14.00
(ii) Limited Review and Tax Audits	7.50	7.50
	<b>21.50</b>	<b>21.50</b>
*Excluding GST		
<b>34. Managerial Remuneration</b>	<b>2023-24</b>	<b>2022-23</b>
Salary	90.00	90.00
Commission on Net Profit	200.00	180.00
	<b>290.00</b>	<b>270.00</b>
<b>35. Computation of Net Profit in accordance with Section 197 r/w Section 198 of Companies Act 2013</b>	<b>2023-24</b>	<b>2022-23</b>
Net Profit after Tax as per Profit and Loss Account	2,756.26	2,479.36
<b>Add:</b>		
Income Tax	1,102.09	970.20
Director Remuneration	290.00	270.00
Impact of IND AS (On lease finance cost/ Amortisation of ROU/ Fair value of Asset/Liability)	1,789.78	1,418.11
Exceptional Items	46.55	-
<b>Less:</b>		
Profit/(Loss) on Sale of Property, Plant & Equipments	(13.91)	79.87
Impact of Employee Benefits (Gratuity)	67.75	6.28
Impact of IND AS (On Actual Lease Payout/ Lease Rent Accruals/ Modification/ Termination)	1,570.36	1,565.36
	<b>4,360.48</b>	<b>3,486.16</b>
Maximum Remuneration payable including commission @ 11%	<b>479.65</b>	<b>383.48</b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

### 36 CSR Expenditure

During the Financial Year 2023-24, the company has incurred expenditure in accordance with Section 135 of the Companies Act, 2013 on the CSR Activities as specified in Schedule VII to the Companies Act, 2013. The details are as under-

(Rs. In lacs)

Particulars	For the period ended 31st March 2024	For the Year ended 31st March 2023
Average Net Profit of the Company as per Section 135 (5)	2,990.56	2,413.79
Two percent of average net profit of the company as per section 135(5)	59.81	48.28
Amount to be spent during the year	59.81	48.28
Surplus arising out of the CSR projects or programmes or activities of the previous financial years	-	-
Amount required to be set off for the financial year	-	-
<b>Total CSR Obligation for the Financial Year</b>	59.81	48.28
Actual Amount Spent (Including Administrative Overhead)	60.00	50.00
<b>Surplus Amount Spent</b>	0.19	1.72
Amount Unspent	-	-

### CSR amount spent or unspent for the financial year 2023-24

(Rs. In lacs)

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 for the project	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
			State	District			Name	CSR registration number
Child Literacy with Mid-Day Meals	Item No. ii	Yes	Delhi/ NCR	Delhi/ NCR	60.00	No	Manav Kalyan Foundation	CSR00007224

### CSR amount spent or unspent for the financial year 2022-23

(Rs. In lacs)

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 for the project	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
			State	District			Name	CSR registration number
Plantation and Prevention of Environment Pollution	Item No. iv	Yes	Delhi/ NCR	Delhi/ NCR	50.00	No	Akashiganga Foundation (NGO)	CSR00011882

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**
**37. Unclaimed /Unpaid Divided**

Dividends that are not encashed or claimed, within seven years from the date of its transfer to the unpaid dividend account, will, in terms of the provisions of Section 124 of The Companies Act, 2013, will be transferred to the Investors Education and Protection Fund ( IEPF) established by the Government of India. Total amount of Rs. 5.02 lakhs as on 31st March, 2024 is lying in unclaimed / unpaid dividend account as under :

<b>Financial Year</b>	<b>Amount (Rs. in lacs)</b>
2016-2017	1.44
2017-2018	0.70
2018-2019	0.59
2019-2020	0.80
2020-2021	0.50
2021-2022	0.54
2022-2023	0.45
<b>Total</b>	<b>5.02</b>

<b>38. Information about Business Segment</b>	<b>For the period ended 31st March 2024</b>	<b>For the Year ended 31st March 2023</b>
<b>Segment Revenue</b>		
(a) Showroom Revenue	1,97,588.80	1,59,573.23
(b) Service & Spares	14,143.29	13,580.56
<b>Total</b>	<b>2,11,732.08</b>	<b>1,73,153.79</b>
<b>Segment Results</b>		
(a) Showroom Revenue	3,913.32	2,763.32
(b) Service & Spares	1,527.21	1,614.11
<b>Total</b>	<b>5,440.52</b>	<b>4,377.43</b>
Less:		
Interest and Financial Charges	2,303.51	1,650.83
<b>Add:</b>		
Un-Allocated Income	721.33	722.96
<b>Profit before Tax and Extraordinary item</b>	<b>3,858.35</b>	<b>3,449.56</b>
Less :Taxation Expenses including Deferred Tax	1,102.09	970.20
<b>Profit after Tax</b>	<b>2,756.26</b>	<b>2,479.36</b>
<b>Total Capital Employed</b>	<b>60,545.71</b>	<b>47,840.21</b>

Capital employed in the Company's business are common in nature and cannot be attributed to a specific segment i.e. showroom, service and spares. It is not practical to provide segmental distribution of the capital employed since segregation of available data could be erroneous.

The segment report of the Company as stated above has been prepared in accordance with Ind AS 108 Operating Segments.

# ANNUAL REPORT & ACCOUNTS 2023-2024

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## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

The segment wise revenue and result's figures related to the respective heads are directly identifiable to each of the segments. Un-allocable income includes income on common services at corporate level and relates to the Company as whole.

The definitions of the business segmentation and the activities encompassed therein are as follows:

- (i) Showroom:- Purchase and sales of vehicles manufactured by Maruti Suzuki India Ltd.
- (ii) Service & Spares: Servicing of Maruti Vehicles and Sale of their Spare parts.

### Geographical Information

The operations of the company are mainly carried out in India and therefore, geographical information is not applicable.

### 39 Related party Disclosure

**(a) Enterprises over which Directors/Key management personnel of the Company were able to exercise significant influence during the year:**

- Competent Builders Private Limited
- Competent International Tradex Company Private Limited
- Competent International Resorts and Hotels Limited
- Raj Chopra & Co. Private Limited
- Competent Infrapromoters Private Limited
- Competent Wellness Ventures Pvt. Limited
- Competent Construction Company
- Competent Exporters
- Competent Leasing & Finance
- Competent Film Enterprises
- Competent Car Care Pvt Limited
- Servensure Builders Private Limited
- Servensure Properties Private Limited
- Belvedere Hotels Private Limited

**(b) Director/Key Managerial Personnel**

Mr. Raj Chopra	Chairman and Managing Director (CMD)
Mrs. Kavita Ahuja	Whole Time Director
Mr. K K Mehta	Whole Time Director
Mr. Ravi Arora	Company Secretary
Mr. Deepak Mehta	Chief Financial Officer

**(c) Wholly owned Subsidiary Company**

- Competent Kashmir Automobiles Private Limited

**(d) Others:**

- Ash Assure (Mr. Ashish Ahuja) Relative of Whole Time Director
- PGR Enterprises LLP Group Concern
- Abheer Ahuja Son of Whole Time Director



# COMPETENT AUTOMOBILES CO. LTD.

STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

(e) For related party transactions :

Particulars	2023-24	2022-23
<b>Unsecured Loan Taken:</b>		
Mr. Raj Chopra	1,500.00	-
Mrs. Kavita Ahuja	514.00	115.00
<b>Unsecured Loan Repaid:</b>		
Mr. Raj Chopra	1,000.00	-
Mrs. Kavita Ahuja	120.00	20.07
<b>Unsecured Loan Balance:</b>		
Mr. Raj Chopra	500.00	-
Mrs. Kavita Ahuja	550.89	156.89
<b>Purchase of Items:</b>		
Competent Construction Company	-	0.88
<b>Purchase of Property, Plant &amp; Equipments:</b>		
Raj Chopra & Co. Private Limited	13.90	-
<b>Advance Received</b>		
Raj Chopra & Co. Private Limited	-	0.66
<b>Advisory Services:</b>		
Mr. Abheer Ahuja	19.23	-
<b>Salary:</b>		
Mr. Raj Chopra	42.00	42.00
Mrs. Kavita Ahuja	36.00	36.00
Mr. Abheer Ahuja	7.77	-
Mr. K K Mehta	12.00	12.00
Mr. Ravi Arora	31.92	22.90
Mr. Deepak Mehta	43.44	-
Mr. Krishan Kumar Mishra	-	6.79
Mr. Siddhant Mehra	-	14.79
Mr. Badri Nath	-	13.63
<b>Commission Expense:</b>		
Mr. Raj Chopra	100.00	80.00
Mrs. Kavita Ahuja	100.00	100.00
<b>Rent Expense:</b>		
Mrs. Kavita Ahuja	61.50	54.00
<b>Interest Expense:</b>		
Mr. Raj Chopra	20.34	-
Mrs. Kavita Ahuja	28.48	4.39



# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

Particulars	2023-24	2022-23
<b>Facility Expense:</b>		
Mrs. Kavita Ahuja	72.00	72.00
<b>Commission Expense:</b>		
PGR Enterprises LLP	212.00	168.00
Ash Ashure	136.14	112.53
<b>Investment in Subsidiary</b>		
Competent Kashmir Automobiles Private Limited	10.00	-
<b>Reimbursable expenditures on behalf of Subsidiary</b>		
Competent Kashmir Automobiles Private Limited	28.53	-
<b>Outstanding Payable:</b>		
PGR Enterprises LLP	28.25	15.82
Ash Ashure	8.73	5.64
Competent Construction Company	-	1.04
<b>Amount Recoverables:</b>		
Raj Chopra & Co. Private Limited	-	0.61
Competent Kashmir Automobiles Private Limited	28.53	-

**40** The balances of clients as on reporting date in the nature of Trade Receivables, Loans & Advances, Security Deposits and Trade Payables classified as Current and Non- Current are subject to confirmations, reconciliations and consequential adjustments. The management does not expect any significant impact on such reconciliations.

### **41 Leases (IND AS-116)**

#### **A Company as a lessee**

The Company has leases for Showrooms, Workshops and Stock Yards. With the exception of short-term lease underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability as a financial liability. Variable lease payments which do not depend on an index or a rate are excluded from the initial measurement of the lease liability and right of use assets. The Company classifies its right-of-use assets in a consistent manner to its property, plant and equipment.

Each lease generally imposes a restriction that, unless there is a contractual right for the Company to sublease the asset to another party, the right-of-use asset can only be used by the Company. Some leases contain an option to extend the lease for a further term. The Company is prohibited from selling or pledging the underlying leased assets as security. For leases over showrooms, workshops and stockyard the Company must keep those properties in a good state of repair and return the properties in their original condition at the end of the lease.

#### **Lease payments not included in measurement of lease liability**

The expense relating to payments not included in the measurement of the lease liability is as follows:

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

(Rs. In lacs)

**Lease payments not included in measurement of lease liability**

The expense relating to payments not included in the measurement of the lease liability is as follows:

Particulars	As at 31st March 2024	As at 31st March 2023
Short-term leases	68.09	70.93
Variable lease payments	-	-
<b>Total</b>	<b>68.09</b>	<b>70.93</b>

Total cash outflow for leases for the year ended 31 March 2024 was Rs. 1,524.12 Lakhs. ( Rs. 1,458.35 Lakhs as on 31 March 2023).

**(i) Amount recognised in the balance sheet**

The balance sheet shows the carrying value relating to ROU Assets.

Right of Use Assets	As at 31st March 2024	As at 31st March 2023
Building	5,260.12	5,487.78
Vehicle	115.02	124.59

**Set out below are the carrying amount of lease liabilities and the movement during the period:**

Particulars	As at 31st March 2024	As at 31st March 2023
Opening balance	6,093.75	7,440.96
Additions		
Additions during the year	1,475.25	574.05
Accretion of interest	530.33	527.68
Payment of lease liabilities	1,524.12	1,458.35
Reversal due to Lease modification/termination	516.83	990.59
<b>Closing Balance</b>	<b>6,058.39</b>	<b>6,093.75</b>
Non Current	5,072.54	5,150.68
Current	985.85	943.07

**Lease Modifications**

During the year there was a lease modification which was adjusted by decreasing related ROU asset to reflect the modification of lease. The modification of lease results in gain of Rs. 34.09 lakhs (Previous Year : INR 150.56 Lakhs) on right-of-use asset and corresponding lease liability as on date of modification which has been transferred to Statement of Profit & Loss (Refer to Note -26).

**Lease Termination**

During the year one lease was terminated due to closure of workshop/showroom. The corresponding impact of termination of lease amounting to INR 1.66 Lakhs (Previous Year: INR 2.69 Lakhs) has been credited to Statement of Profit and loss account (Refer to Note - 26)

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

(ii) **Amount recognised in the statement of Profit & Loss Account :**

The statement of Profit and loss shows the following amount relating to ROU Assets :

Particulars	For the period ended 31st March 2024	For the Year ended 31st March 2023
Depreciation charge of Right of use assets	1,231.83	833.28
Interest Expense on Lease Liability	530.33	527.68

(iii) **Future minimum lease payments as on March 31, 2024 are as follows:**

As at 31st March 2024

Particulars	Lease payments	Finance Charges	Net present Values
Below 6 Months	742.54	248.98	493.56
6-12 Months	713.55	228.02	485.53
1-2 Years	1,386.16	392.36	993.80
2-5 Years	2,988.24	722.34	2,265.90
Above 5 Years	2,591.28	771.68	1,819.60
<b>Total</b>	<b>8,421.78</b>	<b>2,363.38</b>	<b>6,058.39</b>

### B Company as a Lessor

Company has given its insignificant part of Infocity property under operating leases with a monthly rental. Future minimum lease payments receivable under the operating lease of such property in the aggregate is as follows-

Particulars	2023-24	2022-23
Within One Year	109.36	-
Later than One year but not later than 5 years	479.81	-
Later than 5 years	486.28	-
<b>Total</b>	<b>1,075.44</b>	<b>-</b>

### 42 Financial Instruments and Risk Management

Financial Instruments	As at 31st March 2024		As at 31st March 2023	
	FVOCI	Amortized cost	FVOCI	Amortized cost
Investments in Equity Instruments (unquoted shares-Level 3)	6,054.75	-	5,769.99	-
Trade Recivables	-	6,333.56	-	4,437.87
Cash and Bank Balances	-	1,511.11	-	2,577.47
Other Current Financial Assets	-	3,962.06	-	720.65
Other Non Current Financial Assets	-	1,546.02	-	5,907.99
<b>Total Financial Assets</b>	<b>6,054.75</b>	<b>13,352.75</b>	<b>5,769.99</b>	<b>13,643.99</b>

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

<b>Financial Liabilities</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Borrowings	26,280.69	16,792.76
Trade Payables	435.46	613.86
Lease Liabilities	6,058.39	6,093.74
Others	714.52	535.85
<b>Total Financial Liabilities</b>	<b>33,489.08</b>	<b>24,036.22</b>

The carrying amount of the Trade Receivables, Trade Payables and Cash & Cash Equivalent are considered to be the same as their fair values due to their recoverability.

