



PRITIKA AUTO INDUSTRIES LTD.

Regd. Office : Plot No. C-94, Phase VII, Industrial Focal Point, S.A.S. Nagar, Mohali, Punjab-160 055

CIN : L45208PB1980PLC046738 Phone No. : 0172-5008900, 5008901

E-mail : info@pritikaautoindustries.com, compliance@pritikaautoindustries.com

Website : www.pritikaautoindustries.com

Date: 2nd September, 2020

To Department of Corporate Service BSE Limited, P.J. Towers, Dalal Street, Mumbai --400 001	To The Calcutta Stock Exchange Limited, 7, Lyons Range Calcutta- 700 001
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BSE Scrip Code: 539359

CSE Scrip Code: 18096

Dear Sir/ Madam,

Sub: Intimation pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to the provisions of Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing a copy Annual Report of the company for the financial year ended 31st March, 2020 together with the Notice dated 29/8/2020 convening 40th Annual General Meeting of the company on Tuesday, the 29th September, 2020 at the Registered Office of the Company i.e. Plot No. C-94, Phase-VII, Industrial Focal Point, S.A.S. Nagar, Mohali, Punjab-160055 at 10.00 a.m. The said Notice forms a part of the Annual Report. The Annual Report is also available on the website of the company at www.pritikaautoindustries.com/investors.html.

The e-voting facility has been made available to the members of the company through e-voting service provided by NSDL, to exercise their right to vote on the agenda items as stated in the Notice of Annual General Meeting. The e-voting will commence on Friday, the 25th September, 2020 at 9.00 a.m. and will close on Monday, the 28th September, 2020 at 5.00 p.m.

We further inform you that Tuesday, the 22nd September, 2020 has been fixed as Cut-off date for determining the eligibility for remote e-voting and voting at the AGM.

Kindly take the above information on your record.

Thanking you.

Yours sincerely,
For Pritika Auto Industries Ltd.


C B Gupta
Company Secretary



PRITIKA

Auto Industries Limited



40TH ANNUAL REPORT

2020

Board of Directors

Mr. Raminder Singh Nibber	Chairman & WTD
Mr. Harpreet Singh Nibber	Managing Director
Mr. Ajay Kumar	Whole Time Director
Mr. Neeraj Bajaj	Independent Director
Mr. Yudhisthir Lal Madan	Independent Director
Mrs. Neha	Independent Director
Mr. Subramaniam Bala	Additional Director

Chief Financial Officer

Mr. Ramesh Chander Saini	Retired w.e.f. 30.04.2019
Mr. Narinder Kumar Tyagi	Appointed w.e.f. 22.05.2019

Company Secretary

Mr. Vedant Bhatt	Resigned w.e.f. 22.05.2019
Mr. Chander Bhan Gupta	Appointed w.e.f. 22.05.2019

Registered Office

Plot No. C-94, Phase-VII
Industrial Focal Point
S.A.S Nagar, Mohali
Punjab - 160055

Works

Vill-Batheri, Teh Haroli
Tahliwala-Garhshankar
Road, Distt. Una
Himachal Pradesh-174301

Statutory Auditors

M/s. Sunil Kumar Gupta & Co.
Chartered Accountants

Bankers

Canara Bank
ICICI Bank

Registrar & Transfer Agents

Satellite Corporate Services Pvt. Ltd.
Office no.106 & 107,
Dattani Plaza, East West Compound,
Andheri Kurla Road, Safedpul,
Sakinaka- Mumbai-400072

Works

Village Saidomajra
Post Office Mubarkpur,
Near Focal Point, Derabassi
Distt. S.A.S. Nagar, Punjab-140507

CIN

L45208PB1980PLC046738

Website

www.pritikaautoindustries.com

E-mail

compliance@pritikaautoindustries.com

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NOTICE

NOTICE IS HEREBY GIVEN THAT THE 40TH ANNUAL GENERAL MEETING OF THE MEMBERS OF PRITIKA AUTO INDUSTRIES LIMITED WILL BE HELD AT ITS REGISTERED OFFICE SITUATED AT PLOT NO. C-94, PHASE-VII INDUSTRIAL FOCAL POINT, S.A.S. NAGAR, MOHALI, PUNJAB -160055 ON TUESDAY, 29TH SEPTEMBER, 2020 AT 10.00 A.M. TO TRANSACT FOLLOWING BUSINESS:

ORDINARY BUSINESS:

ITEM NO. 1 – ADOPTION OF FINANCIAL STATEMENTS

To consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2020 and the reports of the Board of Directors ('the Board') and auditors thereon.

ITEM NO. 2 – ADOPTION OF CONSOLIDATED FINANCIAL STATEMENTS

To consider and adopt the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2020 and the reports of the auditors thereon.

ITEM NO. 3 - APPOINTMENT OF MR. RAMINDER SINGH NIBBER AS A DIRECTOR LIABLE TO RETIRE BY ROTATION

To appoint a director in place of Mr. Raminder Singh Nibber (DIN: 00239117), who retires by rotation and, being eligible, seeks reappointment.

SPECIAL BUSINESS:

ITEM NO. 4: - RATIFICATION OF REMUNERATION OF COST AUDITOR

To consider and if thought fit, to pass, with or without modifications, the following resolution as an Ordinary Resolution.

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013, Companies (Cost Records and Audit) Rules 2014 and the Companies (Audit and Auditors) Rules, 2014 (including statutory modifications or re-enactment thereof, for the time being in force), payment of remuneration of ` Rs. 65,000 and applicable taxes and out of pocket expenses , if any, to M/s. Khushwinder Kumar & Co., Cost Accountants (Registration Number 100123), the Cost Auditor appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending 31 March 2021, be and is hereby approved.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

ITEM NO. 5: APPOINTMENT OF MR. SUBRAMANIYAM BALA (DIN: 00461697) AS INDEPENDENT DIRECTOR

To consider and, if thought fit, to pass with or without modification, if any, the following resolution as an Ordinary Resolution

“RESOLVED THAT pursuant to the provisions of Sections 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013, and the rules made there under, including any amendment, modification, variation or re-enactment thereof read with Schedule IV to the Companies Act, 2013, for the time being in force, Mr. Subramaniyam Bala (holding DIN 00461697), who was appointed as an Additional Director of the Company w.e.f

29/08/2020 in the category of Independent director and in respect of whom the Company has received a notice in writing from a Member proposing his candidature under Section 160 of the Companies Act, 2013 for the office of Independent Director, be and is hereby appointed as an Independent Director of the Company, to hold office as such for a period of 1 (one) year, with effect from 29/08/2020 and that he shall not be liable to retire by rotation.”

For and on behalf of the Board of Directors

Sd/-

**Harpreet Singh Nibber
Managing Director**

Date: 29/08/2020

Place: Mohali

Notes:

- 1) Explanatory statement pursuant to sub-section (1) of Section (102) is annexed to the Notice.
- 2) **A member entitled to attend and vote at the meeting is entitled to appoint proxy/proxies to attend and vote instead of himself and the proxy need not be a member of the Company.**
- 3) A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company.
- 4) In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed, for conducting its Annual General Meeting with physical presence of members after following the advisories issued from authorities.
- 5) Corporate Members intending to send their authorised representatives to attend the AGM, pursuant to Section 113 of the Companies Act, 2013, are requested to send to the Company, a certified copy of relevant Board Resolution together with the respective specimen signatures of those representative(s) authorised under the said resolution to attend and vote on their behalf at the meeting. They can also send the copy of the said Resolution/Authorization to the Scrutinizer by email through its registered email address to sikkasushil@gmail.com with a copy marked to evoting@nsdl.co.in.
- 6) Members are requested to claim dividends for the year ended 31st March, 2018 and 31st March, 2019 that remain unclaimed by corresponding with the Registrar and Share Transfer Agents. Members are requested to note that dividends that are not claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account, will, as per Section 124 of the Companies Act 2013, be transferred to the Investor Education and Protection Fund (IEPF). The detail of Unclaimed Dividend is available on the website of the company at <http://www.pritikaautoindustries.com/investors.html>.
- 7) Members holding shares in electronic form are hereby informed that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrars cannot act on any request received directly from the Members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant of the Members.
- 8) The members whose bank particulars are not updated with their Depositories are requested to update their details.
- 9) The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Companies Act, 2013 will be available for inspection by the members at the AGM. All documents referred to in the Notice will also be available for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM, i.e. September 29, 2020.
- 10) The Register of Members and Share Transfer Register in respect of equity shares of the Company will remain closed from 23rd day of September 2020 to 29th day of September, 2020 (both days inclusive).
- 11) In furtherance of Green Initiative in Corporate Governance by Ministry of Corporate Affairs, the Shareholders are requested to register their email id with the Company or with the Registrar and Transfer Agents.
- 12) The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith.
- 13) Members/Proxies are requested to produce the attendance slip duly signed, sent along with the Annual Report and Accounts, for admission to the meeting hall.
- 14) Members holding shares in dematerialized form are requested to bring their Client ID and DP ID numbers for easy identification.
- 15) Members who are holding shares in identical order or names in more than one folio are requested to write to the Company to enable the Company to consolidate their holdings in one folio.

16) Members whose shareholding is in the electronic mode are requested to direct change of address notifications and updation of Savings Bank Account details to their respective Depository Participants.

17) Members are requested to kindly notify changes including email address, if any, in their address to the R & T Agent of the Company, Satellite Corporate Services Pvt. Ltd. situated at Office no.106 & 107, Dattani Plaza, East West Compound, Andheri Kurla Road, Safedpul, Sakinaka- Mumbai-400072. Website: www.satellitecorporate.com. Phone no.022-28520461, 022-28520462, e-mail: info@satellitecorporate.com.

18) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. The Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their Demat accounts. The members holding shares in physical form are requested to submit their PAN and Bank Details (copy of PAN Card and original cancelled cheque leaf/attested copy of bank pass book showing name of account holder) to the RTA.

SEBI by amendment to Regulation 40 of SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 has mandated transfer of securities in dematerialized form only, w.e.f. 01.04.2019. In view of this and to eliminate all risks associated with physical shares, members holding shares in physical form are requested to consider converting their holdings to dematerialized form.

19) Members seeking any information or clarification on the Annual Report are requested to write to the company at least ten days in advance from the date of Annual General Meeting, so as to enable the company to compile the information and provide replies at the meeting.

20) Pursuant to the prohibition imposed vide Secretarial Standards on General Meetings (SS2) issued by ICSI and MCA Circular, no gifts/coupons shall be distributed at the meeting.

21) In compliance with the MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website www.pritikaautoindustries.com websites of BSE Limited at www.bseindia.com, and on the website of NSDL at <https://www.evoting.nsdl.com>. Even after e-communication, members are entitled to receive copy of Notice of AGM and Annual Report 2019-20 in physical form, upon making a request for the same, by post free of cost. The Shareholders may send requests to the Company's investor email id: compliance@pritikaautoindustries.com for the same.

22) Adopting green initiatives, copies of the Annual Reports and Accounts will not be distributed at the Meeting.

23) Additional information on director recommended for appointment/reappointment as required under Regulation 36 of the Listing Regulations

- Mr. Raminder Singh Nibber aged 79 years, is a Mechanical Engineer. He has more than 54 years of experience in the industry. He is the founder of the group and is serving as the Chairman of the company. He has extensive knowledge of company's operations. He has been awarded Udyog Patra for Self Made Industrialists by the Institute of Trade and Industrial Development.

Disclosure of relationship between directors inter-se: He is father of Mr. Harpreet Singh Nibber, Managing Director.

Mr. Raminder Singh Nibber does not hold directorship or membership of committees of the board in any other listed entity.

He is holding 1171182 shares of the company.

- Mr. Subramaniam Bala aged 69 years is a diploma holder with extensive technical experience in the field of foundry development. He has 44 years of experience in development of castings, patterns and establishment of foundries. He started his career as an inspector for castings and patterns and with his hard work and capability rose to the position of Head of Foundry development and Director Technical. He is presently working as a Foundry Consultant.

Disclosure of relationship between directors inter-se: He is not related to any director or Key Managerial Personnel of the company.

Mr. Subramaniam Bala does not hold directorship or membership of committees of the board in any other listed entity.

He is not holding any shares in the company.