The carrying amount of the financial assets and liabilities carried at amortised cost is considered as reasonable approximation of fair value for which we have followed Level III hierarchy.

The payment obligation from financial instruments are explained according to their Maturity in note below:

**Maturity pattern of Financial Liabilities (Financial Year 2023-24)**

<b>Particulars</b>	<b>Maturity pattern of Financial Liabilities undisclosed cashflows in accordance with Para 11D of IndAS 107</b>			
	<b>Less than 1 Year</b>	<b>1-2 Years</b>	<b>2-5 Years</b>	<b>More Than 5 Years</b>
Borrowings	26,280.69	-	-	-
Trade Payables	339.48	95.98	-	-
Lease Liabilities	979.09	993.80	2,265.90	1,819.60
<b>Total</b>	<b>27,599.27</b>	<b>1,089.78</b>	<b>2,265.90</b>	<b>1,819.60</b>

**Maturity pattern of Financial Liabilities (Financial Year 2022-23)**

<b>Particulars</b>	<b>Maturity pattern of Financial Liabilities undisclosed cashflows in accordance with Para 11D of IndAS 107</b>			
	<b>Less than 1 Year</b>	<b>1-2 Years</b>	<b>2-5 Years</b>	<b>More Than 5 Years</b>
Borrowings	16,792.76	-	-	-
Trade Payables	497.96	115.91	-	-
Lease Liabilities	1,420.22	2,503.61	3,448.23	774.66
<b>Total</b>	<b>18,710.94</b>	<b>2,619.52</b>	<b>3,448.23</b>	<b>774.66</b>

**Fair Value hierarchy**

<b>Financial Assets valued according to Level 3 valuation</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Unquoted Equity Instruments	6,054.75	5,769.99

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

**Level 1:** Quoted prices in the active market. This level of hierarchy includes financial assets that are measured by reference to quoted prices in the active market. This category consists of quoted equity shares and debt based open ended mutual funds.

**Level 2:** Valuation techniques with observable inputs. This level of hierarchy includes items measured using inputs other than quoted prices included within Level 1 that are observable for such items, either directly or indirectly. This level of hierarchy consists of debt based close ended mutual fund investments and over the counter (OTC) derivative contracts

**Level 3:** Valuation techniques with unobservable inputs. This level of hierarchy includes items measured using inputs that are not based on observable market data (unobservable inputs). Fair value determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instruments nor based on available market data. The main item in this category are unquoted equity instruments.

The fair value of the financial assets are determined at the amount that would be received to sell an asset in an orderly transaction between market participants. The following methods and assumptions were used to estimate the fair values

Quoted equity investments: Fair value is derived from quoted market prices in active markets.

Unquoted equity investments: Fair value is derived on the basis of income approach, in this approach the discounted cash flow method is used to capture the present value of the expected future economic benefits to be derived from the ownership of these investments.

### Reconciliation of Level 3 Fair value measurement

Particulars	Unquoted Equity shares
As at 31st March 2023	5,769.99
Acquisition of Equity of Subsidiary	10.00
Gain and loss recognised in Other Comprehensive Income	274.76
<b>As at 31st March 2024</b>	<b>6,054.75</b>

### Financial risk management

The Company's activities expose it to credit risk, liquidity risk and market risk. The financial risk management of the Company is carried out under the procedures approved by the Managements. Within these policies, the management provides written principles for overall risk management including procedures covering specific areas, such as interest rate, market challenges and financial budgets to ascertain the adequate liquidity in the company.

#### A. Market Risk

Market risk is the risk that fair value of future cash flows of the financial instruments will fluctuate because of changes in market prices. The market risk at large are categorised as 1) Foreign Currency Risk ; 2) Interest Rate Risk ; 3) Price Risk.

The company's exposure to the market risk is very minimal.

Foreign Risk : The company do not have any exposure to Foreign Currency risk.

Interest Rate and Price Risk :- Interest rate risk is the risk that the future cash flow with respect to interest payments on borrowing will fluctuate because of change in market interest rates. Interest rate change does not affects significantly short-term borrowings therefore the group's exposure to the risk of changes in market interest rates is minimal

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**
**B. Credit Risk**

**The credit risk is the risk that counter party will not meet its obligations under the financial instrument or customer contract, relating to a financial loss**

The credit risk of the company is very much on the lower side. The trade receivables of the company at large are secured in nature. The trade receivable primarily includes receivables from various Banks, finance companies and insurance companies against delivery of vehicles to customers who have availed bank/private finance for which disbursement is due and accidental claims for repairs of vehicles, respectively. The obligation dues on them are secured against the documents issued against the credit. To manage trade receivable, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, economic trends. None of the financial instruments of the Company result in material concentrations of credit risks.

**C. Liquidity risk**

**Liquidity risk is the risk that company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.**

The Company's principle sources of liquidity are Cash and Bank balances, Fixed deposit receipts and the cash flow i.e generated from operations. The company has a working capital of 7087.65 Lakhs (PY 5126.28 Lakhs) includes cash and bank balances and FDRs of Rs. 5249.20 Lakhs (PY 3067.99 Lakhs). The company believes that the working capital and other liquid assets are sufficient to meet its current requirement. Accordingly, no liquidity risk is perceived by the Company.

**Financing arrangements**

The company had access to the following facilities at the end of reporting period :

<b>Particulars</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Cash Credit Facilities and other Facilities within one year	26,155.82	16,792.76
More than one Year	124.88	-
<b>Total</b>	<b>26,280.69</b>	<b>16,792.76</b>

**Capital management**

The Company's objectives when managing capital are to:

- Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

**The total equity of the Company is as follows:**

<b>Particulars</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Equity Share Capital	627.85	627.85
Other Equity	33,637.17	30,657.17
<b>Total Equity</b>	<b>34,265.02</b>	<b>31,285.01</b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

Company has outstanding debt amounting to Rs. 26280.69 Lakhs (PFY : 16792.76 Lakhs) and having Capital gearing ratio as at 31 March 2024 and 31 March 2023 calculated as below:

Particulars	As at 31st March 2024	As at 31st March 2023
Borrowings other than non convertible preference shares	26,280.69	16,792.76
Less : Cash and Cash Equivalent	(1,511.11)	(2,577.47)
Net debt (A)	24,769.59	14,215.29
Equity (Share Capital + Other Equity) (B)	34,265.02	31,285.01
Capital and Net debt [A+B] ( C)	59,034.60	45,500.30
Gearing Ratio (C/A)	2.38	3.20

43. Income Tax and its Reconcilaiaon:	For the Year ended 31st March 2024	For the Year ended 31st March 2023
<b>A) Income Tax</b>		
Current Tax	1,005.00	910.00
Deferred Tax	42.81	60.20
Income Tax Of Earlier Year	54.28	-
<b>Total</b>	<b>1,102.09</b>	<b>970.20</b>
<b>B) Tax Reconcilaiaon</b>		
Accounting profit before income tax	3,858.35	3,449.56
Income Tax Rate on Business Income	25.168%	25.168%
Income Tax Rate on Long Term Capital Gain (LTCG)	23.296%	23.296%
<b>Income Tax</b>	971.07	868.19
Net Tax impact on expenses allowed/disallowed	33.93	43.39
Income Tax Of Earlier Year	54.28	-
Tax impact on timing differences	42.81	58.62
<b>Tax Expense</b>	<b>1,102.09</b>	<b>970.20</b>
<b>Actual Tax Expense</b>	<b>1,102.09</b>	<b>970.20</b>

## 44 Analytical Ratios Analysis for the year ended 31st March, 2024

Particulars	Numerator	Denominator	Unit	As at 31 March, 2024	As at 31 March, 2023	% Variance	Remarks
Current Ratio	Current Assets	Current Liabilities	Times	1.24	1.26	-1.59%	No Significant Change
Debt Equity Ratio	Total Debt	Total Equity	Times	0.94	0.73	28.77%	Increased Debt due to higher Vehicle stock

**STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024****(Rs. In lacs)**

Debt Service Coverage Ratio	Net Operating Income	Total Debt Service	Times	1.52	1.20	26.67%	Increase inventory holding period resulting into greater inventory funding debt
Return on Equity Ratio	PAT	Average Equity	%	8.00%	8.00%	0.00%	No Significant Change
Inventory Turnover Ratio	COGS	Average Inventory	Times	12.75	17.04	-25.18%	Due to increase in inventory holding period
Trade Receivables turnover Ratio	Net Sales	Average Trade Receivables	Times	39.31	34.66	13.42%	No Significant Change
Trade Payable turnover Ratio	Net Purchases	Average Trade Payables	Times	375.50	274.22	36.93%	Higher inventory investment leads to increase trade payable ratio
Net Capital turnover Ratio	Net Sales	Working Capital	Times	29.87	33.78	-11.57%	No Significant Change
Net Profit Ratio	PAT	Sales	%	1.30%	1.43%	-9.09%	No Significant Change
Return on Capital Employed	EBIT	Capital Employed	%	9.25%	9.42%	-1.80%	No Significant Change
Return on Investment	Income generated from Investments	Average Investments	%	4.76%	1.95%	144.10%	Increase in ratio due to positive yield on investment

**45 Disclosures as per Ind AS-1 on Presentation of Financial Statements are as follows:****a) Reclassification and comparative figures**

Certain reclassifications have been made to the comparative period's financial statements to enhance comparability with the current year financial statement. As a result, certain line items have been reclassified in the Balance sheet, statement of profit & loss, statement of cash flow and Statement of Changes in equity the details of which are as under:

Items of Balance sheet before and after reclassification for the year ended 31 March 2023

<b>Particulars</b>	<b>Before Re-classification</b>	<b>Re-classification</b>	<b>After Re-classification</b>
Other Non Current Assets	479.68	1,118.43	1,598.11
Non-Current Provisions	-	934.42	934.42
Current Provisions	-	67.46	67.46

Items of Statement of cash flow before and after reclassification for the year ended 31 March 2023

<b>Particulars</b>	<b>Before Re-classification</b>	<b>Re-classification</b>	<b>After Re-classification</b>
Increase in Gratuity Expenses (Operating Activities)	-	11.22	11.22

Items of Statement of profit & loss before and after reclassification for the year ended 31 March 2023

<b>Particulars</b>	<b>Before Re-classification</b>	<b>Re-classification</b>	<b>After Re-classification</b>
Employee Benefits	6,949.51	5.69	6,955.20
Other Non Operating Revenue	710.99	11.97	722.96
Other Comprehensive Income	63.61	67.78	131.39



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## STANDALONE NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Impact on Statement of Statement of Changes in Equity for the year ended 31 March 2023

(Rs. In lacs)

Particulars	Before Re-classification	Re-classification	After Re-classification
Other Equity	30,419.60	237.57	30,657.17

### 46 Exceptional Item

The Exception item of Rs. 46.55 Lakhs represents net impact of loss die to natural calamity at Mandi Outlet in Himachal Pradesh on account of discarding of Inventory of Spare parts/ Accessories, Plant and Machinery and Office Equipments. The company operations at Himachal Pradesh were distrupted due to heavy rain and floods in the month of August 2023

- 47 The Company has not granted any loan or advance during the year to Promoters, Director, KMP and the related parties either severally or jointly with any other person.
- 48 During the year, there is no proceedings have been initiated or are pending against the Company for holding any Benami Property under the Benami Transactions (Prohibitions) Act, 1988 (45of 1988) and Rule made thereunder.
- 49 The Company is regular in submitting the quarterly statements to Banks and the same is in agreement with books of accounts.
- 50 During the financial year, the Company has not been declared as wilful defaulter by any Banks or Financial Institutions.
- 51 The Company has not entered into any transactions during the financial year with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 52 The Company has neither advanced, loaned or invested funds nor received any funds to/from any person or entity for lending or investing or providing gurantee to/on behalf of the Ultimate Beneficiary during the reporting period.
- 53 During the financial year, there is no charge or satisfaction with Registrar of Companies which is yet to file/register beyond statutory period.
- 54 During the financial year, there is no undisclosed income which is not recorded in the books of accounts of the Company.
- 55 The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- 56 Events after Balance Sheet date:
- i) The Board of Directors have recommended final dividend of Rs. 1 per share i.e. 10% of the face value of Rs. 10 per share subject to approval of shareholders in the ensuing Annual General Meeting.
- 57 The Previous Year Figures have been restated, regrouped and rearranged wherever necessary to make them Comparable with current year.

As per our report of even date annexed.