24) Voting through electronic means:

A. Pursuant to Section 108 of the Companies Act, 2013, read with the relevant Rules of the Act and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide the facility to Members to exercise their right to vote by electronic means and the business is to be transacted through such voting.

B. The facility for voting through ballot paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting. A member can opt only for one mode of voting i.e either through e-voting or by Ballot. If a Member casts vote by both modes, then voting done through e-voting shall prevail and Ballot shall be treated as invalid.

C. A member may participate in the meeting even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the meeting.

D. The Members may refer to the detailed procedure on e- voting given hereinafter:

The procedure to login to e-Voting website consists of two steps as detailed hereunder:

Step 1: Log-in to NSDL e-Voting system

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL:
<https://www.evoting.nsdl.com/>.

2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.

3. A new screen will open. You will have to enter your User ID, your Password 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 will be as per details given below :

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. Your password details 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, your 'initial password' is communicated to you on your postal address.
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.
 - b. "Physical User Reset Password?" (If you are holding shares in physical mode) option available on 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.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - 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 on NSDL e-Voting system:

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of the Company.
4. Now you are ready for e-Voting as the Voting page opens.
5. 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.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

Other Instructions

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 Downloads section of www.evoting.nsdl.com

If you are already registered with NSDL for e-voting then you can use your existing user ID and password/PIN for casting your vote.

You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).

The remote e-voting period will commence at 9.00 a.m. on 25th September, 2020 and will end at 5.00 p.m. on 28th September, 2020. During this period Shareholders' of the Company, holding shares either in physical form or in

dematerialized form, as on the cut-off date of 22nd September, 2020, may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Shareholder, the Shareholder shall not be allowed to change it subsequently.

The Members, whose names appear in the Register of Members/list of Beneficial Owners as on 22nd day of September, 2020, are entitled to vote on the Resolutions set forth in this Notice. The voting rights of Shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 22nd September, 2020.

Any person, who acquires shares of the Company and becomes member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 22nd September, 2020 may obtain the login ID and password by sending an email to compliance@pratikaautoindustries.com or evoting@nsdl.co.in or info@satellitecorporate.com by mentioning their Folio No./DPID and Client ID No. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forget your password, you can reset your password by using "Forget User Details/Password" option available on www.evoting.nsdl.com.

Mr. Sushil K Sikka, Practicing Company Secretary has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

The Scrutinizer shall, immediately after the conclusion of voting at general meeting, count the votes cast at the meeting, there after unblock the votes cast through remote e-voting in the presence of atleast two witnesses not in the employment of the Company. Scrutinizer shall within 2 days of conclusion of the meeting submit a consolidated scrutinizer report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing.

The results alongwith the Scrutinizers Report shall be placed on the website of the Company and shall be communicated to Stock Exchanges where the shares of the Company are listed.

All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during normal business hours on all working days, up to and including the date of the Annual General Meeting of the Company.

For and on behalf of the Board of Directors

Date: 29/08/2020
Place: Mohali

Sd/-
Harpreet Singh Nibber
Managing Director

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4

Ratification of remuneration of Cost Auditor

The Board, on the recommendation of the Audit Committee, has approved the appointment of M/s. Khushwinder Kumar & Co., Cost Accountants as Cost Auditor of the Company for the financial year ending on 31 March 2021, to conduct audit of cost accounting records of the Company as may be required for cost audit under the Companies Act, 2013, and Rules made there under, at a remuneration of ` Rs. 65,000 /-, and applicable taxes and out of pocket expenses, if any.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration proposed to be paid to the Cost Auditor is required to be ratified by the shareholders of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out in the Notice for ratification of the remuneration payable to the Cost Auditors. None of the Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested, financially or otherwise, in this resolution. The Board has recommended the approval of said item by the members of the company by Ordinary Resolution.

Item No. 5

Appointment of Independent Director

The Board of Directors of the Company in their meeting held on 29th August, 2020 have appointed Mr. Subramaniyam Bala as an Additional Director in the category of Independent Director of the Company to hold office for a period of one year, not liable to retire by rotation, subject to consent by the Members of the Company at the ensuing Annual General Meeting ("AGM").

As an Additional Director, Mr. Subramaniyam Bala holds office till the date of the AGM and is eligible for being appointed as an Independent Director. The Company has received a notice pursuant to Section 160 of the Companies Act, 2013 (the "Act") from a Member signifying his intention to propose the appointment of Mr. Subramaniyam Bala as a Director of the Company.

The Company has also received a declaration from Mr. Subramaniyam Bala confirming that he meets the criteria of independence as prescribed under the Act and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Mr. Subramaniyam Bala is also not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director of the Company. In the opinion of the Board, Mr. Subramaniyam Bala fulfils the conditions for his appointment as an Independent Director as specified in the Act and the Listing Regulations and he is independent of the management.

Mr. Subramaniyam Bala (DIN: 00461697) aged 69 years is a Diploma holder with technical expertise and 44 years of experience in Foundry development. He has been engaged in designing of methods & development of castings as well as establishment of foundry units. He has served as director on the Board of various companies for 18 years. Mr. Subramaniyam Bala is not related to any other Director and Key Managerial Personnel of the Company.

None of the Directors, Key Managerial Personnel and their relatives, except Mr. Subramaniyam Bala are in any way, concerned or interested in the said resolution.

The Board has recommended the approval of said item by the members of the company by Ordinary Resolution.

Chairman’s Message to Shareholders

Our Company has been resilient through the industry-wide slowdown during this financial year. The headwinds in the automotive sector impacted all players in the value-chain, from OEMs to tier-2 suppliers. The situation worsened in the last quarter with the outbreak of COVID-19, leading to temporary suspension of operations. Our consolidated revenue for this financial year stood at Rs. 167.95 crore, while EBITDA and PAT were reported at Rs. 22.48 crore and Rs. 5.58 crore, respectively. Despite the sluggish market scenario, we improved our realizations per ton.

The outbreak of the COVID-19 pandemic brought the entire economy to a standstill, impacting all industries and lives. While our operations were temporarily suspended, we retained all our workforce at full salaries. As the economy gradually opens up, we expect a buoyant outlook for the tractor market, backed by a good monsoon and growth in agriculture.

This financial year witnessed our foray into international markets in the form of our first export order from a multi-national conglomerate in the US. Our regular participation in ‘Agritecnica’, a Germany-based trade fair for agricultural equipment, gave us visibility in the foreign markets and fructified into this export order. The order was for casted products for use in material handling applications, thereby expanding our reach beyond the tractor and commercial vehicle sectors. Client satisfaction was testified by a repeat order from the same US-based company for a much larger value. Together, our export orders were worth USD 2 million. This reflects our consistent quality and on-time delivery that has earned us the trust of international clients. A potential growth in our export business is also likely to reduce our exposure to any volatility in the domestic automotive sector.

We also completed orders on time from several clients this year. We expect the domestic automotive market to start easing out in the coming financial year and consequently, demand to recover. This, coupled with our export business and continuous improvement in operational efficiencies, should help us regain momentum and improve profitability going forward. We are poised to capture new opportunities as they arise in terms of our production capacities.

I would like to thank the entire team of Pritika Auto for their untiring efforts, hard work and dedication, as well as all the stakeholders for their undeterred faith in our Company, which motivates us to set and achieve higher benchmarks.

Raminder Singh Nibber
Chairman

DIRECTOR'S REPORT

Dear Shareholders,

The Directors have pleasure in presenting their 40th Annual Report on the business and operations together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2020.

1. FINANCIAL RESULTS

The Financial results are briefly indicated below:

(In Lakhs)

Particulars	Standalone		Consolidated	
	2019-20	2018-19	2019-20	2018-19
Revenue from operations (net)	14903.03	19515.93	16795.18	20971.20
Other Income	175.66	194.53	149.51	165.36
Profit before Interest, Depreciation and Tax (PBIDT)	2015.77	3032.65	2247.97	3182.51
Interest	587.74	696.49	726.61	785.27
Profit before Depreciation and Tax (PBIT)	1428.03	2336.16	1521.36	2397.24
Depreciation	677.24	582.13	755.42	633.35
Profit before Tax Expenses	750.79	1754.03	765.94	1763.89
Tax Expenses	206.72	349.46	208.09	351.75
Profit after Tax	544.07	1404.57	557.85	1412.14
Other Comprehensive Income	33.12	-	61.24	-
Total Comprehensive Income	577.19	1404.57	619.09	1412.14
EPS- Basic	3.07	7.98	3.15	8.03
Diluted	3.04	7.97	3.12	8.01

The Standalone Revenue from the operations (net) for the Financial Year 2019-20 was Rs. 14903.03 (Previous Year Rs.19515.93 lac). The company earned Net Profit of Rs. 544.07 lac (Previous Year Rs. 1404.57 lac).The Total Comprehensive Income for the year was Rs.577.19 lac.

The Consolidated Revenue from the operations (net) for the Financial Year 2019-20 was Rs. 16795.18 lac (Previous Year Rs. 20971.20 lac). The company earned Consolidated Net Profit Rs. 557.85 lac (Previous Year Rs.1412.14 lac). The Consolidated Total Comprehensive Income for the year was Rs. 619.09 lac.

There was no change in the nature of business of the company during the year.

The previous year figures have been restated, rearranged, regrouped and consolidated, to enable comparability of the current year figures of accounts with the relative previous year's figures.

2. INDUSTRIAL SCENARIO

After forging ahead with strong double digit growth for three consecutive years, the domestic tractor industry suddenly lost steam in the financial year 2019-2020 due to sagging rural income, unpaid and discontinued subsidies and the simultaneous attack of corona virus. The Indian tractor market declined over 10 percent to about 709,002 units in the financial year 2019-2020, even lower than earlier expected drop of 5-7 percent.

In the month of March alone, the tractor sales volume in the domestic market plunged to 43 percent at 35,216 units against 62,315 units in the same month year ago. The last month was disrupted as business was hugely impacted by the lockdown just before the start of festive days in large parts of the country.

In the last month of FY 2020, the COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-downs of all economic activity. For the Company, the focus immediately shifted to ensuring the health and well-being of all employees, and on minimizing disruption to services for all our customers. As the nature of business performed by the Company fell under non-essential category, the administrative offices, manufacturing units and plants were closed temporarily and the switch to work from home for employees, as far as practicable, was carried out. The Company has since, after receiving applicable permissions, partially commenced

operations in the second week of May, 2020.

Due to the escalated corona virus cases and extended lockdown, the first quarter was a complete washout.

Several positive factors including a good rabi output, opening of procurement centers by the government, indication of good crop prices, reservoir levels etc., augur well for tractor demand. The relief packages announced by the government will help bring in momentum for tractor sales, after the lockdown ends. Moreover, the budget's emphasis on doubling farmers' income by 2022, loan waivers and finance availability, as well as rising use of tractors in construction and other fields, would augur well for the production and sale of tractors going forward.

This year we are hoping for good monsoon weather and therefore expect the demand for tractors will see a spike whenever the situation settles in the second half year. The agriculture tractor market in India is expected to grow at a CAGR of 6.7% during 2019-2024.

3. SHARE CAPITAL

During the year under review, there was no change in the Share Capital of the company. As at March 31, 2020, the total paid-up share capital of the company stood at ₹ 1773.45 lacs divided into 17734500 equity shares of ₹ 10/- each.

During the previous year, the company had issued on preferential basis to non-promoter (public) category, 575000 convertible warrants at ₹ 200/- per warrant (paid-up ₹ 50/-), each warrant convertible into one equity share of ₹ 10/- each to be issued at a price of ₹ 200/- per share i.e. at a premium of ₹ 190/- per share. The last date to exercise entitlement for conversion of warrant and to apply for allotment of equity shares was 20/7/2020. The Allottees failed to apply for allotment of equity shares on conversion and to make the payment of balance amount of Rs. 150/- towards the subscription of each equity share within prescribed period of 18 months. Hence, the entitlement of warrant holders to apply for equity shares of the company along with the rights attached thereto expired and the amount paid on such warrants stands forfeited, pursuant to the provisions of SEBI (ICDR) Regulations, 2018.

4. DIVIDEND

Considering the financial results and to plough back surplus of the Company, the Board did not recommend payment of any dividend for the year ended 31st March, 2020.

5. TRANSFER TO RESERVE

During the financial year, there was no amount proposed to be transferred to the Reserves.

6. AUDITORS & AUDITORS' REPORT

M/s. Sunil Kumar Gupta & Co., Chartered Accountants, New Delhi were appointed as statutory auditors of the company for a period of five years in the 38th AGM i.e. till the conclusion of the 43rd Annual General Meeting to be held for the FY 2022-23.

The Auditors' Report for the fiscal 2020 does not contain any qualification, reservation or adverse remark. Further, in terms of section 143 of the Companies Act, 2013 read with Companies (Audit & Auditors) Rules, 2014, as amended, no fraud has been reported by the Auditors of the Company where they have reasons to believe that an offence involving fraud is being or has been committed against the company by officers or employees of the company.

7. DEPOSITS

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. Hence company need not to give details related to deposits. There is no non compliance of the provisions of Chapter V of the Companies Act 2013.

8. PARTICULARS OF EMPLOYEES

Disclosure pertaining to the remuneration and other details as required under the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and any amendments thereof, is attached as **Annexure A**.

9. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Board has, on the recommendation of the Nomination & Remuneration Committee, adopted a policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and their remuneration.

-The Nomination & Remuneration Committee identifies and ascertains the integrity, qualification, expertise and experience of the person for appointment as Director and ensures that the candidate identified possesses adequate qualification, expertise and experience for the appointment as a Director.

-The Nomination & Remuneration Committee ensures that the candidate proposed for appointment as Director is compliant with the provisions of the Companies Act, 2013.

-The candidate's appointment as recommended by the Nomination and Remuneration Committee requires the approval of the Board.

-In case of appointment of Independent Directors, the Nomination and Remuneration Committee satisfies itself with regard to the independent nature of the Directors vis- à-vis the Company so as to enable the Board to discharge its function and duties effectively.

-The Nomination and Remuneration Committee ensures that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013.

-The policy can be viewed at company's website at <http://www.pritikaautoindustries.com/investors.html>

10. CORPORATE GOVERNANCE

Report on Corporate Governance and Certificate of the Secretarial Auditors of your Company regarding compliance of the conditions of Corporate Governance as stipulated in Schedule V read with Regulation 34(3), of the SEBI (LODR) Regulations, are provided in a separate section and forms part of this Report as Annexure B.

11. SUBSIDIARIES

There is one wholly owned subsidiary namely 'Pritika Engineering Components Pvt. Limited'.

In accordance with the provisions of Section 129(3) of the Act, read with the Companies (Accounts) Rules, 2014, a report on the performance and financial position of the subsidiary is attached as **Annexure C** to this Report.

12. STATEMENTS OF PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

Information in accordance with the provisions of Section 134 (3)(m) of the Act read with the Companies (Accounts) Rules, 2014 regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo during the reporting period is attached herewith and marked as **Annexure-D**.

13. RELATED PARTY TRANSACTIONS

Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in Form AOC-2 and forms part of this report as **Annexure- E**.

14. EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as **Annexure F**.

15. SECRETARIAL AUDIT REPORT

As required under section 204(1) of the Companies Act, 2013 and Rules made there under, the Company has appointed Mr. Sushil K Sikka, Prop. S K Sikka & Associates, Company Secretary as Secretarial Auditor of the Company for the Financial Year 2019-20. The Secretarial Audit Report forms part of the Annual Report.

The Copy of Secretarial Audit Report for the Financial Year 2019-20 issued by Mr. Sushil K Sikka, Company Secretary in Practice has been attached and marked as **Annexure – G**. The Secretarial Auditors' Report for the fiscal 2020 does not contain any qualification, reservation or adverse remark.

16. MANAGEMENT DISCUSSION ANALYSIS REPORT

The details forming part of Management Discussion and Analysis Report is annexed herewith to the Board Report as **Annexure H**.

17. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

During the year under review, there is no significant and material order passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of loan, guarantee and investment covered under the provisions of Section 186 of the Act read with the Companies (Meetings of Board and its Powers) Rules, 2014 are given in the Notes to the financial statements.

19. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The details about the policy developed and implemented by the company on CSR initiatives taken during the year is enclosed at **Annexure I**. The company has also developed a policy on Corporate Social Responsibility which can be viewed at the company's website at <http://www.pritikaautoindustries.com/investors.html>.

20. MEETINGS OF BOARD OF DIRECTORS

The Board met five times during the year, the details of which are given in the Corporate Governance Report. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013 and the Listing Regulations.

21. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate till the date of this report.

22. CORPORATE ACTIONS DURING THE YEAR 2019-20

During the Financial Year 2019-20, the Company made following Corporate Actions:

POSTAL BALLOT

The Company conducted Postal Ballot in order to seek the approval of the Shareholders for the following matters vide notice dated 12th February, 2020, by Ordinary Resolution.

- To approve material related party transactions to be entered into with Pritika Industries Ltd. during the year 2020-21 and 2021-22.
- To approve material related party transactions to be entered into with Pritika Engineering Components Pvt. Ltd. during the year 2020-21 and 2021-22.

All the above resolutions were passed with requisite majority.

23. COMPOSITION OF COMMITTEES

The Company has complied with the SEBI (LODR) Regulations along with the Companies Act, 2013 with respect to the Composition of the Committees as required therein and the details of which is given under Corporate Governance Report annexed to this Report.

24. BOARD EVALUATION

The Board of Directors have carried out an annual evaluation of its own performance, its various committees and individual directors pursuant to the provisions of the Act and the Corporate Governance requirements as prescribed under Regulation 17(10), 25(4) and other applicable provisions of the SEBI (LODR) Regulations. The manner of evaluation is provided in the Corporate Governance Report.

25. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Re-Appointment of Director

Mr. Raminder Singh Nibber (DIN: 00239117) retires by rotation at the ensuing Annual General Meeting, and being eligible offers himself for re-appointment.

Independent Directors

Independent Directors on your Company's Board have submitted declarations of independence to the effect that they meet the criteria of independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations.

Change in Composition of Board

During the Financial Year 2019-20 there was no change in the composition of Board of Directors.

The Board has appointed Mr. Subramaniam Bala (DIN: 00461697) as Additional Director in the category of Independent Director w.e.f. August 29, 2020 for a period of 1 year, subject to the approval by the Members at the ensuing AGM.

Key Managerial Personnel

The following changes took place in Key Managerial Personnel during the FY 2019-20.

Mr. Ramesh Chander Saini, Chief Financial Officer retired from the post w.e.f 30.04.2019 & Mr. Narinder Kumar Tyagi was appointed as Chief Financial Officer w.e.f. 22.05.2019.

Mr. Vedant Bhatt, Company Secretary & Compliance Officer resigned w.e.f. 22.05.2019 and Mr. Chander Bhan Gupta was appointed as Company Secretary & Compliance Officer w.e.f. 22.05.2019.

26. DIRECTOR'S RESPONSIBILITY STATEMENT

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

- a. In the preparation of the annual accounts for the financial year ended 31st March, 2020 the applicable accounting standards had been followed along with proper explanation relating to material departures.
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- c. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. The Directors had prepared the accounts for the financial year ended 31st March, 2020 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 had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

27. COST AUDITORS

As per requirement of the Regulation 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, M/s. Khushwinder Kumar & Co., Cost Accountants, (Firm Registration No. 100123) was appointed as Cost Auditor to audit the Cost Accounts of the company for the Financial Year 2019-20.

On the recommendation of Audit Committee, the Board has reappointed M/s. Khushwinder Kumar & Co., Cost Accountants, (Firm Registration No. 100123) as Cost Auditor to audit the Cost Accounts of the company for the Financial Year 2020-21.

As required under the Act, a resolution seeking members' approval for remuneration payable to the Cost Auditor, forms part of the notice convening the Annual General Meeting for their ratification.

28. INTERNAL AUDITORS

The Company has appointed M/s. PVNS & Co., Chartered Accountants, Chandigarh as Internal Auditors of the Company for financial year 2020-21.

29. COST RECORDS

As specified by the Central government under sub section (1) of section 148 of the Companies Act, 2013, the company has been maintaining cost records.

30. INTERNAL FINANCIAL CONTROLS & RISK MANAGEMENT

Pursuant to the provisions of Section 177(4) & Section 134(3)(n) of the Companies Act, 2013, the Board has developed Internal Finance Control Policy to identify and mitigate risks. The provisions of Regulation 21 of SEBI Listing Regulations 2015 pertaining to Risk Management Committee are not applicable to the company.

31. WHISTLE BLOWER POLICY AND VIGIL MECHANISM

To create enduring value for all stakeholders and ensure the highest level of honesty, integrity and ethical behavior in all its operations, the Company has formulated Vigil Mechanism Policy. This policy aspires to encourage all employees to report suspected or actual occurrence of illegal, unethical or inappropriate events (behaviors or practices) that affect Company's interest/image.

32. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The company has complied with the provisions of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The details pertaining to complaints are mentioned in the Corporate Governance Report placed at Annexure B.

33. ACKNOWLEDGEMENTS

Your Directors wish to express their sincere appreciation to all the Employees for their contribution and thanks to our valued clients, Bankers and shareholders for their continued support.

For and on behalf of the Board of Directors

Date: 29/08/2020
Place: Mohali

Sd/-
Raminder Singh Nibber
Chairman

ANNEXURE A

Details Pertaining to Remuneration as Required Under Section 197 (12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. Particulars of top 10 employees in terms of remuneration drawn, pursuant to Rule 5 of Cos. (Appt. & Remuneration of Managerial Personnel) Rules, 2014, as amended, as on 31.03.2020

S. No	Name	Designation	Remuneration received (Rs. per annum)	Nature of employment	Qualification & Experience	Date of commencement of employment	Age of employee	Last employment before joining the company/ amalgamation	%age of equity shares held in company	If employed through out year or part thereof	Whether relative of any director/ manager of the company
1.	Mr. Harpreet Singh Nibber	Managing Director	10212500	Contractual	B.E (Mech.) 24 Yrs	30/05/2017	49 Yrs.	Pritika Autocast Ltd.	11.59	Through out year	Yes, son of Mr. Raminder Singh Nibber, Chairman
2.	Mr. Raminder Singh Nibber	Chairman	6450000	Contractual	Mech. Engineer 55 years	30/05/2017	79 Yrs.	Nibber Castings Pvt. Ltd.	6.60	Through out year	Yes, father of Mr. Harpreet Singh Nibber, MD
3.	Mr. Ajay Kumar	Executive Director	3923750	Contractual	B.Tec., M.B.A 25 yrs.	01/08/2017	46 Yrs.	Pritika Autocast Ltd.	0.00	Through out year	No
4.	Mr. Ram Lal Dhiman	Head-Development & Projects	3225000	Permanent	M.B.A. Material Management 44 years	15/11/2012	66 Yrs.	Amttek Ltd.	Nil	Through out year	No
5.	Mr. Narinder Kumar Tyagi	Chief Financial Officer	2329255	Permanent	Chartered Accountant 29 years	01/06/2018	56 Yrs.	Lark Non Ferrous Metals Ltd.	Nil	Through out year	No
6.	Mr. Rakesh Sharda	AVP	1621497	Permanent	MBA 36 years	09/05/2019	58 Yrs.	Shri Niwas Eng. Component Pvt Ltd	Nil	Part of the year	No
7.	Mr. P. Narayan	AGM	1253729	Permanent	ITI Moulder Trade 14 years	01/12/1998	53 Yrs.	AB Tools Ltd.	Nil	Through out year	No
8.	Mr. Chander Bhan Gupta	Company Secretary	1159360	Permanent	B.Com., LL.B., FCS 33 yrs.	01/07/2014	58 Yrs.	Pritika Autocast Ltd.	Nil	Through out year	No
9.	Mr. Rajesh Rattan	AGM	1067857	Permanent	Diploma in Mech. Engg. 32 yrs.	12/04/2006	51 Yrs.	DCM Engg. Products Ltd.	Nil	Through out year	No
10.	Mr. Gurnam Singh	DGM	1014440	Permanent	Diploma in Mech. Engg. 28 yrs.	01-04-2008	52 Yrs.	Pritika Autocast Limited	Nil	Through out year	No