For and on behalf of the Board of Directors

For **Dinesh Mehta & Co.**

Firm Registration No: 000220N

Chartered Accountants

**(Anup Mehta)**

Partner

Membership Number- 093133

**(Raj Chopra)**

Chairman & Managing Director

DIN-00036705

**(Kamal K Kumar)**

Chief Executive Officer

**(Deepak Mehta)**

Chief Financial Officer

**(Kavita Ahuja)**

Whole Time Director

DIN-00036803

**(Ravi Arora)**

Company Secretary

Place: New Delhi

Date : May 30th, 2024

## INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF INFOSYS LIMITED**

**Report on the Audit of the Consolidated Financial**

**Statements Opinion**

We have audited the accompanying consolidated financial statements of **COMPETENT AUTOMOBILES CO. LIMITED** (the "Company") and its subsidiary (the Company and its subsidiary together referred to as the "Group") which comprise the Consolidated Balance Sheet as at March 31, 2024, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (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 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2024 and their consolidated profit, their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows 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") 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 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 made thereunder, 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

**Key Audit Matters**

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

Key Audit Matter	How our audit addressed the Key Audit Matter
<p><b>Adequacy and completeness of disclosures of Related Party Transactions</b></p> <p>Refer Note 39 to the accompanying Consolidated financial statements as at March 31, 2024 for the disclosure of related parties and transactions with them.</p> <p>The Company has related party transactions which include among others, sale/purchase of goods related parties. This area was significant to our audit due to the following reasons:</p>	<p>Our procedures included the following steps:</p> <ul style="list-style-type: none"> <li>✓ Obtaining an understanding of the Company's policies and procedures in respect of identification of related parties and transactions with them. We also traced the related parties from declaration given by directors, wherever applicable.</li> <li>✓ Read the minutes of the meetings of Board of Directors and Audit Committee and verified that the transactions are approved in accordance with internal procedures and the applicable regulations to the Company.</li> </ul>

## ANNUAL REPORT & ACCOUNTS 2023-2024

<ul style="list-style-type: none"> <li>- the significance of transactions with related parties during the year ended March 31, 2024; and</li> <li>- related party transactions are subject to compliance requirement under the Companies Act, 2013 and SEBI (listing and Obligation Disclosure Requirement) 2015.</li> </ul>	<ul style="list-style-type: none"> <li>✓ Tested on a sample basis the arrangements between the related parties along with supporting documents to evaluate the management's assertions that the transactions were at arm's length and in the ordinary course of business. Evaluated and tested on a sample basis the rights and obligations of the related parties and assessed whether the transactions were recorded appropriately and disclosed in accordance with IND AS 24, Companies Act, 2013 and SEBI (LODR), 2015.</li> <li>✓ Wherever appropriate, our substantive work was supplemented by controls testing work which encompassed understanding, evaluating and testing key controls in respect of Related Party Transactions. Our procedures as mentioned above did not identify any findings that are significant for the financial statements as whole in respect of accounting, presentation and disclosure of Related Party Transactions.</li> </ul>
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### Information Other than the 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 Annexures to Board's Report, Business Responsibility and Sustainability Report, Corporate Governance and Shareholder's Information, but does not include the Consolidated Financial Statements, standalone 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, consider whether the other information is materially inconsistent with the Consolidated 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.

### Responsibilities of Management and Those Charged with Governance for the Consolidated 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 and presentation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. The respective Boards of Directors/Trustees of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Boards of Directors of the entities included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intends to liquidate their respective entities or to cease operations, or have no realistic alternative but

to do so.

The respective Boards of Directors of the entities included in the Group are also responsible for overseeing the financial reporting process of the Group.

### **Auditor's Responsibilities 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 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:

- 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.
- Obtain an understanding of internal financial 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 and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls with reference to Consolidated Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 to cease to continue as a going concern.
- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the Consolidated Financial Statements.

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

We communicate with those charged with governance of the 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 financial controls 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

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

## Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit 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 of the aforesaid Consolidated Financial Statements.
  - b) In our opinion, proper books of account as required by law maintained by the Group, including relevant records relating to preparation of the aforesaid Consolidated Financial Statements have been kept 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 Statement of Changes in Equity and the Consolidated Statement of Cash Flows 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 Ind AS specified under section 133 of the Act.
  - e) On the basis of the written representations received from the directors of the Company as on March 31, 2024 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2024 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 and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**” which is based on the auditors' reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls with reference to Consolidated Financial Statements of those companies.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Group does not have any pending litigations which would impact its financial position.
    - ii) The Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary company incorporated in India.
    - iv) (a) The respective Managements of the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate)



have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person or entity, outside the Group, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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 (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (b) The respective Managements of the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v) The dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013.
- vi) Based on our examination which included test checks, performed by us on the Company and its subsidiary incorporated in India, have used accounting softwares for maintaining their respective books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of audit, we have not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

- 2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor’s Report) Order, 2020 (the “Order”/ “CARO”) issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor’s report, according to the information and explanations given to us, and based on the Auditor’s Reports on the financial statements of Company and its subsidiary as at and for the year ended March 31, 2024, included in the Consolidated Financial Statements of the Group, we report in respect of that company where audit have been completed under section 143 of the Act, we have not reported any qualifications or adverse remarks given by us in the Companies (Auditor’s Report), Order (CARO) reports of the company included in the consolidated financials.

**For, Dinesh Mehta & Co**  
**Chartered Accountants**  
**Firm Regn. No. – 000220-N**

**Anup Mehta**  
**Partner**

**M.No. – 093133**

**UDIN – 24093133BKBHVM5815**

**Place – New Delhi**  
**Dated – May 30th, 2024**

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## ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Infosys Limited of even date)

### **Report on the Internal Financial Controls with reference to Consolidated Financial Statements 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, 2024, we have audited the internal financial controls with reference to Consolidated Financial Statements of **COMPETENT AUTOMOBILES CO. LIMITED** (hereinafter referred to as the “Company”) and its subsidiary company, which are companies incorporated in India, as of that date.

#### **Management’s Responsibility for Internal Financial Controls**

The respective Boards of Directors of the Company and its subsidiary company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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 (the “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 the 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 Consolidated Financial Statements of the Company and its subsidiary company, which are companies incorporated in India, 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”) issued by the Institute of Chartered Accountants of India (“ICAI”) and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to Consolidated Financial Statements. 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 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 Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to 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 procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to Consolidated Financial Statements of the Company and its subsidiary company, which are companies incorporated in India.

#### **Meaning of Internal Financial Controls with reference to Consolidated Financial Statements**

A company's internal financial control with reference to 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 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 Limitations of Internal Financial Controls with reference to Consolidated Financial Statements**

Because of the inherent limitations of internal financial controls with reference to 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 Consolidated Financial Statements to future periods are subject to the risk that the internal financial control with reference to 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 and to the best of our information and according to the explanations given to us, the Company and its subsidiary company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to Consolidated Financial Statements and such internal financial controls with reference to Consolidated Financial Statements were operating effectively as at March 31, 2024, based on the criteria for internal financial control with reference to Consolidated Financial Statements 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 ICAI.

**For, Dinesh Mehta & Co  
Chartered Accountants  
Firm Regn. No. – 000220-N**

**Anup Mehta  
Partner**

**M.No. – 093133**

**UDIN – 24093133BKBHVM5815**

**Place – New Delhi**

**Dated – May 30th, 2024**



# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2024

Particulars	Note No.	(Rs. In lacs)
		As at 31st March 2024
<b>I ASSETS</b>		
<b>1 Non-current assets</b>		
a Property, Plant and Equipment	2	18,906.22
b Capital work in progress	3 a	232.00
c Right of use Assets	3 b	5,375.15
d Financial Assets		
i) Investments	4	6,044.75
ii) Other financial assets	5	1,546.02
e Deferred Tax Assets (Net)	6	467.55
f Other non-current assets	7	1,460.50
<b>Total Non-Current assets</b>		<b>34,032.20</b>
<b>2 Current assets</b>		
a Inventories	8	18,569.27
b Financial Assets		
i) Trade receivables	9	6,333.56
ii) Cash and cash equivalents	10	737.27
iii) Bank balances other than (ii) above	10	783.84
iv) Other Current Financial Assets	11	3,933.54
c Other current assets	12	5,899.93
<b>Total Current assets</b>		<b>36,257.40</b>
<b>Total Assets</b>		<b>70,289.60</b>
<b>II EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
a Equity Share Capital	14	627.85
b Other Equity	15	33,637.17
<b>Total equity</b>		<b>34,265.02</b>
<b>LIABILITIES</b>		
<b>2 Non-current liabilities</b>		
a Financial Liabilities		
i) Borrowings	16	124.88
ii) Other financial liabilities	17	453.59
iii) Lease liability		5,072.54
b Other non-current liabilities		276.78
c Non-Current Provisions		934.43
<b>Total non-current liabilities</b>		<b>6,862.21</b>
<b>3 Current liabilities</b>		
a Financial Liabilities		
i) Borrowings	18	26,155.82
ii) Trade payables	19	
Micro and Small Enterprises		65.82
Other than Micro and Small Enterprises		369.65
iii) Other financial liabilities	20	262.33
iv) Lease Liability		985.85
b Other current liabilities	22	1,255.44
c Current Provisions		67.46
<b>Total current liabilities</b>		<b>29,162.37</b>
<b>Total Equity and Liabilities</b>		<b>70,289.60</b>

Material Accounting policies and Consolidated Notes to Accounts forming part of Consolidated Financial Statements 1 to 58

As Per our report of even date attached  
**For Dinesh Mehta & Co.**  
 Firm Registration No: 000220N  
 Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
 Partner  
 Membership Number-093133

**(Raj Chopra)**  
 Chairman & Managing Director  
 DIN-00036705

**(Kavita Ahuja)**  
 Whole Time Director  
 DIN-00036803

Place: New Delhi  
 Date : May 30th, 2024

**(Kamal K Kumar)**  
 Chief Executive Officer

**(Ravi Arora)**  
 Company Secretary

**(Deepka Mehta)**  
 Chief Financial Officer

 **COMPETENT AUTOMOBILES CO. LTD.**

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2024**  
( Rs. In lacs)

	Note No.	For the period ended 31st March 2024
<b>A Revenue</b>		
I Revenue from Operations	24	2,11,727.68
II Other Income	25	721.33
<b>III Total Revenue (I+II)</b>		<b>2,12,449.01</b>
<b>IV Expenses</b>		
Purchases of Stock in Trade	26	1,97,012.22
Changes in Inventories of Stock in Trade	27	(7,409.31)
Employee Benefit Expenses	28	8,122.28
Finance Cost	29	2,303.51
Depreciation and Amortization Expense	30	2,401.53
Other Expenses	31	6,113.88
<b>Total Expenses (IV)</b>		<b>2,08,544.11</b>
<b>V Profit before Exceptional items and Tax (V)=(III)-(IV)</b>		3,904.91
VI Exceptional items		46.55
<b>VII Profit / (Loss) After Exceptional items items and Taxes VII=(V-VI)</b>		3,858.35
<b>VIII Profit / (Loss) before Tax</b>		<b>3,858.35</b>
IX Less :Tax Expenses		
- Current Tax		1,005.00
- Deferred Tax		42.81
- Income Tax Of Earlier Year		54.28
<b>Profit after Tax for the Year (VIII-IX)</b>		<b>2,756.26</b>
<b>X Other Comprehensive Income</b>		
(i) Items that will not be reclassified to profit or loss		283.10
(ii) Income tax relating to items that will not be reclassified to profit or loss		2.10
(i) Items that will be reclassified to profit or loss		-
(ii) Income tax relating to items that will be reclassified to profit or loss		-
<b>XI Total Comprehensive Income (IX+X)</b>		<b>3,041.46</b>
<b>Earnings per Equity share</b>		
Basic and Diluted		<b>45.60</b>
<b>Earnings per Equity share</b>		
Basic and Diluted		<b>45.60</b>

**Material Accounting policies and Consolidated Notes to Accounts forming part of Consolidated Financial Statements** **1 to 58**

As Per our report of even date attached  
**For Dinesh Mehta & Co.**  
Firm Registration No: 000220N  
Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
Partner  
Membership Number-093133

**(Raj Chopra)**  
Chairman & Managing Director  
DIN-00036705

**(Kavita Ahuja)**  
Whole Time Director  
DIN-00036803

Place: New Delhi  
Date : May 30th, 2024

**(Kamal K Kumar)**  
Chief Executive Officer

**(Ravi Arora)**  
Company Secretary

**(Deepka Mehta)**  
Chief Financial Officer

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

	(Rs. In lacs)
	Year ended 31st March 2024
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>	
<b>Net profit before tax</b>	3,858.35
<b>Adjustments for :</b>	
Depreciation and Amortisation	2,401.53
Loss/(Profit) on Sale of Property, Plant & Equipments	13.91
Impact On Lease Modification	(35.75)
Provision for Impairment of Property, Plant & Equipments	20.00
Provision for Obsolescence of Stock	7.57
Unwinding interest on security Deposits(Net)	0.04
Cost on Post Employment Benefits (Gratuity)	(67.75)
Lease Rent Accruals	(10.49)
Bad Debts Written Off	30.65
Financial Cost	2,303.51
Interest Income	(455.53)
	<b>4,207.69</b>
<b>Operating gain before working capital changes</b>	<b>8,066.05</b>
<b>Changes in working capital</b>	
(Increase)/ Decrease in Inventories	(7,401.73)
(Increase)/Decrease in Trade Receivables	(1,895.69)
(Increase)/Decrease in Current, Non-current Assets and Advances	14.92
Increase/(Decrease) in Current, Non-current Liabilities and Provisions	163.37
	(9,119.13)
<b>Cash generated from Operating activities before Taxes</b>	<b>(1,053.08)</b>
Direct Taxes paid (net of refunds)	(728.09)
<b>Net cash generated from/ (used in) Operating activities</b>	<b>(1,781.17)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>	
Purchase of Property, Plant & Equipments	(6,985.20)
Additions to Capital Work-in-Progress	(232.00)
Proceeds from Sale of Property, Plant & Equipments	103.40
Interest received	455.53
(Increase) / Decrease in Fixed Deposits	1,253.83
<b>Net cash generated from / (used in) investing activities</b>	<b>(5,404.44)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>	
Proceeds/(Repayment) from Bank and other Borrowings	9,363.06
Proceeds/(Repayment) from Long Term Bank Borrowings	124.88
Repayment of lease liability	(1,524.12)
Financial expenses paid	(1,773.13)
Dividend paid	(61.46)
<b>Net cash generated from/ (used in) financing activities</b>	<b>6,129.23</b>
<b>INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(1,056.38)</b>
<b>Cash and Bank balance at the beginning of the year</b>	<b>2,577.47</b>
<b>Effect of exchange gain on cash and cash equivalents</b>	
<b>Cash and Bank balance at the end of the year</b>	<b>1,521.11</b>
<b>Component of Cash and Bank balance</b>	
Cash and cash equivalents include :	
Cash on hand	177.50
Cheques on hand	56.24
Balances with Banks:	
Deposit accounts	



# COMPETENT AUTOMOBILES CO. LTD.

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

	(Rs. In lacs)
	Year ended 31st March 2024
Current accounts	503.53
<b>Cash and cash equivalents at the end of the year</b>	<b>737.27</b>
<b>Add:</b>	
Fixed deposits with original maturity of more than 90 days	778.82
Unpaid Dividend	5.02
<b>Cash and Bank balances at the end of the year</b>	<b><u>1,521.11</u></b>

### Notes:

- 1 The Cash Flow Statement has been prepared in accordance with the 'Indirect Method' as per Ind AS 7-Cash Flow Statement.
- 2 Figures in brackets represents cash out flow.