2. Detail of employee who was Employed throughout the year and was in receipt of remuneration at the rate of not less than Rs. 1,02,00,000/- per annum:

S. No	Name	Designation	Remuneration received (Rs. per annum)	Nature of employment	Qualification & Experience	Date of commencement of employment	Age of employee	Last employment before joining the company/ amalgamation	%age of equity shares held in company	If employed through out year or part thereof	Whether relative of any director/ manager of the company
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1.	Mr. Harpreet Singh Nibber	Managing Director	10212500	Contractual	B.E (Mech.) 24 Yrs	30/05/2017	49 Yrs	PritikaAuto castLtd.	11.59	Through out year	Yes, son of Mr. Raminder Singh Nibber, Chairman
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3. Ratio of remuneration of each director to median remuneration of employees

Name of Director	Designation	Ratio of remuneration to median remuneration of employees
Mr. Harpreet Singh Nibber	Managing Director	72.31
Mr. Raminder Singh Nibber	Chairman & WTD	45.67
Mr. Ajay Kumar	Executive Director	27.78
Mr. Neeraj Bajaj	Independent Director	4.25
Mr. Yudisthir Lal Madan	Independent Director	1.77
Ms. Neha	Independent Director	1.42

4. Percentage increase in remuneration of Directors and KMP

Name of Director	Designation	Percentage increase in remuneration
Mr. Harpreet Singh Nibber	Managing Director	21.58
Mr. Raminder Singh Nibber	Chairman & WTD	115
Mr. Ajay Kumar	Executive Director	3.80
Mr. Neeraj Bajaj	Independent Director	N.A. (Sitting fees was paid)
Mr. Yudisthir Lal Madan	Independent Director	N.A. (Sitting fees was paid)
Ms. Neha	Independent Director	N.A. (Sitting fees was paid)
Mr. Narinder Kumar Tyagi	Chief Financial Officer	Nil
Mr. Chander Bhan Gupta	Company Secretary	2.72
Mr. Ramesh Chander Saini	Chief Financial Officer	Retired w.e.f. 30.04.2019
Mr. Vedant Bhatt	Company Secretary	Resigned w.e.f. 22.05.2019

- In the financial year, there was an increase of 12.62% in the median remuneration of employees.
- There were 345 permanent employees on the rolls of the Company as on March 31, 2020.
- Average percentile increase made in the salaries of employees other than the managerial personnel in the financial year i.e 2019-20 was 6.88 % whereas the percentile increase in the managerial remuneration for the same financial year was 35.61%. The remuneration of managerial personnel was increased after considering the enhanced responsibilities on amalgamation of wholly owned subsidiaries with the company and to bring the remuneration commensurate with the remuneration package paid to managerial persons in the industry.
- It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel, Senior Management Personnel and other employees of the company.

For and on behalf of the Board of Directors

Date: 29/08/2020
Place: Mohali

Sd/-
Raminder Singh Nibber
Chairman

ANNEXURE B

Report on Corporate Governance

In compliance with regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as “Listing Regulations”), the Company submits the report for the year ended 31st March, 2020 on the matters mentioned in the said regulations and lists the practices followed by the Company.

1. THE COMPANY’S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

The Company’s Corporate Governance is a reflection of its value system that emphasizes on ethical dealings, transparency, fairness, disclosure and accountability. The Company has adopted a Code of Conduct for Directors and Senior Management. In addition, the Company has issued guidelines for appointment of Independent directors containing Code of Conduct for Independent Directors which suitably incorporates the duties of Independent Directors as laid down in the Companies Act, 2013 (“the Act”). The commitment of the company to the highest standards of good corporate governance ensures that we gain and retain the trust of our stakeholders at all times.

2. BOARD OF DIRECTORS:

The Board of Directors of your Company as on 31st March, 2020 comprised of six Directors as detailed below:

i. Composition of Board of Directors

Name of the Directors	Category	Inter-se Relationship between Directors
Mr. Harpreet Singh Nibber	Managing Director, Promoter	Son of Mr. Raminder Singh Nibber
Mr. Raminder Singh Nibber	Chairman, Executive Director, Promoter	Father of Mr. Harpreet Singh Nibber
Mr. Ajay Kumar	Executive Director, Non-Promoter	-
Mr. Yudhisthir Lal Madan	Independent Director	-
Mr. Neeraj Bajaj	Independent Director	-
Mrs. Neha	Independent Director	-

During the financial year under review, Five (5) Board Meetings were held on the following dates: (i) 22nd April, 2019 (ii) 22nd May, 2019 (iii) 5th August, 2019 (iv) 9th November, 2019 and (v) 12th February, 2020.

Name of Director	Board Meetings attended	Attendance at last AGM	No. of Directorships held in Companies (including PAIL)	Other Listed Entities where person is director		No. of Committees of Public Ltd Company in which director is Member or Chairperson (including PAIL)*	
				Name of Listed Entity	Category	Members	Chairperson
Mr. Harpreet Singh Nibber	05	Yes	04	None	NA	02	-
Mr. Raminder Singh Nibber	04	Yes	04	None	NA	02	-
Mr. Ajay Kumar	05	Yes	02	None	NA	-	-
Mr. Yudhisthir Lal Madan	02	No	03	Ramkrishna Forgings Ltd.	Independent Director	02	02
Mr. Neeraj Bajaj	04	No	05	Precision Electronics Ltd	Independent Director	01	01
Mrs. Neha	04	Yes	02	None	NA	02	01

None of the Directors on the Board holds the office of director in more than 20 companies or membership of more than 10 committees of the Board or chairmanship of more than 5 committees of the Board.

Details of Board Meeting attended, attendance at AGM, and number of directorship held position of membership/ chairmanship of Committees as on 31st March, 2020 is explained in the above table.

* Audit Committee and Stakeholders' Relationship Committee have been considered for the purpose of Membership and Chairmanship held by the Director in Public Limited Companies.

• **Key Board Qualifications**

Area of Expertise	Financial	Leadership	Board Service & Governance	Technical Knowledge	Sales & Marketing
Availability of expertise with the Board					
Mr. Raminder Singh Nibber	✓	✓	✓	✓	✓
Mr. Harpreet Singh Nibber	✓	✓	✓	✓	✓
Mr. Ajay Kumar	–	✓	✓	✓	✓
Mr. Yudhisthir Lal Madan	✓	✓	✓	–	–
Mr. Neeraj Bajaj	✓	✓	✓	–	–
Mrs. Neha	–	✓	✓	–	–

- None of the non-executive directors hold shares or convertible instruments.
- The details of familiarization program imparted to independent directors can be found at <http://www.pritikaautoindustries.com/investors.html>
- In the opinion of the Board, the Independent Directors fulfill the conditions specified in Listing Regulations and are independent of the management.
- No Independent director resigned before the expiry of his/her tenure during the year 2019-20.

3. **AUDIT COMMITTEE:**

The terms of reference of the Audit Committee, inter alia, include the following:

- To oversee the Company's financial reporting process.
- To review the adequacy of internal audit function.
- To review with the Management the quarterly/half yearly/ annual financial results/ statements and auditor's report thereon before submission to the board for approval.
- To review with the management the statement of uses/application of funds raised through an issue (public issue, rights issue, preferential issue, etc.)
- To review and monitor the auditor's independence and performance, and effectiveness of audit process.
- To recommend the appointment/re-appointment of Statutory Auditors and Internal Auditors and fixation of audit fees.
- To review significant internal audit findings/related party transactions, reviewing the management discussion and analysis of financial condition and result of operations and also statutory compliance issues relating to financial statements.
- To evaluate internal financial controls and risk Management system.
- To review the functioning of the Whistle Blower Mechanism/Vigil Mechanism.
- To scrutinize of inter-corporate loans and investments, if any.
- To approve appointment of CFO, etc.

The Composition of the Audit Committee as on 31.03.2020 and the number of meetings attended by members is given herein below:

Member's Name	Category	Designation	No. of meetings attended
Mr. Neeraj Bajaj	Independent Director	Chairman	04
Mr. Raminder Singh Nibber	Executive Director,	Member	03

	Promoter		
Mr. Yudhisthir Lal Madan	Independent Director	Member	02
Mrs. Neha	Independent Director	Member	03

During the financial year under review, Four (4) Audit Committee Meetings were held on (i) 22nd May, 2019 (ii) 5th August, 2019 (iii) 9th November, 2019 and (iv) 12th February, 2020.

4. **NOMINATION AND REMUNERATION COMMITTEE:**

The terms of reference of Nomination and Remuneration Committee include the matters specified in Regulation 19 read with Part D of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and section 178 of the Companies Act, 2013. The terms of reference of the Nomination & Remuneration Committee inter-alia includes the following:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees.
- Formulation of criteria for evaluation of Independent Directors and the Board.
- Devising a policy on Board Diversity.
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.
- To review and recommend the Remuneration policy of the Company.

The Composition of the Nomination and Remuneration Committee as on 31.03.2020 and the attendance of members is given below:

Member's Name	Category	Designation	No. of meetings attended
Mr. Neeraj Bajaj	Independent Director	Chairman	01
Mr. Raminder Singh Nibber	Executive Director	Member	01
Mr. Yudhisthir Lal Madan	Independent Director	Member	01
Mrs. Neha	Independent Director	Member	-

During the financial year under review, One (01) Nomination and Remuneration Committee meeting was held on 22nd May, 2019.

Performance Evaluation criteria for Independent/Non-Independent Directors:

Based on the recommendation of the Nomination and Remuneration Committee and as approved by the Board, the performance of the individual Non-Independent Directors are evaluated annually on basis of criteria such as qualifications, experience, knowledge and competency, fulfillment of functions, ability to function as a team, initiative, availability and attendance, commitment (as a Director), contribution and integrity.

Each individual Independent Director is reviewed, based on the additional criteria of independence and independent views and judgement. Similarly, the performance of the Chairman is evaluated based on the additional criteria such as effectiveness of leadership and ability to steer the meetings, impartiality, commitment (as Chairperson) and ability to keep shareholders' interests in mind.

The following were the criteria for evaluating performance of the Independent Directors:

- Adequate qualifications & skills to understand Corporate Culture, Business & its complexities.
- Adequate preparation for Board, Committee & General Meetings and updating knowledge of area of expertise.
- Attendance & active participation in above meetings.
- Objective & constructive participation in informed & balanced decision-making.
- No abuse of position detrimental to Company's/ shareholder's interest and/or personal advantage, direct or indirect.
- Ability to monitor Management Performance and integrity of financial controls & systems.
- Active and timely execution of any tasks assigned by the Board.
- Communication in open and fair manner.
- Credibility, directions & guidance on Key issues in the best interest of Company.
- Criteria of Independence.

On the basis of feedback/ratings, the Committee evaluated the performance of the Independent Directors of the Company.

5. REMUNERATION OF DIRECTORS:

The remuneration of directors is recommended by the Nomination and Remuneration Committee of the Board in line with the Remuneration Policy of the Company and approved by Board and if required are also approved by the Shareholders.

The remuneration paid to the Executive Directors i.e. Managing Director and Whole Time Director is recommended by the Nomination and Remuneration Committee and approved by the Board of Directors subject to shareholders' approval in the subsequent General Meeting. Also, there are no performance linked incentives.

Details of remuneration paid to Directors for the Financial Year 2019-20 are as follows:

Sr No.	Name of Director	Sitting Fees	Salary	Perquisites	Benefits	Commission	Bonus	Stock Option	Total
01	Mr. Harpreet Singh Nibber	-	10212500	-	-	-	-	-	10212500
02	Mr. Raminder Singh Nibber	-	6450000	-	-	-	-	-	6450000
03	Mr. Ajay Kumar	-	3923750	-	-	-	-	-	3923750
04	Mr. Yudhisthir Lal Madan	250000	-	-	-	-	-	-	250000
05	Mr. Neeraj Bajaj	600000	-	-	-	-	-	-	600000
06	Mrs. Neha	200000	-	-	-	-	-	-	200000
	Total	1050000	20586250						21636250

None of the Independent Directors/Non Executive Directors have any pecuniary relationship with the Company other than the sitting fees received by Independent directors for attending the meeting of the Board and/or Committee thereof.

The company has not issued any stock options during the year to any person including the directors.

6. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

Stakeholders Relationship Committee has been constituted to attend and redress the grievances of security holders of the company. The Committee is chaired by Mrs. Neha, Independent Non Executive Director on the Board of the Company.

The composition of Stakeholders Relationship Committee as on 31.03.2020 was as under:

Member's Name	Category	Designation	No. of meetings attended
Mrs. Neha	Non-Executive, Independent Director	Chairperson	01
Mr. Raminder Singh Nibber	Executive Director	Member	01
Mr. Harpreet Singh Nibber	Executive Director	Member	01

During the financial year under review, One (1) Stakeholder Relationship Committee meeting was held on 9th November, 2019.

Mr. Chander Bhan Gupta, Company Secretary of the Company has been designated as the Compliance Officer of the Company.

The details of Complaints received; resolved/pending during the financial year 2019-20 are given below:

Brought Forward: NIL Received: NIL Resolved NIL Pending: NIL

7. GENERAL BODY MEETINGS

Details of the last three Annual General Meetings held are as follows:

Financial Year	Date Of AGM	Time	Venue	Whether Special Resolution passed
2016-17	27 th September 2017	11:30 A.M.	Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar, Mohali, Punjab	YES, To Appoint Mr. Harpreet Singh Nibber (holding DIN 00239042) as a Managing Director of the Company.
2017-18	27 th September 2018	11:30 A.M.	Plot No. C-94,	YES

			Phase-VII Industrial Focal Point, S.A.S. Nagar, Mohali, Punjab	<ul style="list-style-type: none"> - Re-classification of the promoters of the company - Approval of the Shareholders for borrowing monies under section 180(1)(c). - Approval of the Shareholders for Creating Charge(s)/ Hypothecation(s) under Section 180(1)(a) - Approval of the Shareholders to give Loan(s), Guarantee(s)/ provide any Security(ies) in connection with Loan(s), and/or to acquire Securities under Section 186.
2018-19	30 th September 2019	9.30 A.M.	Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar, Mohali, Punjab	<p>YES</p> <ul style="list-style-type: none"> - Approval of alteration of Article 150 (the Seal) in Articles of Association of the company

All the Resolutions, including the special resolution set out in the respective notices were passed by the requisite majority of shareholders.

During the Year 2019-20, no Extra-ordinary General Meeting was held.

Special Resolutions passed through Postal Ballot during FY 2019-20

No special resolutions were passed through postal ballot. Hence, the detail of voting pattern is not given. However, the details of Postal Ballot are as follows:

Date of Postal Ballot Notice: 12.02.2020
Date of declaration of result: 28.03.2020

Voting Period: 26.02. 2020 – 26.03. 2020
Date of approval: 26.03. 2020

The following Ordinary Resolutions were passed:

- i) Prior approval of the material related party transactions with Pritika Industries Ltd.
- ii) Prior approval of the material related party transactions with Pritika Engineering Components Pvt. Ltd.

Scrutinizer

Mr. Sushil K Sikka of M/s. S.K. Sikka & Associates, Practicing Company Secretaries, Chandigarh, was appointed as the scrutinizer for carrying out the above postal ballot in a fair and transparent manner.

- In the forthcoming Annual General Meeting, the Company does not have any proposal to pass any special resolution through Postal Ballot.
Procedure for Postal Ballot: N.A.

8. MEANS OF COMMUNICATION

- The Board of Directors of the Company approves and takes on record the quarterly, half yearly and yearly financial results in the format prescribed by Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The approved financial results are forthwith sent to the Stock Exchanges where the Company is listed (BSE & CSE) and are published normally in the Newspapers in accordance with provision of Regulation 47 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :-
- The Company has published its financial results by way of newspaper advertisement pursuant to SEBI (LODR) Regulation 47 in English Newspaper (Financial Express) and Vernacular (Punjabi) Newspaper (Rozana Spokesman).
- The Company's financial results are also displayed on the Company's Website www.pritikaautoindustries.com.
- The Company communicates Official Media Releases and Presentations made to Investors to the Stock Exchange(s) and also uploads the same on its website.

9. GENERAL SHAREHOLDERS' INFORMATION

- **40th Annual General Meeting:**

Day & Date: Tuesday, 29th day of September 2020

Time : 10.00 AM

Venue : Plot No. C-94, Phase-VII, Industrial Focal Point, S.A.S. Nagar, Mohali ,Punjab- 160055

Financial year: 1st April, 2019 to 31st March, 2020

- **Dates of Book Closure:**

The register of members and share transfer books of the company will remain closed from 23rd September, 2020 to 29th September, 2020 (both days inclusive), for the purpose of Annual General Meeting.

- **Dividend Payment Date:**

The payment of dividend declared for the year ended 31st March 2019 was completed on 14th October 2019.

- **Listing on Stock Exchanges:**

At present, the equity shares of the Company are listed on the following Stock Exchanges:

BSE Limited

Stock Code :539359

P.J.Towers, Dalal Street

Mumbai -400 001

*Calcutta Stock Exchange Limited (CSE)

Stock Code: 18096

7, Lyons Range,

Calcutta - 700 001

* Application for delisting of the Company's Shares from CSE has already been submitted which is under process.

- **Listing Fees:**

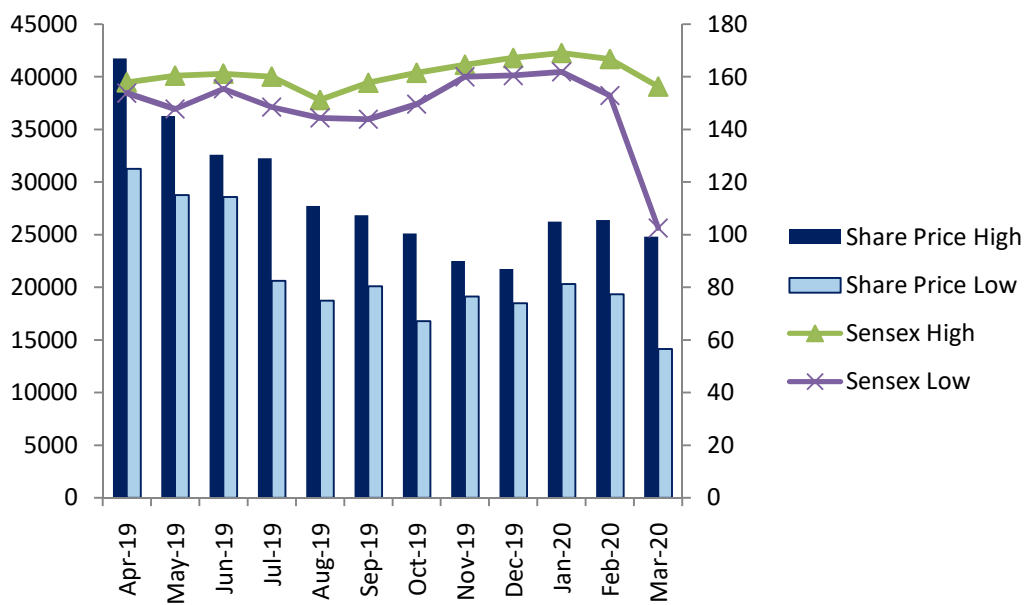
The Annual Listing Fees for the Financial Year 2020-2021 have been paid to the aforesaid Stock Exchanges.

- **Market Price Data:**

Monthly High and Low prices of equity shares of the Company at BSE Limited (BSE) during the period under review in comparison to BSE (Sensex):

Month	Share Price		Sensex	
	High	Low	High	Low
April 2019	166.95	125	39487.45	38460.25
May 2019	145.1	115	40124.96	36956.1
June 2019	130.35	114.3	40312.07	38870.96
July 2019	129	82.45	40032.41	37128.26
August 2019	110.9	74.95	37807.55	36102.35
September 2019	107.45	80.35	39441.12	35987.8
October 2019	100.5	67.15	40392.22	37415.83
November 2019	89.95	76.5	41163.79	40014.23
December 2019	87	74	41809.96	40135.37
January 2020	105	81.3	42273.87	40476.55
February 2020	105.55	77.3	41709.3	38219.97
March 2020	99.25	56.60	39083.17	25638.90

Share Price vis-à-vis BSE Sensex



- **Registrar and Share Transfer Agents (RTA):**

M/s. Satellite Corporate Services Pvt. Ltd., the Registrar and Share Transfer Agent of the Company is handling the share related work both in physical and electronic form.

All correspondence relating to share transfer, transmission, dematerialisation, rematerialisation etc. can be made at the following address:

M/s Satellite Corporate Services Pvt. Ltd.

Office no.106 & 107,
Dattani Plaza, East West Compound,
Andheri Kurla Road, Safedpul,
Sakinaka- Mumbai-400072.
Ph Nos: 022 28520461/462
Email: info@satellitecorporate.com, service@satellitecorporate.com,

- **Share Transfer System:**

The Company processes the share transfer and other related shareholders services through Registrar & Share transfer Agent (RTA) on a fortnight basis. SEBI vide Press Release No. 49/2018 dated Dec. 03, 2019 has mandated that transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository w.e.f. April 1, 2019.

- **Distribution of Share Holding as on March 31, 2020:**

Sl. No.	Share holding of nominal value of	Share Holders		Shareholding		
	Rs.	Number	% to Total	Number of shares	Amount (Rs.)	% of share capital
1	UPTO - 5000	1262	71.17	122139	1221390	0.68
2	5001 - 10000	126	7.11	108447	1084470	0.61
3	10001 - 20000	101	5.7	154226	1542260	0.87
4	20001 - 30000	42	2.37	107805	1078050	0.61
5	30001 - 40000	32	1.81	116116	1161160	0.66
6	40001 - 50000	51	2.88	238464	2384640	1.35
7	50001 - 100000	57	3.22	425239	4252390	2.4
8	100001 & Above	102	5.74	16462064	164620640	92.82
	TOTAL	1773	100	17734500	177345000	100

- **Dematerialization of Shares and Liquidity:**

The Company has connectivity with NSDL & CDSL for dematerialization of its equity shares. The ISIN No. INE583R01011 has been allotted for the Company. 99.23% of the Company's Paid-up Share Capital is in dematerialized form as on 31st March, 2020 and balance 0.77% is in physical form.

Further the Company does not have any Equity shares lying in the Suspense Account.

- **Global Depository Receipts/ American Depository receipts/ Convertible Instruments/ Warrants:**

The Company has not issued any Global Depository Receipts/ American Depository receipts.

The company on 21.01.2019 had issued on preferential basis to non-promoter (public) category, 575000 convertible warrants at ₹ 200/- per warrant (paid-up ₹ 50/-), each warrant convertible into one equity share of ₹ 10/- each to be issued at a price of ₹ 200/- per share i.e. at a premium of ₹ 190/- per share. The last date to exercise entitlement for conversion of warrant and to apply for allotment of equity shares was 20/7/2020. The Allottees failed to apply for allotment of equity shares on conversion and to make the payment of balance amount of Rs. 150/- towards the subscription of each equity share within prescribed period of 18 months. Hence, the entitlement of warrant holders to apply for equity shares of the company along with the rights attached thereto expired and the amount paid on such warrants stands forfeited, pursuant to the provisions of SEBI (ICDR) Regulations, 2018.

- The company has not issued any debt instruments/fixed deposits during the year, hence no credit ratings were obtained for that purpose.