As per our report of even date  
**For Dinesh Mehta & Co.**  
Firm Registration No: 000220N  
Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
Partner  
Membership Number-093133

**(Raj Chopra)**  
Chairman & Managing Director  
DIN-00036705

**(Kavita Ahuja)**  
Whole Time Director  
DIN-00036803

Place: New Delhi  
Date : May 30, 2023

**(Kamal K Kumar)**  
CEO

**(Ravi Arora)**  
Company Secretary

**(Deepak Mehta)**  
Chief Financial Officer

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

### A. EQUITY SHARE CAPITAL

(₹ In Lakhs)

PARTICULARS		AMOUNT
<b>BALANCE AS AT 31ST MARCH, 2023</b>		<b>627.85</b>
Changes in Equity Share Capital during the year	Refer Note No 13	-
<b>BALANCE AS AT 31ST MARCH, 2024</b>		<b>627.85</b>

### B. OTHER EQUITY

(Refer Note No 14)

(₹ In Lakhs)

	RESERVES AND SURPLUS				TOTAL
	GENERAL RESERVE	SECURITIES PREMIUM	RETAINED EARNINGS	OTHER COMPREHENSIVE INCOME	
<b>BALANCE AS AT 31ST MARCH, 2023</b>	<b>3,517.51</b>	<b>1,431.65</b>	<b>25,491.63</b>	<b>216.38</b>	<b>30,657.17</b>
Total Comprehensive income for the year	-	-	2,756.26	-	2,756.26
Actuarial Gain/ (Loss) on Defined benefit Obligation	-	-	-	10.44	10.44
Remeasurement of Fair Value of Investment	-	-	-	274.76	274.76
Payment of dividend	-	-	(61.46)	-	(61.46)
<b>BALANCE AS AT 31ST MARCH, 2024</b>	<b>3,517.51</b>	<b>1,431.65</b>	<b>28,186.43</b>	<b>501.58</b>	<b>33,637.17</b>

The accompanying notes are an integral part of the Standalone Financial Statements

As per our Report of even date

**For Dinesh Mehta & Co.**

Firm Registration No: 000220N

Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**

Partner

Membership Number-093133

**(Raj Chopra)**

Chairman & Managing Director

DIN-00036705

**(Kavita Ahuja)**

Whole Time Director

DIN-00036803

Place: New Delhi

Date : May 30th, 2024

**(Kamal K Kumar)**

Chief Executive Officer

**(Ravi Arora)**

Company Secretary

**(Deepak Mehta)**

Chief Financial Officer

**Note No.1- CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES****A. General Information****1. Group Overview**

The Holding Company “Competent Automobiles Company Limited” (“The Company”) is a public limited Company incorporated and domiciled in India and it is listed on the Bombay Stock Exchange (BSE). The address of its registered office is F-14, Competent House, Connaught Place New Delhi – 110001. The Company is an Authorized Dealer of Maruti Suzuki India Limited for Delhi, Noida (UP), Haryana and Himachal Pradesh areas.

The Subsidiary Company “Competent Kashmir Automobiles Private Limited” (“The Company”) is a private limited company incorporate on 12th March 2024 and domiciled in India. The address of its registered office is F-14, Competent House, Connaught Place, New Delhi – 110001. The Company is an Authorized Dealer of Maruti Suzuki India Limited for Jammu & Kashmir areas.

These consolidated financial statements for the year ended 31st March 2024 are the financial statements which has been prepared in accordance with Ind AS.

The Consolidated financial statements for the year ended 31st March 2024 were authorized and approved for issue by the board of Directors on 30th May 2024.

**B. (i) Statement of Compliance**

The Consolidated financial statements have been prepared on going concern basis in accordance with accounting principles generally accepted in India. Further, the consolidated financial statements have been prepared on historical cost basis except for certain financial assets and financial liabilities which are measured at fair values as explained in relevant accounting policies. The reporting and functional currency of the Group is Indian Rupees (INR). Figures in consolidated financial statements are presented in Lakhs, by rounding off up to two decimals except for per share data and as otherwise stated.

**(ii) Basis of preparation and presentation**

The consolidated financial statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments which are measured at fair market value at the end of each reporting period as explained in the accounting policies.

All assets and liabilities have been classified as current or non-current according to the Group’s operating cycle and other criteria set out in the Act, and IndAS-1 “Presentation of Financial Statements”

**(iii) Basis of consolidation****Subsidiary**

The consolidated financial statements comprise financial statements of Holding Company and its subsidiary. Subsidiary is entity (structured entity) over which the Group has control. The group controls an entity when the group is exposed to, or has right to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. The Group can have power over the investee even if it owns less than majority voting rights i.e rights arising from other contractual arrangements. Subsidiary is fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases. Statement of profit or loss (including other comprehensive income (‘OCI’) of subsidiary acquired or disposed of during the period are recognized from the effective date of acquisition, or up to the effective date of disposal, as applicable.

The group combines the financial statements of the holding company and its subsidiary line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealized gains on transactions between group companies are eliminated. Accounting policies of subsidiaries have been changed wherever necessary to ensure consistency with the policies adopted by the group.

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Non-Controlling interest, (if any) presented as a part of equity, represent the portion of a subsidiary's statement of profit and loss and net assets that is not held by the group. Statement of profit and loss balance (including other comprehensive income ('OCI') is attributed to the equity holders of the Holding Company and to the non-controlling interest basis the respective ownership interests and such balance is attributed even if this results in controlling interest having a deficit balance.

The Group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the equity. Such a change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognized within equity.

## **Business Combination**

The group applies the acquisition method in accounting for business combinations. The consideration transferred by the group to obtain control of a subsidiary is calculated as the sum of the acquisition-date fair values of assets transferred, liabilities incurred and equity interests issued by the group. Acquisition costs are expensed as incurred.

Identifiable assets acquired and liabilities and contingent liabilities assumed in business combination are measured initially at their acquisition – date fair values. Goodwill is measured as excess of the aggregate of the fair value of the consideration transferred, the amount recognized for non-controlling interests and fair value of any previous interest held, over the fair value of the net of identifiable assets acquired and liabilities assumed. If the fair value of the net of identifiable assets acquired and liabilities assumed is in excess of the aggregate mentioned above, the resulting gain or bargain purchase is recognized in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognizes the gain directly in equity as capital reserve, without routing the same through other comprehensive income.

Business combinations involving entities or businesses under common control have been accounted for using pooling of interest method. The assets and liabilities of the combining entities are reflected at their carrying amounts. No adjustments have been made to reflect fair values, or to recognize any new assets or liabilities.

## **C. Summary of Material Accounting Policies**

The Consolidated Financial Statements have been prepared using the Accounting Policies and measurement bases, as summarized below:

### **Overall Considerations**

The Consolidated Financial Statements have been prepared using the Material Accounting Policies and measurement bases that are in effect at 31st March 2024, as summarized below:

### **Revenue recognition**

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration, to which the Group is expected to be entitled to in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Group as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved

**(i) Sale of Goods**

Revenue from Sale of product is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of product is satisfied at a point of time i.e. when the material is dispatched to the customer or on the delivery to the customer, as may be specified in the contracts.

**(ii) Rendering of services**

Revenue from service is recognized over time by measuring progress towards satisfaction of performance obligation for the services rendered. The group uses output method for measurement of revenue from rendering of services based on time elapsed and / or parts delivered.

**(iii) Interest income**

Interest income is reported on accrual basis using the effective interest rate method.

Interest incomes on bank deposits are recognized on timely accrual basis.

**Property, plant and equipment & Intangible Assets**

**Recognition**

Property, Plant and Equipment are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use including decommissioning and restoration costs associated with provisions for asset retirement. Any trade discount and rebates are deducted in arriving at the purchase price.

**Subsequent measurement (Depreciation)**

Depreciation on Property, Plant and Equipment is charged on Written down Method on the basis of rates arrived at with reference to the useful life of the assets evaluated by the Committee consisting of technical experts and approved by the Management or rates arrived at based on useful life prescribed under Part C of Schedule II of the Companies Act, 2013. The following useful lives are applied:

<b>Asset Category</b>	<b>Estimated Useful Life (in years)</b>
Building	60
Plant & Machinery	15
Electrical Installations	10
Office Equipment	5
Computers and data processing Units	
- End user devices, such as desktops, laptops, etc.	3
Furniture & Fixtures	10
Vehicles	8

- (i) The assets' residual values, estimated useful lives and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.
- (ii) The vehicle purchased for the purpose of the test drive are treated as an asset of the Group and depreciation is charged accordingly.

**Derecognition**

An item of Property, Plant and Equipment or any significant part initially recognized is de- recognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss account when the asset is derecognized.



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## **Impairment of Non- Financial Assets**

Carrying amount of assets is reviewed at each reporting date where there is any indication of impairment based on internal/ external indicators. An impairment loss is recognized in the Statement of Profit and Loss where carrying amount exceeds recoverable amount of assets. Impairment loss is reversed, if, there is change in recoverable amount and such loss either no longer exists or has decreased or indication on which impairment was recognized no longer exists. Recoverable amount is the higher of an asset's fair value less costs of disposal (FVLCD) and its value in use (VIU).

When estimating VIU, the Group uses cash flow projections based on reasonable and supportable assumptions. Cash flows are discounted using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

## **Inventories**

**Inventories are valued at lower of cost and net realizable value. Cost is determined as follows:**

- (i) In case of cars, at specific cost on identification basis of their individual costs.
- (ii) In case of spares and others, the same are valued at FIFO basis

Costs includes all nonrefundable duties and taxes and all other charges incurred in bringing the inventory to their present location and condition. Net realizable value is the estimated selling price less estimated cost necessary to make the sale.

## **Financial Instruments**

### **Initial recognition and measurement**

Financial Assets are recognized when the Group becomes a party to the contractual provisions of the Financial Instrument and are measured initially at fair value adjusted for transaction costs, except for trade receivables that do not have a significant financing component which are measured at transaction price.

### **Subsequent Measurement**

- (a) **Financial assets at Amortized Cost** – A 'debt instrument' is measured at the amortized cost if both the following conditions are met.
  - The asset is held within a Business Model whose objective is to hold assets for collecting contractual cash flows, and
  - Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such Financial Assets are subsequently measured at amortized cost using the effective interest rate (EIR) method.

All other financial assets are measured at Fair Value through Other Comprehensive Income (FVOCI) or Fair value through Profit and Loss (FVTPL) based on Group's Business Model.

- (b) **Investment in Equity Investments** - All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at Fair Value through Profit and Loss(FVTPL). For all other equity instruments, the Group decides to classify the same either as at Fair Value through Other Comprehensive Income (FVOCI) or Fair Value through Profit and Loss (FVTPL) on an instrument-to-instrument basis.

### **De-recognition of Financial Assets**

A Financial Asset is primarily de-recognized when the rights to receive cash flows from the asset have expired or the Group has transferred its rights to receive cash flows from the asset.

**Financial liabilities****1. Initial recognition and measurement**

All Financial liabilities are recognized initially at fair value and transition cost that is attributable to the acquisition of financial liabilities is also adjusted. Financial liabilities are classified at amortized cost.

**2. Subsequent measurement**

Subsequently to initial recognition, these liabilities are measured at amortized cost using the effective interest rate method.

**3. Derecognition of Financial Liability**

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expired. Consequently, write back of unsettled credit balances and invoked bank guarantee is done on closure of the concerned project or earlier based on the previous experience of Management and actual facts of each case and recognized in Other Operating Revenue.

Further when an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

**IMPAIRMENT OF FINANCIAL ASSETS**

In accordance with Ind-As 109, the Group applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss for Financial Assets.

ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive. When estimating the cash flows, the Group consider the following: -

- All contractual terms of the Financial Assets (including prepayment and extension) over the expected life of the assets.
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

**Trade Receivables**

As a practical expedient the Group has adopted 'simplified approach' using the Provision Matrix Method for recognition of expected loss on trade receivables. The provision matrix is based on default rates observed over the expected life of the trade receivables and is adjusted for forward-looking estimates. These average default rates are applied on total credit risk exposure on trade receivables and outstanding for more than one year at the reporting date to determine life time Expected Credit Losses. Further, in cases where there is material increase in credit risk since initial recognition, impairment loss is assessed & provided.

**Other Financial Assets**

For recognition of impairment loss on Other Financial Assets and Risk Exposure, the Group determines whether there has been a material increase in the credit risk since initial recognition and if credit risk has increased significantly, impairment loss is provided.

**Cash and cash equivalents**

Cash and Cash Equivalents comprise Cash in hand, Balances in Bank Account, Remittance in Transit, Cheques in hand and Demand Deposits, together with other short-term, highly liquid investments (original maturity less than 3 months) that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

**Equity, Reserves and Dividend Payments**

Share capital represents the nominal value of shares that have been issued. Any transaction costs associated with the

# ANNUAL REPORT & ACCOUNTS 2023-2024

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issuing of shares are deducted from retained earnings, net of any related income tax benefits.

Other components of equity include Other Comprehensive Increase or decrease in fair of Investments including tax effects.

Retained earnings include all current and prior period retained profits. All transactions with owners of the parent are recorded separately within equity. Proposed dividend distribution to shareholders is recognized as a liability in the period in which the dividend is approved by the shareholders. Any interim dividend paid is recognized on approval by Board of Directors. Proposed dividend as and when it is paid is recognized directly in equity.

## **Leases**

### **Group as a lessee**

At inception of a contract, the group assess whether the contract is, or contains, a lease.

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

### **Recognition:**

#### **“Right of Use (ROU) Asset”**

At the commencement date, the group recognize a right-of-use asset and a lease liability, except

- a. For lease with a term of twelve months or less (Short term leases) and,
- b. Leases for which the underlying asset is of low value.

For short term leases and assets of low value the group recognizes the lease payments as an operating expense on a straight-line basis over the term of lease.

#### **“Lease Liability”**

At the commencement date, the group measures the lease liability at the present value of the lease payments that are not paid at that date.

The lease payments are discounted using the effective interest rate.

### **Subsequent measurement:**

#### **1. “Right of Use (ROU) Asset”:**

After the commencement date, the group measure the right-of-use asset at cost less any accumulated depreciation and is subject to impairment losses.

#### **2. “Lease Liability”**

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is any reassessment or modification.

The residual values, useful lives and methods of depreciation of right of use are reviewed at each financial year end and adjusted prospectively, if appropriate.

### **De-Recognition**

A right of use asset initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de- recognition of the right of use asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss account when the right of use asset is derecognized.

**Group as a Lessor****Operating lease**

Leases in which the Group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Assets leased out under operating leases are capitalized.

Rental income is recognized on straight-line basis over the lease term except where scheduled increase in rent compensates the Group with expected inflationary costs.