- **Plant Locations:**

Unit I

Village Saidomajra
Post Office Mubarakpur,
Near Focal Point, Derabassi
Distt. S.A.S. Nagar, Punjab

Unit II

Village -Batheri, Teh. Haroli
Tahliwala- Garhshankar Road
Distt. Una, Himachal Pradesh

- **Address for Correspondence:**

Registered Office: Plot No. C-94, Phase-VII, Industrial Focal Point
S.A.S. Nagar, Mohali, Punjab – 160055

10. **OTHER DISCLOSURES:**

- No transaction of a material nature with the related parties which may have a potential conflict with the interest of the Company at large has been entered into by the Company. The Register of Contracts containing details of contracts, in which directors are interested, is placed before the Board of Directors regularly. The transactions with the related parties are disclosed in the Financial Statements.
- There were no instances of non-compliance by the Company on any matters related to the Capital market and no penalties/strictures were imposed on the Company by the Stock Exchange or SEBI or any statutory authority during the last three financial years.
- The Company has a Whistle Blower Policy and has put in place a mechanism to monitor the actions taken on complaints received under the said policy. This Policy also outlines the reporting procedure and investigation mechanism to be followed in case an employee blows the whistle for any wrong-doing in the Company. No personnel has been denied access to the Audit Committee. During the year no person has approached under the said policy.
- During the year the Company has not adopted any discretionary requirements as specified in Part E of Schedule II of Listing Regulations.
- The company has complied with corporate governance requirement specified in regulation 17 to 27 and clause (b) to (i) of sub regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

- Web link of the policy for determining 'material subsidiaries is <http://www.pritikaautoindustries.com/investors.html>.
- The web link of the policy on dealing with related party transactions is <http://www.pritikaautoindustries.com/investors.html>.
- There are no commodity price risks and hedging activities in the Company. However, the company keeps close watch on the price risk of input materials.
- There are no funds raised by the company through preferential allotment or qualified institutions placement, of which utilization is pending.
- M/s. Sushil Kumar Sikka & Co., Practicing Company Secretary, has issued a certificate as required under the Listing Regulations that none of the directors on the Board of the company have been debarred or disqualified from being appointed or continuing as directors of companies, by SEBI/Ministry of Corporate Affairs or any such statutory authority.
- There was no instance where the board had not accepted any recommendation of any committee of the board which is mandatorily required, in the relevant financial year.
- Audit Fees Paid during the FY 2019-20

Company	Audit Firm	Audit Fee (Rs. in lac)
Pritika Auto Industries Ltd.	M/s. Sunil Kumar Gupta & Co.	14.24
Pritika Engineering Components Pvt. Ltd., Wholly Owned Subsidiary	M/s. Chetal Vikesh & Associates	1.42

- Disclosure as per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Your Company strongly believes in providing a safe and harassment-free workplace for each and every individual working for the Company through various interventions and practices. It is the continuous endeavor of the Management of the Company to provide an environment to all its employees that is free from discrimination and harassment, including sexual harassment. The company has constituted Internal Complaints Committee in compliance with the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year ended 31st March, 2020, no complaint pertaining to sexual harassment was received by the Company.

Number of cases pending as on the beginning of the financial year	Nil
Number of complaints filed during the financial year	Nil
Number of cases pending for more than 90 days	Nil
Number of cases pending at the end of end of the financial year	Nil
Nature of action taken by the employer or District Officer	NA

- There are no shares in demat suspense account or unclaimed suspense account.

11. **COMPLIANCE WITH THE REQUIREMENTS OF CORPORATE GOVERNANCE REPORT:**

There is no Non-Compliance of any requirement of Corporate Governance Report of sub-paras (2) to (10) of Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

12. **DISCRETIONARY REQUIREMENTS:**

During the year the Company has not adopted any discretionary requirements as specified in Part E of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

13. **COMPLIANCE WITH THE REQUIREMENTS OF CORPORATE GOVERNANCE:**

The company has complied with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46.

For and on behalf of the Board of Directors

Date: 29/08/2020
Place: Mohali

Sd/-
Raminder Singh Nibber
Chairman

CEO DECLARATION FOR COMPLIANCE WITH THE COMPANY'S CODE OF CONDUCT:

In compliance with the requirements of regulation 17(5) of the SEBI (LODR) Regulations, the company has laid Code of Conduct which, inter alia, incorporates the duties of all members of Board of Directors and Senior Management and Independent Directors as laid down in the Companies Act, 2013. All the Directors and Senior Management of the Company have affirmed compliance with the Code of Conduct for Directors and Senior Management, as applicable to them for the year ended March 31, 2020.

Date: 29/08/2020
Place: Mohali

Sd/-
Harpreet Singh Nibber
Managing Director & CEO

PRACTICING COMPANY SECRETARY'S CERTIFICATE ON CORPORATE GOVERNANCE

**To the Members of
Pritika Auto Industries Limited**

I have examined the compliance of the conditions of Corporate Governance by Pritika Auto Industries Limited for the year ended 31st March, 2020, as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations & Disclosures Requirements) Regulations, 2015 ("Listing Regulations") as referred to in Regulation 15(2) of the Listing Regulations (including any statutory modification(s) or enactment thereof for the time being in force).

The Compliance of conditions of Corporate Governance is the responsibility of the Management. My examination has been limited to a review of the procedures and implementations thereof adopted by the Company for ensuring the compliance of conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations, as applicable.

I further state that compliance is neither an assurance as to the future viability of the Company nor the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

**For S.K.SIKKA & ASSOCIATES
Company Secretaries**

**Place: Chandigarh
Date: 23.07.2020**

**Sd/-
Sushil K. Sikka
Company Secretary
FCS 4241
CP 3582**

ANNEXURE C

Form AOC – 1

Pursuant to first proviso to sub-section(3) of Section 129 of the Companies Act, 2013 read with Rule 5 of Companies (Accounts) Rules, 2014

Statement containing salient features of the financial statements of subsidiaries/associates companies/joint ventures.

Part 'A' - Subsidiaries

Name of the Subsidiary Company	Amount (Rs. in lacs)
	Pritika Engineering Components Pvt. Ltd.
Year	2019-20
Share Capital	499.99
Reserves and Surplus	38.82
Total Assets	4134.39
Total Liabilities	4134.39
Details of Current and Non Current Investments	168.75
Net Turnover	2172.40
Profit/(Loss) before taxation	15.14
Provision For taxation	1.38
Profit/(Loss) after taxation	13.76
Proposed Dividend	--
% of Share-holding	100%

Name of Subsidiaries which are yet to commence operations	None
Name of Subsidiaries which have been liquidated or Sold during the year	NA

For and on behalf of the Board of Directors

Sd/-
Raminder Singh Nibber
(Chairman)
DIN 00239117

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN 00239042

Sd/-
Narinder Kumar Tyagi
C.F.O.

Sd/-
Chander Bhan Gupta
Company Secretary
M. No. F2232

Date: 29/08/2020
Place: Mohali

ANNEXURE D

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

A) Conservation of energy:

(i) The steps taken or impact on conservation of energy;

The Company is engaged in the castings and machining sector and is substantial energy consumer. The Company is taking all possible measures to conserve energy.

The Company has conducted Energy Audit through CII. The various recommendations suggested by CII like Compressed Air saving Improvement in Power Factor are under process.

Also the Company has initiated process of ISO 50001 (Energy Management System) Certification for continual improvement in the field of Energy Conservation.

The company has installed Runner Riser Cleaning machine which will consume low energy.

Unit-1 (Derabassi-Punjab)

a) The Company is taking all possible measures to conserve energy. The company has upgraded Automatic Power Factor Controller to improve the Power Factor. The company is using Sand Dryer to reduce diesel consumption. The employees are educated and made aware to save power.

The company has replaced Cupola Furnace with energy efficient Induction Furnace of (1000 kg. X 3nos.). It will give boost in energy saving as well quality improvement.

b) Manual grinding machine operations have been converted to chipping with chisel hammers resulting in less energy consumption.

c) The company is using LED lights/lamps in place of filaments bulbs/tubes to save energy.

Unit 2 (Bathri-Himachal Pradesh)

The company has upgraded Automatic Power Factor Controller to improve the Power Factor. Company has converted the Diesel Fire Sand Dryer & oven from diesel to LPG, which is cleaner & energy efficient. The company is continuously upgrading to CNC Machines from conventional machines which is better, efficient and more productive. The company has added six nos. of machines namely VTL, CNC and VMC. The company is educating and making the employees aware to save power.

The company has replaced 750 kg. crucible to 1000 kg. for the same energy and added two crucible of 1500 kg. resulting into increase in 5% output. High H.P. motors are replaced with low H.P. motors through changed gear train. Over rated motors have been replaced with 1000 H.P. motors.

The power supply from H.P. State Electricity Board will be at 11 KV and supplied to 33KV HT Line which resulted into reduction in Power Transmission Losses and fluctuation in the voltage has reduced.

To save heat energy, the liquid metal transfer ladle are covered with blankets. The company is using LED lights/lamps in place of filament bulbs/tubes and sodium/mercury lights.

The company has removed bottlenecks to improve the smooth operation of plant.

(ii) The steps taken by the Company for utilising alternate sources of energy;

The conventional Electric core ovens have been replaced with continuous oven operated through LPG/LNG, which has reduced energy consumption and improved efficiency of the equipments.

The company has installed Induction Furnace instead of Cupola, shifting from coal consumption to electric in Unit-1.

The company is drying up sand with natural sun heat in summer and manual grinding machine operations converted to chipping with diesel hammers resulting in less energy consumption in Unit-2.

iii) The capital investment on energy conservation equipments;

Although the company has acquired misc. energy equipments as and when required during the year. The investment made was not major and cannot be quantified.

(B) Technology absorption:

(i) The efforts made towards technology absorption;

The management keeps itself abreast of the adaptation and innovation technological advancements in the industry and ensures continued and sustained efforts towards absorption as well as development of the same to meet business needs and objectives. The company is going extensively on machine made core from conventional hand made.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution;

The technological absorption has resulted in improvement, cost reduction, product development, improvement in services, import substitution, etc. However, the benefits derived from the technological advancements are not quantifiable.

The yield improved and weight reduction is on going to save energy to melt the metal which cannot be quantified.

In Unit-1, the company has started making briquetting of CI Boring resulting into Dense scrap to save energy and avoid wastage in shape of slag. The rejected core/sand mix being recycled by crushing to save new sand which is taken from mines.

In Unit-2, the company has made Yield improvement in SG Iron items to reduce the requirement of liquid metal, resulting into Net Energy Saving per kg. of castings.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)

The company has not absorbed any imported technology.

(a) the details of technology imported; Not applicable

(b) the year of import Not applicable

(c) whether the technology been fully absorbed; Not applicable

(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof : Not applicable

(iv) The expenditure incurred on Research and Development.

The Company has not carried out any specific research and development activities during the year. As such expenditures on Research & Development cannot be quantified. The Management team visited different countries

to absorb the latest technologies to upgrade technology which are under consideration and hence cannot be quantified at this stage.

C. Foreign Exchange Earnings and Outgo

i. Earning- FOB value of Exports: Rs. 60.36 lacs

ii. Outgo- Foreign Travelling expenses: Rs. 4.17 lacs

For and on behalf of the Board of Directors

Date: 29/08/2020

Place: Mohali

**Sd/-
Raminder Singh Nibber
Chairman**

ANNEXURE E
FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014) Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub section(1) of section 188 of the Companies Act, 2013 including transactions entered into ordinary course of business and at an arms length basis under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis: NONE

- (a) Name(s) of the related party and nature of relationship
(b) Nature of contracts/arrangements/transactions
(c) Duration of the contracts / arrangements/transactions
(d) Salient terms of the contracts or arrangements or transactions including the value, if any
(e) Justification for entering into such contracts or arrangements or transactions
(f) date(s) of approval by the Board
(g) Amount paid as advances, if any:
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis

- a) Related party and nature of the related party relationship with whom transactions have taken place during the year:

A) Key Management Personnel

Mr. Harpreet Singh Nibber	Managing Director
Mr. Raminder Singh Nibber	Whole Time Director
Mr. Narinder Kumar Tyagi	C.F.O. (appointed on 22.05.2019)
Mr. Chander Bhan Gupta	Company Secretary (appointed on 22.05.2019)
Mr. Ramesh Chander Saini	C.F.O (retired on 30.04.2019)
Mr. Vedant Bhatt	Company Secretary (ceased w.e.f. 22.05.2019)

B) Subsidiary Companies

Pritika Engineering Components Private Limited (PECPL)

C) Enterprises owned or significantly influenced by Key Management Personnel or their Relatives

Pritika Industries Limited (PIL)

- b) Nature of contracts/arrangements/transactions:

(In Lacs)

Nature of Transactions During the year	Related Parties					
	Referred in A Above		Referred in B Above		Referred in C Above	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
Income						
Sales	-	-	104.35	114.44	7604.14	9121.76
Interest Received	-	-	30.71	30.68	-	-
Expenditure						
Purchases	-	-	228.86	110.35	1740.66	1364.17
Director Remunerations	205.86	151.80	-	-	-	-
Director Sitting Fees to Independent Directors	10.50	14.50	-	-	-	-
Salary to KMP's	37.65	27.15	-	-	-	-
Interest Payment	-	1.20	-	-	-	16.96
Investment made	-	-	-	49.99	-	-
Balance as at 31 st March, 2020 Debit/(Credit)	-	-	457.47	18.50	3627.67	3394.89
Corporate Guarantee Given	-	-	1586.00	1486.00	-	-
Loan & Advances						
Loan taken during the year	-	-	-	-	-	268.10
Repayment of Loan during the year	-	-	-	-	-	268.10
Loan given during the year	-	-	127.64	304.61	-	-
Repayment of Loan during the year	-	8.60	-	49.99	-	-
Loan balance as at 31 st March 2019-20 Debit/(Credit)	(14.16)	(14.16)	510.14	382.50	-	-

Note: Last year Salary to Mr. Harpreet Singh Nibber, Mr. Raminder Singh Nibber, Mr. Ajay Kumar and Mr. Ramesh Chander Saini was paid by Pritika Autocast Limited/ Nibber Castings Private Limited wholly owned subsidiaries which have been amalgamated with the Company.

c) Duration of the contracts / arrangements/transactions

- i) PECPL - Contract/Arrangement for one year w.e.f. 01.04.2019
- ii) PIL - Contract/Arrangement for one year w.e.f. 01.04.2019

d) Salient terms of the contracts or arrangements or transactions including the value, if any:

- i) PECPL: Sale of consumables and scrap to PECPL for Rs. 104.35 lac during the F.Y. 2019-20.
Purchase of castings, cold box etc. from PECPL for Rs. 228.86 lacs during the F.Y. 2019-20.
- ii) PIL: Sale of castings to PIL for Rs. 7604.14 lac during the F.Y. 2019-20.
Purchase of component casting, scarp, pattern and job work from PIL for Rs. 1740.66 lac during the F.Y. 2019-20.

e) Date(s) of approval by the Board, if any: Prior approval by Board of Directors in its meeting held on 08.12.2018. The shareholders approved Related Party Agreement/Transactions in their Extra Ordinary General Meeting held on 09.01.2019.

f) Amount paid as advances, if any: Nil

For and on behalf of the Board of Directors

Date: 29/08/2020
Place: Mohali

Sd/-
Raminder Singh Nibber
Chairman

ANNEXURE F

EXTRACT OF ANNUAL RETURN
FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2020
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAIL:

i	CIN	L45208PB1980PLC046738
ii	Registration Date	11/04/1980
iii	Name of the Company	PRITIKA AUTO INDUSTRIES LIMITED
iv	Category/Sub-category of the Company	Company Limited By Shares/Indian Non-Government Company
v	Address of the Registered office & contact details	Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar, Mohali Punjab- 160055 Email ID: compliance@pritikaautoindustries.com Phone No. 0172-5008900
vi	Whether listed company	Yes, Listed at BSE LTD & CSE
vii	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Satellite Corporate Services Pvt. Ltd. Office no.106 & 107, Dattani Plaza, East West Compound, Andheri Kurla Road, Safedpul, Sakinaka- Mumbai-400072. Ph Nos: 022 28520461/462 e-mail: info@satellitecorporate.com, service@satellitecorporate.com

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Manufacturing of parts & accessories for Motor Vehicles	2930	54.95
2	Casting of Iron	2431	44.16

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
01	Pritika Engineering Components Pvt. Ltd.	U28999PB2018PTC047462	Subsidiary	100	2(87)(ii)

IV. SHARE HOLDING PATTERN

(i).CATEGORY -WISE SHARE HOLDING

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-4-2019]				No. of Shares held at the end of the year[As on 31-03-2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	3547171	0	3547171	20.00	3547171	0	3547171	20.00	0.00
b) Central Govt	0	0	0	0	0	0	0	0.00	0.00
c) State Govt(s)	0	0	0	0	0	0	0	0.00	0.00
d) Bodies Corp.	4941338	0	4941338	27.86	4941338	0	4941338	27.86	0.00
e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any other	0	0	0	0.00	0	0	0	0.00	0.00
Total shareholding of Promoter (A)(1)	8488509	0	8488509	47.86	8488509	0	8488509	47.86	0.00
(2) Foreign	0	0	0	0.00	0	0	0	0.00	0
a) NRIs Individuals	0	0	0	0.00	0	0	0	0.00	0
b) Other – Individuals	0	0	0	0.00	0	0	0	0.00	0
c)Bodies Corp	0	0	0	0.00	0	0	0	0.00	0
d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0
e) Any other	0	0	0	0.00	0	0	0	0.00	0
Total shareholding of Promoter (A)(2)	0	0	0	0.00	0	0	0	0.00	0
Total shareholding of Promoter (A)(1) +(A)(2)	8488509	0	8488509	47.86	8488509	0	8488509	47.86	0.00
B. Public Shareholding									
1. Institutions	0	0	0	0.00	0	0	0	0.00	0
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt	0	0	0	0.00	0	0	0	0.00	0
d) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00

i) Others:Foreign Portfolio Investors	89104	0	89104	0.50	284686	0	284686	1.61	1.10
Sub-total (B)(1):-	89104	0	89104	0.50	284686	0	284686	1.61	1.10
2. Non-Institutions	0	0	0	0.00	0	0	0	0.00	0.00
a) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
i) Indian	934600	0	934600	5.27	935741	0	935741	5.28	+0.01
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	821180	24550	845730	4.77	1023816	24550	1048366	5.91	1.14
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	2990300	110000	3100300	17.48	2713996	110000	2823996	15.92	-1.56
c) Others-									
Non Resident Indians	4175309	0	4175309	23.54	3952381	0	3952381	22.29	-1.26
FCCB	0	0	0	0.00	0	0	0	0	0.00
Foreign Nationals	0	0	0	0.00	0	0	0	0	0.00
Clearing Members	2070	0	2070	0.01	94491	0	94491	0.53	0.52
Trusts	0	0	0	0.00	0	0	0	0.00	0.00
Hindu Undivided Family	98028	850	98878	0.56	105480	850	106330	0.60	0.04
Foreign Bodies - D R	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(2):-	9021487	135400	9156887	51.63	8825905	135400	8961305	50.53	-1.10
Total Public Shareholding (B)=(B)(1)+(B)(2)	9110591	135400	9245991	52.14	9110591	135400	9245991	52.14	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	17599100	135400	17734500	100.00	17599100	135400	17734500	100.00	0.00

(ii) SHAREHOLDING OF PROMOTERS

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year _01.04.2019			Share holding at the end of the Year 31.03.2020			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares pledged / encumbered to total shares	No. of Shares	**% of total Shares of the company	% of Shares pledged / encumbered to total shares	
1	Pritika Industries Limited	4941338	27.86	0	4941338	27.86	0	-
2	Harpreet Singh Nibber	2054934	11.59	0	2054934	11.59	0	-
3	Raminder Singh Nibber	1171182	6.60	0	1171182	6.60	0	-
4	PavitNibber	45664	0.26	0	45664	0.26	0	-
5	Gurkaran Singh Nibber	231158	1.30	0	231158	1.30	0	-
6	Rishi Mangat	44233	0.25	0	44233	0.25	0	-

(iii) CHANGE IN PROMOTERS' SHAREHOLDING: NO CHANGE

Sr No.	Name	Shareholding at beginning of the year		Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)		Cumulative /Shareholding at end of the year	
		No. Of Shares	%	Date	Reason	No. Of Shares	%
01	Pritika Industries Limited	49,41,338	27.86	-	-	49,41,338	27.86
02	Harpreet Singh Nibber	20,54,934	11.59	-	-	20,54,934	11.59
03	Raminder Singh Nibber	11,71,182	6.60	-	-	11,71,182	6.60
04	PavitNibber	45,664	0.26	-	-	45,664	0.26
05	Gurkaran Singh Nibber	2,31,158	1.30	-	-	2,31,158	1.30
06	Rishi Mangat	44,233	0.25	-	-	44,233	0.25

(iv) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS /AND HOLDERS OF GDR AND ADRS)

Sr. No.	Name of Shareholders	Shareholding at the beginning of the year 01.04.2019		Date wise increase/decrease in shareholding during the year specifying reasons			Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	Date	(+)Increase/(-) Decrease in Share Holding	Reason	No. of Shares	% of total shares of the company
1	Rajesh Sadhwani	1685000	9.50	01.04.2019			1685000	9.50
				24.01.2020	41593	Purchase	1726593	9.74
				31.01.2020	5550	Purchase	1732143	9.77
				31.03.2020	0	-	1732143	9.77
2	Ashok Sadhwani	634000	3.57	01.04.2019			634000	3.57
				31.01.2020	-500	Sale	633500	3.57
				31.03.2020	0	-	633500	3.57
3	Lalit Sadhwani	540000	3.04	01.04.2019			540000	3.04
				22.11.2019	-229400	Sale	310600	1.75

				31.03.2020	0	-	310600	1.75
4	Himatbhai Babubhai Sorathia	400000	2.26	01.04.2019		-	400000	2.26
				31.03.2020		-	400000	2.26
5	Mukeshkumar Bhayabhai Patel	400000	2.26	01.04.2019		-	400000	2.26
				31.03.2020		-	400000	2.26
6	Syed Wajid Ali	390000	2.20	01.04.2019		-	390000	2.20
				31.03.2020		-	390000	2.20
7	Bullish Bonds & Holding Ltd	323043	1.82	01.04.2019			323043	1.82
				12.04.2019	1500	Purchase	324543	1.83
				26.04.2019	19500	Purchase	344043	1.94
				03.05.2019	1000	Purchase	345043	1.95
				22.11.2019	12116	Purchase	357159	2.01
				31.03.2020	0	-	357159	2.01
8	Aspire Emerging Fund	73736	0.42	01.04.2019			73736	0.42
				22.11.2019	195500	Purchase	269236	1.52
				31.03.2020	0	-	269236	1.52
9	Generic Pharmasec Limited	252358	1.42	01.04.2019			252358	1.42
				12.04.2019	75	Purchase	252433	1.42
				26.04.2019	7048	Purchase	259481	1.46
				22.11.2019	-9632	Sale	249849	1.41
				27.12.2019	8105	Purchase	257954	1.45
				31.12.2019	100	Purchase	258054	1.46
				31.01.2020	1400	Purchase	259454	1.46
				20.03.2020	1500	Purchase	260954	1.47
				27.03.2020	1505	Purchase	262459	1.48
				31.03.2020	0	-	262459	1.48
10	Advance Products Private Ltd.	197744	1.12	01.04.2019			197744	1.12
				06.03.2020	-202	Sale	197542	1.11
				20.03.2020	-525	Sale	197017	1.11
				27.03.2020	-10464	Sale	186553	1.05
				31.03.2020	-52	Sale	186501	1.05

(v) SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Sr No.	Name	Shareholding at beginning of the year (01.04.2019)		Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)		Cumulative/Share - holding at end of the year (31.03.2020)	
		No. of Shares	%	Increase/Decrease	Reason	No. of Shares	%
01	Mr. Harpreet Singh Nibber	20,54,934	11.59	-	-	20,54,934	11.59
02	Mr. Raminder Singh Nibber	11,71,182	6.60	-	-	11,71,182	6.60
03	Mr. Ajay Kumar	970	00	-	-	970	00

04	Mr. Neeraj Bajaj	-	-	-	-	-	-
05	Mr. Yudhisthir Lal Madan	-	-	-	-	-	-
06	Ms. Neha						
07	¹ Mr. Ramesh Chander Saini	1,106	00	-	-	1,106	00
08	² Mr. Vedant Bhatt	-	-	-	-	-	-
09	³ Mr. C B Gupta	-	-	-	-	-	-
10	³ Mr. Narinder Kumar Tyagi	-	-	-	-	-	-

Notes: 1. Retired w.e.f. 30.04.2019, 2. ceased w.e.f. 22.05.2019, 3. appointed w.e.f. 22.05.2019

V. INDEBTEDNESS

(In Lacs)

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	4468.53	139.44	-	4607.97
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	7.59	-	-	7.59
Total (i+ii+iii)	4476.12	139.44	-	4615.56
Change in Indebtedness during the financial year				
Additions	883.35	101.00	-	984.35
Reduction	333.83	38.79	-	372.62
Net Change	549.52	62.21	-	611.73
Indebtedness at the end of the financial year				
i) Principal Amount	5017.67	201.65	-	5219.32
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	7.97	-	-	7.97
Total (i+ii+iii)	5025.64	201.65	-	5227.29

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE TIME DIRECTOR AND/OR MANAGER:

Sl.No	Particulars of Remuneration	Name of the MD/WTD/Manager			Total Amount
		Harpreet Singh Nibber	Raminder Singh Nibber	Ajay Kumar	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	10212500	6450000	3923750	20586250
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-	-	
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	
2	Stock option	-	-	-	-
3	Sweat Equity	-	-	-	-

4	Commission	-	-	-	-
	as % of profit	-	-	-	-
	others (specify)	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	10212500	6450000	3923750	20586250
	Ceiling as per the Act		As per Schedule V of the Companies Act, 2013, ceiling for the company, for remuneration to one Managerial personnel is Rs. 84.00 lacs per year, the remuneration in excess of said limit may be paid by passing Special Resolution by shareholders.		