**Taxation**

Income tax comprises current tax and deferred tax. Income tax is recognized in the Statement of Profit and Loss except to the extent that it relates to items recognized in other comprehensive income or directly in equity, in which case the tax is recognized in the same statement as the related item appears.

Calculation of Current Tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the balance sheet, and the amounts attributed to such assets and liabilities for tax purposes. Deferred tax is calculated using the tax rates expected to apply in the periods in which the assets will be realized or the liabilities settled.

The Current Tax and Deferred Tax so calculated are adjusted for the uncertainty of tax treatment by the tax authorities at each reporting date.

Deferred Tax Liabilities are generally recognized in full for all taxable temporary differences.

Deferred Tax Assets are recognized to the extent that it is probable that the underlying tax loss, unused tax credits or deductible temporary difference will be utilized against future taxable income.

This is assessed based on the Group's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit.

**Foreign currencies****Functional and Presentation Currency**

The Consolidated Financial Statements are presented in Indian Rupee ('INR'), which is Group's functional Currency.

**Foreign Currency Transactions and Balances**

Foreign Currency transactions are recorded in the reporting Currency, by applying to the Foreign Currency amount, the exchange rate between the Reporting Currency and the Foreign Currency at the date of the transaction.

Foreign Currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items which are measured in terms of historical cost denominated in a Foreign Currency are reported using the exchange rate at the date of the transaction.

Exchange differences arising on the settlement of monetary items, or on reporting such monetary items of the Group at rates different from those at which they were initially recorded during the year, or reported in previous Financial Statements, are recognized as Income/ Expenses in the year in which they arise.

**Earnings per Share**

Basic earnings per share is calculated by dividing the net profit for the year attributable to equity shareholders of the Group with the weighted average number of equity shares outstanding during the year. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares.

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## Employee benefits

### Defined Contribution Plan

Group's Contribution paid/payable during the year to Provident Fund / ESI is recognized in the Statement of Profit and Loss for the year in which the related services are rendered.

### Defined Benefit Plan

Group's liability towards Gratuity, Post-Retirement Benefits and TA on Superannuation are determined by independent actuary, at the year-end using the Projected Unit Credit Method. Actuarial gains or losses are recognized in the Other Comprehensive Income. Liability for Gratuity as per actuarial valuation is paid to a fund administered under the Group Gratuity Scheme of Life Insurance Corporation of India (LIC)

### Short Term Employee Benefits

Short term benefits comprise of employee costs such as Salaries, Bonus, and ex gratia are accrued in the year in which the associated services are rendered by employees of the Group.

### Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the Group has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Provisions are discounted to their present values, where the time value of money is material. Where discounting is used, the increase in the provision due to the passage of time is recognized within finance costs.

### Other Provisions:

Other Provisions include Provision for CSR Activities and Provision for Other Contingency.

Contingent liabilities and claims against the group not acknowledged as debt, and contingent liabilities related to legal proceedings or regulatory matters, including certain guarantees, are not recognized in the financial statements. However, these are disclosed unless the probability of settlement is remote.

Contingent Liabilities are disclosed on basis of judgment of management after a careful evaluation of facts and legal aspects of matter involve.

Contingent Assets are disclosed when probable and recognized when realization of income is virtually certain.

### Segment Reporting

The Group publish this consolidated financial statement in accordance with IndAS 108, Operating segments, the group has disclosed the segment information in the consolidated financial statement.

### Rounding of amounts

All amounts disclosed in the consolidated financial statements and the accompanying notes have been rounded off to the nearest lakhs and two decimals thereof, as per the requirement of Schedule III of the Companies Act 2013, unless otherwise stated as amended by 24th March 2021.

### SIGNIFICANT MANAGEMENT JUDGEMENT IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY

Consolidated Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) which require management to make estimates and assumptions that affect the reported balances of assets, liabilities and disclosure of contingent liabilities at the date of the consolidated financial statements and reported amounts of income & expenses during the periods. Although these estimates and assumptions used in accompanying consolidated Financial Statements

are based upon management's evaluation of relevant facts and circumstances as of date of consolidated Financial Statements which in management's opinion are prudent and reasonable, actual results may differ from estimates and assumptions used in preparing accompanying consolidated Financial Statements. Any revision to accounting estimates is recognized prospectively from the period in which results are known/ materialize in accordance with applicable Indian Accounting Standards.

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

#### **Significant Management Judgements**

The following are Significant Management Judgements in applying the Accounting Policies of the Group that have the most significant effect on the consolidated Financial Statements.

#### **Recognition of Deferred Tax Assets**

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Group's future taxable income against which the deferred tax assets can be utilized.

#### **Evaluation of indicators for Impairment of Assets**

Significant judgements are involved in evaluation of applicability of indicators of impairment of assets which requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets. These indicators may include significant financial difficulty of the issuer or debtor, default or delinquency in payments, significant adverse changes in the technological, market, economic, or legal environment, among others.

#### **Property, Plant and Equipment**

Management assesses the remaining useful lives and residual value of property, plant and equipment and believes that the assigned useful lives and residual value are reasonable

#### **Estimation Uncertainty**

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

#### **Defined Benefit Obligation (DBO)**

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, medical cost trends, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may impact the DBO amount and the annual defined benefit expenses.

#### **Contingencies**

Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/ claims/litigations against the Group as it is not possible to predict the outcome of pending matters with accuracy.

#### **Standards Issued but Not Effective**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the Year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Group.

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## 2 Property, Plant & Equipments#

Particulars	(Rs. In lacs)								Total
	Land*	Buildings*	Plant & Machinery	Electric Installation	Office Equip-ments	Furniture & Fixtures	Vehicles		
<b>Balance as at March 31, 2022</b>	<b>6,138.48</b>	<b>5,651.26</b>	<b>1,954.81</b>	<b>618.70</b>	<b>1,554.33</b>	<b>1,404.20</b>	<b>2,352.95</b>	<b>19,674.74</b>	
Additions	-	958.51	153.67	164.23	153.15	270.10	402.35	2,102.00	
Disposals	-	-	(1.75)	-	(10.62)	-	(463.83)	(476.21)	
<b>Balance as at March 31, 2023</b>	<b>6,138.48</b>	<b>6,609.77</b>	<b>2,106.72</b>	<b>782.94</b>	<b>1,696.86</b>	<b>1,674.30</b>	<b>2,291.46</b>	<b>21,300.53</b>	
Additions	4,530.84	670.86	419.24	386.42	125.37	368.13	611.28	7,112.14	
Disposals	-	-	(503.47)	(120.29)	(639.92)	(344.51)	(199.61)	(1,807.79)	
<b>Gross Carrying value As at March 31, 2024</b>	<b>10,669.32</b>	<b>7,280.63</b>	<b>2,022.49</b>	<b>1,049.07</b>	<b>1,182.31</b>	<b>1,697.92</b>	<b>2,703.14</b>	<b>26,604.88</b>	
<b>Accumulated Depreciation as at 31st March 2022</b>	-	<b>1,856.15</b>	<b>1,316.94</b>	<b>362.59</b>	<b>1,340.41</b>	<b>980.15</b>	<b>1,515.25</b>	<b>7,371.49</b>	
Depreciation for the year	-	337.69	124.37	84.87	114.88	134.74	304.52	1,101.06	
Disposals/adjustments during the year	-	-	(1.55)	-	(10.09)	-	(310.85)	(322.49)	
Impairment Made during the year**	-	-	-	-	-	-	-	-	
<b>Balance as at March 31, 2023</b>	-	<b>2,193.84</b>	<b>1,439.77</b>	<b>447.46</b>	<b>1,445.19</b>	<b>1,114.89</b>	<b>1,508.92</b>	<b>8,150.07</b>	
Depreciation for the year	-	360.12	125.91	97.30	127.01	171.69	287.68	1,169.70	
Disposals/adjustments during the year	-	-	(458.49)	(114.27)	(609.63)	(325.70)	(133.02)	(1,641.12)	
Impairment Made during the year**	-	-	11.60	0.01	7.90	0.49	-	20.00	
<b>Accumulated Depreciation As at March 31, 2024</b>	-	<b>2,553.96</b>	<b>1,118.78</b>	<b>430.50</b>	<b>970.47</b>	<b>961.37</b>	<b>1,663.57</b>	<b>7,698.65</b>	
<b>Net carrying value as at 31st March 2022</b>	<b>6,138.48</b>	<b>3,795.11</b>	<b>637.87</b>	<b>256.11</b>	<b>213.92</b>	<b>424.05</b>	<b>837.70</b>	<b>12,303.24</b>	
<b>Net carrying value as at 31st March 2023</b>	<b>6,138.48</b>	<b>4,415.93</b>	<b>666.96</b>	<b>335.47</b>	<b>251.67</b>	<b>559.41</b>	<b>782.55</b>	<b>13,150.46</b>	
<b>Net carrying value as at 31st March 2024</b>	<b>10,669.32</b>	<b>4,726.67</b>	<b>903.71</b>	<b>618.56</b>	<b>211.84</b>	<b>736.55</b>	<b>1,039.56</b>	<b>18,906.22</b>	

Note : Net Carrying value is calculated as (gross carrying value at the end of year - accumulated Depreciation at the end of year and impairment losses)

\*All title deeds of immovable properties are held in the name of Company.

#The Company has not revalued any of its Property, Plant and Equipment under Rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017.

\*\*During the financial year, management has internally identified certain class of PPE which includes Computers, office equipments having their carrying values of Rs. 20 Lakhs as at 01st April 2023 which are not used adequately to their capacity of utilisation and contribution towards economic benefits of the Company. These assets were written down to its recoverable amount of INR 1925, which was determined by reference to the higher of their value in use which is negligible and their fair value less cost of disposal. Since the estimated cost of repairs of aforesaid PPE items were significant unobservable input, the fair value of these assets is classified as a level III fair value. As these assets were so inadequate to use in operating day to day activities, their fair value less cost of disposal was identified at Re.1. The impairment and end use of useful life loss of INR 20 lakhs is included in administrative expenses in the Standalone Statement of Profit & Loss. (Refer Note No. 31)

## 3 a Capital Work in Progress (CWIP)

	(Rs. In lacs)
<b>As at 31st March 2022</b>	<b>143.49</b>
Additions	1,239.76
Less: Amount transferred to Property, Plant & Equipment	1,256.31
<b>Balance at March 31, 2023</b>	<b>126.94</b>
Additions	1,160.76
Less: Amount transferred to Property, Plant & Equipment	1,055.69
<b>Balance at March 31, 2024</b>	<b>232.00</b>

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**For the CWIP, ageing schedule shall be given as at 31st March, 2024**

**(Rs. In Lakhs)**

Capital Work in progress (CWIP)	Amount of CWIP for a period of				
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
<b>Project in progress</b>					
- Showroom/Workshop at Noida	191.58	-	-	-	191.58
- Workshop at Bahadurgarh	2.14	-	-	-	2.14
- Workshop at Hamirpur Nexa	17.14	-	-	-	17.14
- Workshop at Mandi Nexa	5.70	-	-	-	5.70
- Showroom at Nadaun	7.15	-	-	-	7.15
- Workshop at Bangana	6.13	-	-	-	6.13
<b>-Showroom at Kashmir (J&amp;K)</b>	<b>2.16</b>	-	-	-	<b>2.16</b>
<b>Total</b>	<b>232.00</b>	-	-	-	<b>232.00</b>

**(Rs. In lacs)**

**3 b Right of Use Assets**

	<b>Immovable Property</b>	<b>Vehicles</b>
<b>Net carrying value as at 31st March 2023</b>	<b>5,487.79</b>	<b>124.59</b>
Additions	1,366.56	108.69
Termination/Modification	(480.66)	-
Amortisation for the year	1,113.57	118.26
<b>Net carrying value as at 31st March 2024</b>	<b>5,260.12</b>	<b>115.02</b>



# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

4. Investment	As at 31st March 2024	
<b>Non current</b>		
<b>a. Investment in equity instruments- Unquoted</b>		
- Equity Shares of Raj Chopra & Company Pvt Ltd.(RCCPL) (85,00,000 equity shares @ Rs. 40/- per share ) (52,38,095 equity shares @ Rs. 42/- per share )		5,599.99
<b>b. Investments in equity Instruments at Fair Value through other comprehensive income</b>		
- Equity Shares of Raj Chopra & Company Pvt Ltd.(RCCPL)		444.76
<b>Total</b>		<b>6,044.75</b>
<hr/>		
5. Other Non Current Financial Assets	As at 31st March 2024	
Fixed Deposits#		936.04
Lease Rent Accruals		10.49
-Security Deposit to MSIL		261.50
- Amortised cost of Security deposits		264.73
-Other Security Deposits*		73.26
<b>Total</b>		<b>1,546.02</b>

\* These includes deposits with Government Authorities for utilities

#Fixed Deposit receipts includes interest accrued with scheduled banks having maturity of more than 12 months and includes Fixed Deposits with Govt. authorities

6. Deferred tax Liability/Assets (net)	As at 31st March 2024	
Deferred Tax Assets on account of:	Recognised Through Statement of Profit & Loss	
<u>Deferred Tax Assets</u>		
- Property, Plant & Equipments	3.40	296.85
- Right-of-use assets	50.81	171.96
- Employee benefits	(94.38)	(10.04)
Deferred Tax Liability		
Rental Income	<b>(2.64)</b>	(2.64)
<u>Deferred Tax Liability</u>	Recognised Through OCI	
- Acturial Gain on Gratuity	2.10	11.43
<b>Deferred tax Assets (Net)</b>	<b>(40.71)</b>	<b>467.56</b>

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

<b>7. Others Non current Assets</b>	<b>As at 31st March 2024</b>
Prepaid Taxes (Net of Provision)	85.17
Capital Advances	5.15
Prepaid Security Deposits	84.92
Funded Plan Assets - Gratuity	1,284.82
Preliminary Expenses (to the extent not written off)	0.44
<b>Total</b>	<b>1,460.50</b>

<b>8. Inventories</b>	<b>As at 31st March 2024</b>
(At cost or net realisable value whichever is lower)	
Vehicles *	16,440.08
Spare Parts, Accessories , Oil & Lubricants *	1,408.83
Goods-in-transit	756.90
<b>Total Inventories</b>	<b>18,605.81</b>
Less: Provision for Obsolescence of stock**	(36.54)
<b>Total</b>	<b>18,569.27</b>

\*Refer to Point no 5 of Accounting policies

Inventories are valued and certified by the management .

\*\*Provision for Obsolete value of inventories to net realisable value has been recognised as an administrative expense during the financial year. (Refer Note No. 31)

<b>9. Trade Receivables</b>	<b>As at 31st March 2024</b>
Unsecured & Considered good	6,333.56
Unsecured & Considered doubtful	-
	<b>6,333.56</b>
Less: Provision for Doubtful Debts	-
<b>Total</b>	<b>6,333.56</b>

**9.1** Considering the past trends of complete recoverability of dues from Trade Receivables, group decides not to provide for expected credit loss for trade receivables under simplified approach

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

### 9.2 Age to Trade receivables

Particulars	As at 31st March 2024
(i) Undisputed trade receivable-Considered good	
Less than 6 months	6,223.17
6 months - 1 year	33.77
1-2 years	41.19
2-3 years	35.43
More than 3 years	-
(ii) Undisputed trade receivable-Significant increase in Credit risk	-
(iii) Undisputed trade receivable-Credit impaired	-
(iv) Disputed trade receivable-Considered good	-
(v) Disputed trade receivable-Significant increase in Credit risk	-
(vi) Disputed trade receivable-Credit impaired	-
<b>Total</b>	<b>6,333.56</b>

10. Cash and Bank Balances	As at 31st March 2024
Cash and Cash Equivalents:	
Cash on hand	177.50
- Balance with Bank Accounts	503.53
-Cheques in Hand	56.24
	<b>737.27</b>
Other Bank Balances	
- In Fixed Deposits* (having original maturity less than 90 days)	778.82
<b>Earmarked Balances with Banks</b>	
Unpaid Dividend	5.02
	<b>783.84</b>
<b>Total</b>	<b>1,521.11</b>

Cash and Cash equivalent includes cash in hand, bank balances in current accounts with scheduled banks.

11. Other Current Financial Assets	As at 31st March 2024
Fixed Deposits*	3,738.09
Staff Advances	37.69
Security Deposits for Showrooms	157.76
<b>Total</b>	<b>3,933.54</b>

\*Fixed Deposits including interest accrued receipts with scheduled banks having maturity of more than 3 months but less than 12 months from the reporting date

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

(Rs. In lacs)

<b>12. Other Current Assets</b>	<b>As at 31st March 2024</b>
Advance to Suppliers for Capital Goods	6.00
Advances other than Capital Advance	300.31
Recoverable from MSIL	3,511.41
Staff Imprest	63.01
Prepaid Expenses	79.65
GST paid on Advance receipts	13.72
GST INPUT	1,906.81
Prepaid Security Deposits	19.01
<b>Total</b>	<b><u>5,899.93</u></b>

<b>13. Equity Share Capital</b>	<b>As at 31st March 2024</b>
<b>Authorized</b>	
1,00,00,000 Equity shares of ₹ 10/- each	1,000.00
<b>Issued, Subscribed</b>	
64,09,500 Equity shares of ₹ 10/- each	640.95
<b>Paid -up</b>	
61,46,000 Equity Shares of ₹ 10/ each	614.60
Add : Amount paid up on Forfeited 2,63,500 Equity Shares	13.25
	<b><u>627.85</u></b>

Reconciliation of Equity Shares at the beginning and at the end of the year

<b>Particulars</b>	<b>As at 31st March 2024</b>	
	<b>Number of Shares</b>	<b>Amount</b>
Equity Shares outstanding at the beginning of the year	61,46,000	614.60
Changes in equity share capital during the year	-	-
<b>Balance at the end of the reporting period</b>		<b><u>614.60</u></b>

**Rights, Preferences and restrictions attached to Equity Shares**

The company has one class of equity shares having a par value of Rs. 10 per share fully paidup. Each shareholder is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General meeting, except in the case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

# ANNUAL REPORT & ACCOUNTS 2023-2024

CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

The Details of shareholders holding more than 5 % of the aggregate shares in the Company

Particulars	As at 31st March 2024	
	Name of the Share Holder	Number of Shares
Mrs. Kavita Ahuja	61.48%	37,78,680
Ms. Priya Chopra	13.43%	8,25,625

Details of shares held by promoters are as under

Name of the Promoters	As at 31st March 2024	
	Name of the Share Holder	Number (in lakhs)
Mrs. Kavita Ahuja	37,78,680	61.48%
Ms. Priya Chopra	8,25,625	13.43%

14. Other Equity		As at 31st March 2024
<b>i. General Reserve</b>		
As per last Balance Sheet		3,517.51
Add : Balance Transferred from Profit and Loss Account		-
Closing balance		<b>3,517.51</b>
<b>ii Securities Premium Account</b>		
As per last Balance Sheet		1,431.65
Add : Balance Transferred from Profit and Loss Account		-
Closing balance		<b>1,431.65</b>
<b>iii Surplus in Statement of Profit and Loss</b>		
As per last Balance Sheet		25,708.01
Add : Net Profit for the Year		2,756.26
Add : Other comprehensive income		-
<b>Amount available for Appropriations</b>		<b>28,464.27</b>
<b>Less:</b>		
Dividend on Equity Shares		61.46
Dividend tax		-
Tax adjustments for earlier years		-
Transferred to General Reserve		-
		<b>28,402.81</b>
<b>Total</b>		<b>33,351.97</b>

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

<b>15. Non current Financial Liabilities</b>	<b>As at 31st March 2024</b>
Borrowings (Secured )	
Term Loan- vehicle*	124.88
<b>Total</b>	<b><u>124.88</u></b>

\*Term Loan for Vehicle from HDFC Bank is repayable on 48 monthly installments and carries interest of 8.55%. P.A. (Previous Year: NIL)

<b>16. Other Non-Current Financial Liabilities</b>	<b>As at 31st March 2024</b>
Security Deposits*	444.06
Amortised Cost of Security Deposit Taken	9.53
<b>Total</b>	<b><u>453.59</u></b>

\*Security Deposits taken includes security taken from customers towards transfer of old vehicles

<b>17. Other Non-Current Liabilities</b>	<b>As at 31st March 2024</b>
Salary and other benefits	269.26
Deferred Security Deposits	7.52
<b>Total</b>	<b><u>276.78</u></b>

<b>18. Non-Current Provisions</b>	<b>As at 31st March 2024</b>
Provision for Defined Bnefit Obligation (Gratuity)#	934.43
<b>Total</b>	<b><u>934.43</u></b>

#Refer Note No. 28.1

<b>19. Borrowings</b>	<b>As at 31st March 2024</b>
<b>Loan repayable on Demand</b>	
<b>From Banks</b>	
<b>Secured</b>	
Inventory Funding From HDFC Bank/BOB*	25,079.81
Current Maturities of Long Term Borrowings**	25.12
<b>Unsecured</b>	
Due to Directors***	1,050.89
<b>Total</b>	<b><u>26,155.82</u></b>

\*Inventory funding (HDFC) is repayable on demand and carries interest of 8.40%. P.A. (Previous Year interest rate @ 8.50% P.A.)

\*Inventory funding (BOB) is repayable on demand and carries interest of 8.30%. P.A. (Previous Year interest rate @ 8.40% P.A.)

\*\*Term Loan for Vehicle from HDFC Bank is repayable on 12 monthly installments and carries interest of 8.55%. P.A. (Previous Year: NIL)

\*\*\*Loans from Directors is repayable on demand and carries interest rate of 7.50% P.A. (Previous Year interest rate @ 7.50% P.A.)

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

<b>20. Trade Payables</b>	<b>As at 31st March 2024</b>
Due to Micro, Small and Medium Enterprises	65.82
Due to Others	369.65
<b>Total</b>	<b>435.46</b>

The Disclosure in respect of MSME have been made in the consolidated financial statements based on the informtion/ confirmation received and available with the group. On the basis of confirmations obtained from supplier registered themselves under Micro, Small & Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and on the basis of information available with the group following are the details:

### 20.1 Age analysis of trade payable

<b>Particulars</b>	<b>As at 31st March 2024</b>
(i) <b>MSME</b>	
-0 to 1 year	50.39
-1 year to 2 year	15.43
-2 year to 3 year	-
-more than 3 years	-
(ii) <b>Others</b>	
-0 to 1 year	289.09
-1 year to 2 year	80.56
-2 year to 3 year	-
-more than 3 years	-
(iii) <b>Disputed dues-MSME@</b>	15.43
(iv) <b>Disputed dues-Others</b>	-
<b>Total</b>	<b>435.46</b>

@The dispute is with regard to payment of GST amount on account of non payment of GST by the service provider.

### 20.2 The following disclosures are required under Sec 22 of MSME Act, 2006 under the Chapter on Delayed Payments to Micro and Small Enterprises:

<b>Particulars</b>	<b>2023-24</b>		
	<b>Interest</b>	<b>Principal</b>	<b>Total</b>
(a) The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of accounting year.	-	65.82	65.82
(b) The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year."	-	-	-
(c) The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid)"	-	-	-

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

(Rs. In lacs)

Particulars	Interest	2023-24 Principal	Total
(d) The amount of interest accrued and remaining unpaid at the end of accounting year; and"	-	-	-
(e) The amount of further interest due and payable even in the succeeding year, 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.	-	-	-

21. Other Current Financial Liabilities	As at 31st March 2024
Expenses Payable	257.31
Unclaimed Dividend**	5.02
<b>Total</b>	<b>262.33</b>

\*\*There are no amount due for Payment to the Investor Education and Protection Fund under Section 125(1) of the Companies Act , 2013.

22. Other Current Liabilities	As at 31st March 2024
Advance from Customers	75.28
Salary and other benefits*	949.42
Statutory Dues**	229.73
Deferred Security Deposits	1.01
<b>Total</b>	<b>1,255.44</b>

\*(includes Salary, Bonus, Exgratia, contribution to PF and other funds)

\*\* (includes T.C.S and T.D.S. payable)

23. Current Provisions	As at 31st March 2024
Provision for Defined Bnefit Obligation (Gratuity)#	67.46
<b>Total</b>	<b>67.46</b>

#Refer Note No. 28.1



# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024 (Rs. In lacs)

<b>24. Revenue from Operations</b>	<b>For the period ended 31st March 2024</b>
<b>Sale of products</b>	
- Vehicles	1,91,884.45
- Spare Parts & Accessories	11,371.81
- Sales Others	60.73
<b>Services Rendered</b>	
- Services & Labour Charges	4,440.05
<b>Commission Received</b>	
- Extended Warranty/CCP	440.95
- Insurance Business	1,578.64
- Direct Billing & Other	369.82
- Sourcing Fees	1,204.94
- Other Commission	267.92
Interest Income	108.37
<b>Total</b>	<b>2,11,727.68</b>
<b>25. Other income</b>	<b>For the period ended 31st March 2024</b>
Net Gain on Sale of (Property, Plant & Equipment)	-
Booking Cancellation Charges	22.72
Miscellaneous income*	86.52
Other non operating income**	52.58
Interest Income on FDR	455.53
Rental Income	52.72
Impact On Lease Modification	34.09
Impact On Lease Termination	1.66
Net Interest on Employee Benefits (Gratuity)	15.51
Rent Concession due to COVID	-
<b>Total</b>	<b>721.33</b>

(\*includes Unclaimed Balance write back )

(\*\*includes MDS school income )

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

<b>26. Purchase of Stock In Trade</b>	<b>For the period ended 31st March 2024</b>
<b>Purchases during the year</b>	
- Vehicle	1,92,629.37
- Less : Rebate /Discount Received	(4,966.73)
- Spare Parts & Accessories	9,339.89
<b>Less:</b>	
- Spares issued against Warranty	9.69
<b>Total</b>	<b><u>1,97,012.22</u></b>
<b>27. Changes in Inventories of Stock in Trade</b>	
	<b>For the period ended 31st March 2024</b>
<b>Inventories at the end of the year:</b>	
- Vehicles	16,440.08
- Spare Parts & Accessories	1,408.83
- Goods in transit	756.90
	<b><u>18,605.81</u></b>
<b>Less:</b>	
<b>Inventories at the beginning of the year:</b>	
- Vehicles	9,936.05
- Spare Parts & Accessories	1,204.96
- Goods in transit	55.49
	<b><u>11,196.50</u></b>
<b>Total</b>	<b><u>(7,409.31)</u></b>
<b>28. Employee Benefit Expenses</b>	
	<b>For the period ended 31st March 2024</b>
Salaries, Wages and Bonus	7,105.82
Directors Remuneration	90.00
Commission paid to Directors	200.00
Contribution to Provident Fund and Other Funds	443.88
Staff Welfare Expenses	282.58
<b>Total</b>	<b><u>8,122.28</u></b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

### 28.1 As per India Accounting Standard 19 "Employee Benefits", the disclosures as defined are given below:

Defined Benefit Plan

#### i) Reconciliation of opening and closing balances of Defined Benefit Obligation

Particulars	2023-24
Defined Benefit Obligation at beginning of the year	911.59
Current Service Cost	139.81
Interest Cost	68.37
Actuarial Loss	(15.75)
Benefits Paid	(102.13)
Liability Transferred (Out) (Net)	-
<b>Defined Benefit Obligation at end of the year</b>	<b>1,001.89</b>

#### ii) Reconciliation of opening and closing balances of fair value of Plan Assets

Particulars	2023-24
Fair value of Plan Assets at beginning of the year	1,118.43
Return on Plan Assets	83.88
Actuarial gain /(loss) for the year on Asset	(7.41)
Employer contribution	192.04
Benefits paid	(102.13)
<b>Fair value of Plan Assets at end of the year</b>	<b>1,284.82</b>

#### iii) Expenses recognised during the year

Particulars	2023-24
<b>In Statement of Profit &amp; Loss</b>	
Current Service Cost	139.81
Interest Cost	68.37
Return on Plan Assets	(83.88)
<b>Net Cost</b>	<b>124.30</b>
<b>In Other Comprehensive Income (OCI)</b>	
Actuarial Loss	8.34
Return on Plan Assets	-
<b>Net Expense for the year recognised in OCI</b>	<b>8.34</b>

#### iv) Investment Details

Particulars	2023-24	
	Amount	% Invested
Fund Managed by Insurer	1,284.82	100.00%

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

(Rs. In lacs)

**v) Actuarial assumptions**

	<b>Gratuity Funded</b>
<b>Mortality Table (IALM)</b>	<b>2023-24</b>
	<b>2012-14</b>
	<b>(Urban)</b>
Discount Rate	7.22%
Rate of escalation of Salary	6.00%
Rate of employee turnover	5.00%

Mortality & Morbidity rates - 100% of IALM (2012-14) rates have been assumed which also includes the allowance for disability benefits.

**vi) Maturity profile of defined benefit obligation and long term benefits plan is as under**

Particulars	Year	Gratuity
1	0 to 1 year	67.46
2	1 to 2 year	183.72
3	2 to 3 year	52.25
4	3 to 4 year	52.19
5	4 to 5 year	53.39
6	5 to 6 years	45.43
Above 6	6 years onwards	545.45
<b>Total</b>		<b>999.89</b>

**vii) Expected contribution for the next Annual reporting period**

Particulars	31-03-2024
Service Cost	192.66
Net Interest Cost	(20.43)
<b>Expected Expense for the next annual reporting period</b>	<b>172.24</b>

**viii) Sensitivity Analysis of the defined benefit obligation**

<b>a) Impact of the change in discount rate</b>		
Present Value of Obligation at the end of the period		1,001.89
a)	Impact due to increase of 0.50%	(39.53)
b)	Impact due to decrease of 0.50 %	42.73
<b>b) Impact of the change in salary increase</b>		
Present Value of Obligation at the end of the period		1,001.89
a)	Impact due to increase of 0.50%	43.03
b)	Impact due to decrease of 0.50 %	(40.15)

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

### ix) Risks associated with Plan Provisions

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such group is exposed to various risks as follow -

- A) Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
- B) Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.
- C) Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.
- D) Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
- E) Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

<b>29. Finance Cost</b>	<b>For the period ended 31st March 2024</b>
Interest on Term Loan	-
Interest on Working capital	27.22
Interest on Inventory Funding	1,696.85
Interest Paid To MSIL	0.23
Interest Paid to others	48.83
Unwinding interest on security Deposits(Net)	0.04
Interest Charged on Lease Liabilities	530.33
<b>Total</b>	<b><u>2,303.51</u></b>

<b>30. Depreciation and Amortization Expenses</b>	<b>For the period ended 31st March 2024</b>
Depreciation on Property , Plant and Equipments	1,169.70
Amortisation expense on Account of IND AS 116	1,231.83
<b>Total</b>	<b><u>2,401.53</u></b>



# COMPETENT AUTOMOBILES CO. LTD.

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

<b>31. Other Expenses</b>	<b>For the period ended 31st March 2024</b>
<b>A) Administrative Expenses</b>	
Bank Charges	38.97
Consumable Stores	164.65
Jobwork & Labour Charges	640.97
Security Services Charges	299.91
Services Charges	141.42
Petrol For New Car	177.21
Delivery Charges	245.35
Insurance	149.91
<b>Repair &amp; Maintainance</b>	
Building	248.53
Plant & Machinery	90.61
Others	206.14
Legal & Professional Charges	305.14
Short Term Lease Expenses	68.09
Rates & Taxes	71.35
Net Loss on Sale of Property, Plant & Equipment	13.91
Communication Expenses	121.39
Provision for Impairment of PPE (Refer Note No. 2)	20.00
Provision for Obselence of Inventory (Refer Note No. 8)	7.57
Bad Debts Written Off	30.65
Charity & Donation	0.74
CSR Expenditure **	60.00
Power & Fuel	619.39
Printing & Stationery	130.10
Travelling & Conveyance	280.00
Auditors Remuneration (Refer Note No. 34 )	21.50
Miscellaneous Expenses	32.42
<b>B) Selling &amp; Distribution Expenses</b>	
Advertising & Publicity	103.14
Discount /Commission	1,483.54
Sales Promotion	341.30
<b>Total</b>	<b>6,113.88</b>

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

		(Rs. In lacs)
<b>32.</b>	<b>Earnings per Share</b>	<b>2023-24</b>
	Profit After Tax	2,802.82
	Weighted average number of Equity Shares	61.46
	Basic earning per share	45.60
	Diluted earning per share	45.60
<b>33.</b>	<b>Auditors Remuneration*</b>	<b>2023-24</b>
(i)	Audit Fees	8.85
(ii)	Limited Review and Tax Audits	1.10
		<b>9.95</b>
*Excluding GST		
<b>34.</b>	<b>Managerial Remuneration</b>	<b>2023-24</b>
	Salary	90.00
	Commission on Net Profit	200.00
		<b>290.00</b>
<b>35.</b>	<b>Computation of Net Profit in accordance with Section 197 r/w Section 198 of Companies Act 2013</b>	<b>2023-24</b>
	Net Profit after Tax as per Profit and Loss Account	2,756.26
	<b>Add:</b>	
	Income Tax	1,102.09
	Director Remuneration	290.00
	Impact of IND AS (On lease finance cost/ Amortisation of ROU/ Fair value of Asset/Liability)	1,789.78
	Exceptional Items	46.55
	<b>Less:</b>	
	Profit/(Loss) on Sale of Property, Plant & Equipments	(13.91)
	Impact of Employee Benefits (Gratuity)	67.75
	Impact of IND AS (On Actual Lease Payout/ Lease Rent Accruals/Modification/ Termination)	1,570.36
		<b>4,360.48</b>
	<b>Maximum Remuneration payable including commission @ 11%</b>	<b>479.65</b>

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**36 CSR Expenditure**

During the Financial Year 2023-24, the company has incurred expenditure in accordance with Section 135 of the Companies Act, 2013 on the CSR Activities as specified in Schedule VII to the Companies Act, 2013. The details are as under-

(Rs. In lacs)

Particulars	For the period ended 31st March 2024	For the Year ended 31st March 2023
Average Net Profit of the Company as per Section 135 (5)	2,990.56	2,413.79
Two percent of average net profit of the company as per section 135(5)	59.81	48.28
Amount to be spent during the year	59.81	48.28
Surplus arising out of the CSR projects or programmes or activities of the previous financial years	-	-
Amount required to be set off for the financial year	-	-
<b>Total CSR Obligation for the Financial Year</b>	59.81	48.28
Actual Amount Spent (Including Administrative Overhead)	60.00	50.00
<b>Surplus Amount Spent</b>	0.19	1.72
Amount Unspent	-	-

**CSR amount spent or unspent for the financial year 2023-24**

(Rs. In lacs)

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 for the project	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
			State	District			Name	CSR registration number
Child Literacy with Mid-Day Meals	Item No. ii	Yes	Delhi/ NCR	Delhi/ NCR	60.00	No	Manav Kalyan Foundation	CSR00007224

**CSR amount spent or unspent for the financial year 2022-23**

(Rs. In lacs)

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 for the project	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
			State	District			Name	CSR registration number
Plantation and Prevention of Environment Pollution	Item No. iv	Yes	Delhi/ NCR	Delhi/ NCR	50.00	No	Akashiganga Foundation (NGO)	CSR00011882



# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

### 37 Unclaimed /Unpaid Dividend

Dividends that are not encashed or claimed, within seven years from the date of its transfer to the unpaid dividend account, will, in terms of the provisions of Section 124 of The Companies Act, 2013, will be transferred to the Investors Education and Protection Fund ( IEPF) established by the Government of India. Total amount of Rs. 5.02 lakhs as on 31st March, 2024 is lying in unclaimed / unpaid dividend account as under :

Financial Year	Amount (Rs. in lacs)
2016-2017	1.44
2017-2018	0.70
2018-2019	0.59
2019-2020	0.80
2020-2021	0.50
2021-2022	0.54
2022-2023	0.45
Total	5.02

38. Information about Business Segment	As at 31st March 2024
<b>Segment Revenue</b>	
(a) Showroom Revenue	1,97,588.80
(b) Service & Spares	14,143.29
<b>Total</b>	<b>2,11,732.08</b>
<b>Segment Results</b>	
(a) Showroom Revenue	3,913.32
(b) Service & Spares	1,527.21
<b>Total</b>	<b>5,440.52</b>
<b>Less:</b>	
Interest and Financial Charges	2,303.51
<b>Add:</b>	
Un-Allocated Income	721.33
<b>Profit before Tax and Extraordinary item</b>	<b>3,858.35</b>
Less :Taxation Expenses including Deferred Tax	1,102.09
<b>Profit after Tax</b>	<b>2,756.26</b>
<b>Total Capital Employed</b>	<b>60,545.71</b>

Capital employed in the Group's business are common in nature and cannot be attributed to a specific segment i.e. showroom, service and spares. It is not practical to provide segmental distribution of the capital employed since segregation of available data could be erroneous.

The segment report of the Group as stated above has been prepared in accordance with Ind AS 108 Operating Segments.

The segment wise revenue and result's figures related to the respective heads are directly identifiable to each of the segments. Un-allocable income includes income on common services at corporate level and relates to the Group as whole.



## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

The definitions of the business segmentation and the activities encompassed therein are as follows:

- (i) Showroom:- Purchase and sales of vehicles manufactured by Maruti Suzuki India Ltd.
- (ii) Service & Spares: Servicing of Maruti Vehicles and Sale of their Spare parts.

### Geographical Information

The operations of the Group are mainly carried out in India and therefore, geographical information is not applicable.

### 39 Related party Disclosure

**(a) Enterprises over which Directors/Key management personnel of the Group were able to exercise significant influence during the year:**

- Competent Builders Private Limited
- Competent International Tradex Company Private Limited
- Competent International Resorts and Hotels Limited
- Raj Chopra & Co. Private Limited
- Competent Infrapromoters Private Limited
- Competent Wellness Ventures Pvt. Limited
- Competent Construction Company
- Competent Exporters
- Competent Leasing & Finance
- Competent Film Enterprises
- Competent Car Care Pvt Limited
- Servensure Builders Private Limited
- Servensure Properties Private Limited
- Belvedere Hotels Private Limited

**(b) Director/Key Managerial Personnel**

Mr. Raj Chopra	Chairman and Managing Director (CMD)
Mrs. Kavita Ahuja	Whole Time Director
Mr. Kamal K Kumar	Chief Executive Officer
Mr. Ravi Arora	Company Secretary
Mr. Deepak Mehta	Chief Financial Officer

**(c) Others:**

- Ash Assure (Mr. Ashish Ahuja) Relative of Whole Time Director
- PGR Enterprises LLP Group Concern
- Abheer Ahuja Son of Whole Time Director

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

(d) For related party transactions :-

Particulars	2023-24
<b>Unsecured Loan Taken:</b>	
Mr. Raj Chopra	1,500.00
Mrs. Kavita Ahuja	514.00
<b>Unsecured Loan Repaid:</b>	
Mr. Raj Chopra	1,000.00
Mrs. Kavita Ahuja	120.00
<b>Unsecured Loan Balance:</b>	
Mr. Raj Chopra	500.00
Mrs. Kavita Ahuja	550.89
<b>Purchase of Property, Plant &amp; Equipments:</b>	
Raj Chopra & Co. Private Limited	13.90
<b>Advisory Services:</b>	
Mr. Abheer Ahuja	19.23
<b>Salary:</b>	
Mr. Raj Chopra	42.00
Mrs. Kavita Ahuja	36.00
Mr. Abheer Ahuja	7.77
Mr. K K Mehta	12.00
Mr. Ravi Arora	31.92
Mr. Deepak Mehta	43.44
<b>Commission Expense:</b>	
Mr. Raj Chopra	100.00
Mrs. Kavita Ahuja	100.00
<b>Rent Expense:</b>	
Mrs. Kavita Ahuja	61.50
<b>Interest Expense:</b>	
Mr. Raj Chopra	20.34
Mrs. Kavita Ahuja	28.48
<b>Facility Expense:</b>	
Mrs. Kavita Ahuja	72.00
<b>Commission Expense:</b>	
PGR Enterprises LLP	212.00
Ash Ashure	136.14
<b>Outstanding Payable:</b>	
PGR Enterprises LLP	28.25
Ash Ashure	8.73

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

**40.** The balances of clients as on reporting date in the nature of Trade Receivables, Loans & Advances, Security Deposits and Trade Payables classified as Current and Non- Current are subject to confirmations, reconciliations and consequential adjustments. The management does not expect any significant impact on such reconciliations.

**41. Leases (IND AS-116)**
**A Group as a lessee**

The Group has leases for Showrooms, Workshops and Stock Yards. With the exception of short-term lease underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability as a financial liability. Variable lease payments which do not depend on an index or a rate are excluded from the initial measurement of the lease liability and right of use assets. The Group classifies its right-of-use assets in a consistent manner to its property, plant and equipment.

Each lease generally imposes a restriction that, unless there is a contractual right for the Group to sublease the asset to another party, the right-of-use asset can only be used by the Group. Some leases contain an option to extend the lease for a further term. The Group is prohibited from selling or pledging the underlying leased assets as security. For leases over showrooms, workshops and stockyard the Group must keep those properties in a good state of repair and return the properties in their original condition at the end of the lease.

**Lease payments not included in measurement of lease liability**

The expense relating to payments not included in the measurement of the lease liability is as follows:

<b>Particulars</b>	<b>As at 31st March 2024</b>
Short-term leases	68.09
Variable lease payments	-
<b>Total</b>	<b>68.09</b>

Total cash outflow for leases for the year ended 31 March 2024 was Rs. 1,524.12 Lakhs

**(i) Amount recognised in the Consolidated Balance sheet**

The balance sheet shows the carrying value relating to ROU Assets.

<b>Right of Use Assets</b>	<b>As at 31st March 2024</b>
Building	5,260.12
Vehicle	115.02

**Set out below are the carrying amount of lease liabilities and the movement during the period:**

<b>Particulars</b>	<b>As at 31st March 2024</b>
<b>Opening balance</b>	<b>6,093.75</b>
<u>Additions</u>	
Additions during the year	1,475.25
Accretion of interest	530.33
Payment of lease liabilities	1,524.12
Reversal due to Lease modification/termination	516.83
<b>Closing Balance</b>	<b>6,058.39</b>
Non Current	5,072.54
Current	985.85

# ANNUAL REPORT & ACCOUNTS 2023-2024

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

### Lease Modifications

During the year there was a lease modification which was adjusted by decreasing related ROU asset to reflect the modification of lease. The modification of lease results in gain of Rs. 34.09 lakhs on right-of-use asset and corresponding lease liability as on date of modification which has been transferred to Consolidated Statement of Profit & Loss (Refer to Note -26).

### Lease Termination

During the year one lease was terminated due to closure of workshop/showroom. The corresponding impact of termination of lease amounting to INR 1.66 Lakhs has been credited to Consolidated Statement of Profit and loss account (Refer to Note - 26)

(ii) **Amount recognised in the Consolidated Statement of Profit & Loss Account :**

The Consolidated Statement of Profit and loss shows the following amount relating to ROU Assets :

Particulars	For the Year ended 31st March 2024
Depreciation charge of Right of use assets	1,231.83
Interest Expense on Lease Liability	530.33

(iii) **Future minimum lease payments as on March 31, 2024 are as follows:**

As at 31st March 2024

Particulars	Lease payments	Finance Charges	Net present Values
Below 6 Months	742.54	248.98	493.56
6-12 Months	713.55	228.02	485.53
1-2 Years	1,386.16	392.36	993.80
2-5 Years	2,988.24	722.34	2,265.90
Above 5 Years	2,591.28	771.68	1,819.60
<b>Total</b>	<b>8,421.78</b>	<b>2,363.38</b>	<b>6,058.39</b>

### B Group as a Lessor

Group has given its insignificant part of Infocity property under operating leases with a monthly rental. Future minimum lease payments receivable under the operating lease of such property in the aggregate is as follows-

Particulars	2023-24
Within One Year	109.36
Later than One year but not later than 5 years	479.81
Later than 5 years	486.28
<b>Total</b>	<b>1,075.44</b>

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**
**42. Financial Instruments and Risk Management**

<b>Financial Instruments</b>	<b>As at 31st March 2024</b>	
<b>Financial Assets</b>	<b>FVOCI</b>	<b>Amortized cost</b>
Investments in Equity Instruments (unquoted shares- Level 3 )	6,044.75	-
Trade Recivables	-	6,333.56
Cash and Bank Balances	-	1,521.11
Loans	-	3,933.54
Other Financial Assets	-	1,546.02
<b>Total Fianancial Assets</b>	<b>6,044.75</b>	<b>13,334.23</b>

<b>Financial Liabilities</b>	<b>As at 31st March 2024</b>	
Borrowings		26,280.69
Trade Payables		435.46
Lease Liabilities		6,058.39
Others		715.92
<b>Total Financial Liabilities</b>		<b>33,490.48</b>

The carrying amount of the Trade Receivables, Trade Payables and Cash & Cash Equivalent are considered to be the same as their fair values due to their recoverability.

The carrying amount of the financial assets and liabilities carried at amortised cost is considered as reasonable approximation of fair value for which we have followed Level III heirarchy.

The payment obligation from financial instruments are explained according to their Maturity in note below:

**Maturity pattern of Financial Liabilities (Financial Year 2023-24)**

<b>Particulars</b>	<b>Maturity pattern of Financial Liabilities undisclosed cashflows in accordance with Para 11D of IndAS 107</b>			
	<b>Less than 1 Year</b>	<b>1-2 Years</b>	<b>2-5 Years</b>	<b>More Than 5 Years</b>
Borrowings	26,280.69	-	-	-
Trade Payables	339.48	95.98	-	-
Lease Liabilities	979.09	993.80	2,265.90	1,819.60
<b>Total</b>	<b>27,599.27</b>	<b>1,089.78</b>	<b>2,265.90</b>	<b>1,819.60</b>

**Fair Value hierarchy**

<b>Financial Assets valued according to Level 3 valuation</b>	<b>As at 31st March 2024</b>
Unquoted Equity Instruments	6,044.75

**Level 1:** Quoted prices in the active market. This level of hierarchy includes financial assets that are measured by reference to quoted prices in the active market. This category consists of quoted equity shares and debt based open ended mutual funds.

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## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

**Level 2:** Valuation techniques with observable inputs. This level of hierarchy includes items measured using inputs other than quoted prices included within Level 1 that are observable for such items, either directly or indirectly. This level of hierarchy consists of debt based close ended mutual fund investments and over the counter (OTC) derivative contracts.

**Level 3:** Valuation techniques with unobservable inputs. This level of hierarchy includes items measured using inputs that are not based on observable market data (unobservable inputs). Fair value determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instruments nor based on available market data. The main item in this category are unquoted equity instruments.

The fair value of the financial assets are determined at the amount that would be received to sell an asset in an orderly transaction between market participants. The following methods and assumptions were used to estimate the fair values:

Quoted equity investments: Fair value is derived from quoted market prices in active markets.

Unquoted equity investments: Fair value is derived on the basis of income approach, in this approach the discounted cash flow method is used to capture the present value of the expected future economic benefits to be derived from the ownership of these investments.

<b>Reconciliation of Level 3 Fair value measurement</b>		<b>(Rs. In lacs)</b>
<b>Particulars</b>		<b>Unquoted Equity shares</b>
<b>As at 31st March 2023</b>		<b>5,769.99</b>
Acquisition of Equity of Subsidiary		-
Gain and loss recognised in Other Comprehensive Income		274.76
<b>As at 31st March 2024</b>		<b>6,044.75</b>

### Financial risk management

The Group's activities expose it to credit risk, liquidity risk and market risk. The financial risk management of the Group is carried out under the procedures approved by the Managements. Within these policies, the management provides written principles for overall risk management including procedures covering specific areas, such as interest rate, market challenges and financial budgets to ascertain the adequate liquidity in the company.

#### A. Market Risk

Market risk is the risk that fair value of future cash flows of the financial instruments will fluctuate because of changes in market prices. The market risk at large are categorised as 1) Foreign Currency Risk ; 2) Interest Rate Risk ; 3) Price Risk.

The Group's exposure to the market risk is very minimal.

Foreign Risk : The Group do not have any exposure to Foreign Currency risk.

Interest Rate and Price Risk :- Interest rate risk is the risk that the future cash flow with respect to interest payments on borrowing will fluctuate because of change in market interest rates. Interest rate change does not affects significantly short-term borrowings therefore the group's exposure to the risk of changes in market interest rates is minimal

#### B. Credit Risk

The credit risk is the risk that counter party will not meet its obligations under the financial instrument or customer contract, relating to a financial loss

The credit risk of the Group is very much on the lower side. The trade receivables of the Group at large are secured in nature. The trade receivable primarily includes receivables from various Banks, finance companies and

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**
**(Rs. In lacs)**

insurance companies against delivery of vehicles to customers who have availed bank/private finance for which disbursement is due and accidental claims for repairs of vehicles, respectively. The obligation due on them are secured against the documents issued against the credit. To manage trade receivable, the Group periodically assesses the financial reliability of customers, taking into account the financial conditions, economic trends. None of the financial instruments of the Group result in material concentrations of credit risks.

**C. Liquidity risk**

Liquidity risk is the risk that group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Group's principle sources of liquidity are Cash and Bank balances, Fixed deposit receipts and the cash flow i.e generated from operations. The Group has a working capital of 7095.04 Lakhs includes cash and bank balances and FDRs of Rs. 5259.20 Lakhs. The group believes that the working capital and other liquid assets are sufficient to meet its current requirement. Accordingly, no liquidity risk is perceived by the Group.

**Financing arrangements**

The group had access to the following facilities at the end of reporting period :

<b>Particulars</b>	<b>As at 31st March 2024</b>
Cash Credit Facilities and other Facilities within one year	26,155.82
More than one Year	124.88
<b>Total</b>	<b>26,280.69</b>

**Capital management**

The Group's objectives when managing capital are to:

- Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

The Group manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The total equity of the Group is as follows:

<b>Particulars</b>	<b>As at 31st March 2024</b>
Equity Share Capital	627.85
Other Equity	33,637.17
<b>Total Equity</b>	<b>34,265.02</b>



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## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

Group has outstanding debt amounting to Rs. 26280.69 Lakhs and having Capital gearing ratio as at 31 March 2024 calculated as below:

Particulars	As at 31st March 2024
Borrowings other than non convertible preference shares	26,280.69
Less : Cash and Cash Equivalent	(1,521.11)
Net debt (A)	24,759.59
Equity (Share Capital + Other Equity) (B)	34,265.02
Capital and Net debt [A+B] (C)	59,024.60
Gearing Ratio (C/A)	2.38

43. Income Tax and its Reconcilitaion:	For the period ended 31st March 2024
<b>A) Income Tax</b>	
Current Tax	1,005.00
Deferred Tax	42.81
Reversal of MAT Credit	54.28
<b>Total</b>	<b>1,102.09</b>
<b>B) Tax Reconcilitaion</b>	
Accounting profit before income tax	3,858.35
Income Tax Rate on Business Income	25.168%
Income Tax Rate on Long Term Capital Gain (LTCG)	23.296%
Income Tax	971.07
Net Tax impact on expenses allowed/disallowed	33.93
Reversal of MAT Credit	54.28
Others	42.81
<b>Tax Expense</b>	<b>1,102.09</b>
<b>Actual Tax Expense</b>	<b>1,102.09</b>

## 44 Analytical Ratios Analysis for the year ended 31st March, 2024

Particulars	Numerator	Denominator	Unit	As at 31 March, 2024	% Variance	Remarks
Current Ratio	Current Assets	Current Liabilities	Times	1.24	-	The consolidation done during the year, hence no comparison
Debt Equity Ratio	Total Debt	Total Equity	Times	0.94	-	
Debt Service Coverage Ratio	Net Operating Income	Total Debt Service	Times	1.52	-	
Return on Equity Ratio	PAT	Closing Equity	%	8.04%	-	
Inventory Turnover Ratio	COGS	Closing Inventory	Times	9.61	-	

**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**(Rs. In lacs)**

Trade Receivables turnover Ratio	Net Sales	Closing Trade Receivables	Times	33.43	-	The consolidation done during the year, hence no comparison
Trade Payable turnover Ratio	Net Purchases	Closing Trade Payables	Times	452.42	-	
Net Capital turnover Ratio	Net Sales	Working Capital	Times	29.84	-	
Net Profit Ratio	PAT	Sales	%	1.30%	-	
Return on Capital Employed	EBIT	Capital Employed	%	9.25%	-	
Return on Investment	Income generated from Investments	Closing Investments	%	0.00%	-	

**45 Group Information**

- a. **The consolidated financial statements include the financial statements of Group and its Subsidiary. Competent Automobiles Co Limited is Parent Company of the Group:**

Name of Subsidiary	Country of Incorporation	% of Holding and Voting Power either directly or indirectly through subsidiary as at 31st March 2024
Competent Kashmir Automobiles Private Limited	India	100%

- b. **Additional information pursuant to para 2 of general instructions for the preparation of Consolidated financial statements**

- i. Summarised Financial information for Subsidiary Company is set out below: -  
Balance Sheet

Particulars	As at 31st March 2024
<b>Assets</b>	
Capital work in progress	2.16
Other non-current assets	0.44
Cash and cash equivalents	10.00
Other current assets	27.32
<b>Liabilities</b>	
Other financial liabilities	28.53
Other current liabilities	1.40

Statement of Cash Flows

Summarised Cash Flow Activities	For the Year ended 31st March 2024
Net cash generated from/ (used in) Operating activities	2.16
Net cash generated from / (used in) investing activities	(2.16)

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## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

ii. Additional Information to be Given in compliance of Part – III of Schedule III Division II

Name of the Entity	Net Assets		Share in Profit or Loss		Share in Other Comprehensive income		Share in total Comprehensive income	
	as % age of Consolidated Net Assets	Amount (in Lakhs)	as % age of Consolidated Net Assets	Amount (in Lakhs)	as % age of Consolidated Net Assets	Amount (in Lakhs)	as % age of Consolidated Net Assets	Amount (in Lakhs)
Competent Automobiles Company Limited	100%	34,265.02	100%	2,756.26	100%	285.20	100%	3,041.46
<b>Indian subsidiary</b>								
Competent Kashmir Automobiles Private Limited	0%	-	0%	-	0%	-	0%	-

### 46 Disclosures as per Ind AS-1 on Presentation of Financial Statements are as follows:

#### a) Reclassification and comparative figures

Certain reclassifications have been made to the comparative period's consolidated financial statements to enhance comparability with the current year consolidated financial statement. As a result, certain line items have been reclassified in the consolidated Balance sheet, consolidated statement of profit & loss, consolidated statement of cash flow and consolidated Statement of Changes in equity the details of which are as under:

Impact on Consolidated Statement of Changes in Equity for the year ended 31 March 2023

Particulars	Before Re-classification	Re-classification	After Re-classification
Other Equity	30,419.60	237.57	30,657.17

### 47. Exceptional Item

The Exception item of Rs. 46.55 Lakhs represents net impact of loss due to natural calamity at Mandi Outlet in Himachal Pradesh of the Group on account of discarding of Inventory of Spare parts/ Accessories, Plant and Machinery and Office Equipments. The Group's operations at Himachal Pradesh were disrupted due to heavy rain and floods in the month of August 2023

48. The Group has not granted any loan or advance during the year to Promoters, Director, KMP and the related parties either severally or jointly with any other person.
49. During the year, there is no proceedings have been initiated or are pending against the Group for holding any Benami Property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and Rule made thereunder.
50. The Group is regular in submitting the quarterly statements to Banks and the same is in agreement with books of accounts.
51. During the financial year, the Group has not been declared as wilful defaulter by any Banks or Financial Institutions.
52. The Group has not entered into any transactions during the financial year with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
53. The Group has neither advanced, loaned or invested funds nor received any funds to/from any person or entity for lending or investing or providing guarantee to/on behalf of the Ultimate Beneficiary during the reporting period.
54. During the financial year, there is no charge or satisfaction with Registrar of Companies which is yet to file/register beyond statutory period.



# COMPETENT AUTOMOBILES CO. LTD.

## CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In lacs)

55. During the financial year, there is no undisclosed income which is not recorded in the books of accounts of the Group.
56. The Group has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
57. **Events after Balance Sheet date:**
- i) The Board of Directors have recommended final dividend of Rs. 1 per share i.e. 10% of the face value of Rs. 10 per share subject to approval of shareholders in the ensuing Annual General Meeting.
58. The Previous Year Figures have been restated, regrouped and rearranged wherever necessary to make them Comparable with current year.

As per our Report of even date  
**For Dinesh Mehta & Co.**  
Firm Registration No: 000220N  
Chartered Accountants

**For and on behalf of the Board of Directors**

**(Anup Mehta)**  
Partner  
Membership Number-093133

**(Raj Chopra)**  
Chairman & Managing Director  
DIN-00036705

**(Kavita Ahuja)**  
Whole Time Director  
DIN-00036803

Place: New Delhi  
Date : May 30th, 2024

**(Kamal K Kumar)**  
Chief Executive Officer

**(Ravi Arora)**  
Company Secretary

**(Deepak Mehta)**  
Chief Financial Officer