B. REMUNERATION TO OTHER DIRECTORS

Sl.No	Particulars of Remuneration	Name of the Directors			Total Amount
1	Independent Directors	Yudhisthir Lal Madan	Neeraj Bajaj	Neha	
	(a) Fee for attending board and committee meetings	250000	600000	200000	1050000
	(b) Commission	-	-	-	-
	(c) Others, please specify	-	-	-	-
	Total (1)	250000	600000	200000	1050000
2	Other Non Executive Directors				
	(a) Fee for attending board committee meetings	-			
	(b) Commission	-			-
	(c) Others, please specify:				-
	Total (2)	-	-	-	-
	Total (B)=(1+2)				1050000
	Total Managerial Remuneration				
	Overall Ceiling as per the Act	As per provisions of section 197 of the Companies Act, 2013 the total managerial remuneration payable by a public company shall not exceed 11% of the Net Profit. But in case of appointments made under the provisions of Schedule V of the Act, the said limit may exceed with the approval of members of the company by Special Resolution.			

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

S. No.	Particulars of Remuneration	Key Managerial Personnel				TOTAL
		Company Secretary		CFO		
1	Gross Salary	*Vedant Bhatt	C B Gupta	**R C Saini	N K Tyagi	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	94032	1159360	183340	2329255	3765987
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	-	-	-	-	-
	as % of profit	-	-	-	-	-
	others, specify	-	-	-	-	-

5	Others, please specify	-	-	-	-	-
Total		94032	1159360	183340	2329255	3765987

*Ceased w.e.f. 22.05.2019; **Retired w.e.f. 30.04.2019

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment /Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board of Directors

Date: 29/08/2020
Place: Mohali

Sd/-
Raminder Singh Nibber
Chairman

CEO/CFO CERTIFICATE UNDER REGULATION 17(8) OF THE LISTING REGULATIONS:

The Board of Directors
Pritika Auto Industries Limited
Plot No. C-94, Phase-VII Industrial Focal Point,
S.A.S. Nagar Mohali Punjab - 160055

Dear Sir(s),

We Harpreet Singh Nibber, Managing Director and Narinder Kumar Tyagi, CFO certify that

- a) We have reviewed the Financial Statements and the Cash Flow Statement for the year ended March 31, 2020 and that to the best of our knowledge and belief:
- i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the auditors and the Audit Committee, the following:
- i. significant changes in internal control over financial reporting during the year, if any;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For Pritika Auto Industries Limited

Sd/-	Sd/-
Harpreet Singh Nibber	Narinder Kumar Tyagi
Managing Director	Chief Financial Officer
DIN: 00239042	

Date: 29.06.2020

Place: Mohali

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 read with regulation 34(3) of the said Listing Regulations).

To

The Members,
Pritika Auto Industries Limited
Mohali

As required by Clause 10(i) of Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 inserted vide SEBI notification dated 9th May 2018, I certify that none of the Directors on the Board of Pritika Auto Industries Limited, as stated below, has been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India/Ministry of Corporate Affairs or any such statutory authority for the year ended 31st March, 2020.

Sr. No.	Name of Director	DIN
1	Mr. Harpreet Singh Nibber	00239042
2	Mr. Raminder Singh Nibber	00239117
3	Mr. Ajay Kumar	02929113
4	Mr. Neeraj Bajaj	00035778
5	Mr. Yudhisthir Lal Madan	05123237
6	Mrs. Neha	08109734

For S.K.SIKKA & ASSOCIATES
Company Secretaries

Sd/-
Sushil K. Sikka
Prop.
FCS 4241
CP 3582

Place: Chandigarh
Date: 23.07.2020

UDIN: F004241B000496645

ANNEXURE G
SECRETARIAL AUDIT REPORT
FORM NO. MR-3

For The Financial Year Ended March 31, 2020
[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,
PRITIKA AUTO INDUSTRIES LIMITED

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

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

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

- 1) The Companies Act, 2013 (the Act) and the rules made thereunder;
- 2) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- 3) The Depositories Act, 2018 and the Regulations and bye-laws framed thereunder;
- 4) 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;
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- 6) The Company has complied with the following laws applicable specifically to the Company:
 - a) Hazardous Waste (Management & Handling) Rules 1989 under EP Act, 1986
 - b) Factories Act, 1948 and allied State Laws.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There is no change in the composition of the Board of Directors during the period under review.

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

Decisions at the Board meetings, as represented by management, were taken unanimously.

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

I further report that during the audit period

(i) The company got approval of its members by conducting Postal Ballot and e-voting, for entering into Material Related Party Transactions, by passing Ordinary Resolutions.

I further report that during the audit period, there were no instances of:

- (i) Public / Rights / Preferential Issue of Shares / Sweat Equity.
- (ii) Redemption / Buy-Back of Securities.
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- (iv) Merger / Amalgamation / Reconstruction etc.
- (v) Foreign Technical Collaborations.

For S.K.SIKKA& ASSOCIATES
Company Secretaries
Sd/-
Sushil K. Sikka
Prop.
UDIN: F004241B000496656

Place: Chandigarh
Date: 23.07.2020

To,
The Members
Pritika Auto Industries Limited

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

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

For S.K.SIKKA& ASSOCIATES
Company Secretaries
Sd/-
Sushil K. Sikka
Prop.

Place: Chandigarh
Date: 23.07.2020

ANNEXURE - H

MANAGEMENT DISCUSSION AND ANALYSIS

Forward looking statement

Statements in this Management Discussion and Analysis of Financial Condition and Results of Operations of the Company describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities laws and regulations. Forward looking statements are based on certain assumptions and expectations of future events.

The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company assumes no responsibility to publicly amend, modify or revise forward looking statements, on the basis of any subsequent developments, information or events. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include changes in government regulations, tax laws, economic developments within the country and such other factors globally.

The financial statements are prepared as per the IND AS guidelines and comply with the Accounting Standards notified under Section 211(3C) of the Act read with the Companies (Accounting Standards) Rules, 2015. The management of Pritika Auto Industries Limited has used estimates and judgments relating to the financial statements on a prudent and reasonable basis, in order that the financial statements, reflect in a true and fair manner, the state of affairs and profit for the year.

The following discussions on our financial condition and result of operations should be read together with our audited consolidated financial statements and the notes to these statements included in the annual report. Unless otherwise specified or the context otherwise requires, all references herein to "we", "us", "our", "the Company", "Pritika" are to Pritika Auto Industries Ltd.

ECONOMIC OVERVIEW

Indian Auto-Components Industry

The auto components industry in India has been growing over the past several years. Barring intermittent slowdowns such as that in 2019, the industry has grown at a CAGR of over 10% during the last decade to USD 56.52 billion in FY2019. Comparatively, the industry was worth USD 35 billion in 2014. Some of the factors driving investments in this sector include a large domestic market (rise in working population), a stable and supportive government framework and rising development in infrastructure. This sector alone accounts for about 2.3% of the country's GDP, driven by the automotive industry which is India's fourth largest industry.

The Indian auto-components industry can be broadly classified into the organized and unorganized sectors. The organized sector caters to the Original Equipment Manufacturers (OEMs) and comprises high-value precision instruments while the unorganized sector consists of low-valued products and caters mostly to the aftermarket category.

The Indian automotive industry witnessed a substantial slowdown during the previous year due to various factors including financing difficulties across the supply chain. However, this slowdown was partially offset by rise in exports. As per the Automobile Component Manufacturers Association (ACMA), exports in the auto components sector have grown at a CAGR of 8.34% during 2014-19, to USD 15.17 billion, and are further projected to reach USD 80 billion by 2026. India exports auto components to several parts of the world, the major markets being developed countries such as the US, Germany and the UK. Some of the important Asian markets for auto components include Sri Lanka, Bangladesh and Thailand.

ACMA forecasts the Indian auto components industry to register a turnover of USD 100 billion by 2020, backed by strong exports. This bodes well for the industry which has been under pressure since the last few quarters.

Source: IBEF, <https://www.ibef.org/industry/autocomponents-india.aspx>
<https://www.ibef.org/industry/auto-components-presentation>

Indian Agriculture Industry - an overview

Agriculture plays a vital role in India's economy. It is the primary source of livelihood for about 58% of India's population. Agriculture, along with fisheries and forestry, are key contributors to the country's Gross Domestic Product (GDP). The Gross Value Added (GVA) by agriculture, forestry and fishing is estimated at INR 18.55 lakh crore (USD 265.51 billion) in FY2019.

During 2019 crop year, food grain production is estimated to have been 283.37 million tons. In 2019-20, Government of India is targeting food grain production of 291.1 million tons.

This growth is being driven by strong domestic demand (owing to rising population) as well as global exports. Total agricultural exports from India grew at a CAGR of 16.45% over FY2010-18 to reach USD 38.21 billion in FY2018, and further to USD 38.54 billion in FY2019. Spices, tea and coffee exports from India have also been on the rise during this period.

Consequently, investments into this sector have grown significantly. FDI into the Indian food processing sector in 2018-19 alone stood at USD 628.24 million. The industry has cumulatively attracted FDI inflow of about USD 9.41 billion between April 2000 and June 2019. For instance, Nestle recently announced plans to invest Rs. 700 crore to construct its ninth factory in Gujarat. Agri-food start-ups in India received funding worth USD 1.66 billion between 2013-17 in 558 deals.

The agriculture sector has also received significant support from the Government of India, some of the recent initiatives include:

- As per Union Budget 2020-21, allocation of Rs 2.83 lakh crore (USD 40.06 billion) was made for the Ministry of Agriculture. Ministry of Food Processing has been allocated Rs 1,233 crore (USD 176.42 million).
- In September 2019, the Prime Minister launched National Animal Disease Control Programme (NADCP), expected to eradicate certain diseases in livestock.
- In May 2019, NABARD announced an investment of Rs 700 crore (USD 100 million) venture capital fund for equity investments in agriculture and rural-focused start-ups
- In Budget 2019-20, Pradhan Mantri Samman Nidhi Yojana was introduced under which a minimum fixed pension of Rs. 3,000 would be provided to eligible small and marginal farmers, subject to certain exclusion clauses, after 60 years of age.
- As per the Union Budget 2019-20, the Central and State Governments would work together to allow farmers to benefit from e-NAM (electronic National Agriculture Market).
- Under the Pradhan Mantri Kisan Samman Nidhi Yojana (PM-Kisan), the PM disbursed Rs. 2,021 crore to over 10 million beneficiaries in February 2019.

- The government came out with a Transport and Marketing Assistance (TMA) scheme to provide financial assistance for transport and marketing of agriculture products to boost agriculture exports.

Source: IBEF, <https://www.ibef.org/industry/agriculture-india.aspx>
<https://www.ibef.org/industry/agriculture-presentation>

Indian Tractor Industry

The tractor industry, a part of the farm equipment market, has been growing significantly in India. Demand for tractors has risen in tandem with increasing mechanization in farming across India. As per industry estimates, the tractor market in India registers annual sales of 600,000 – 700,000 units on an average.

As per industry estimates, tractor sales in India are estimated to have grown 8-10% in 2019. Unit sales are expected to reach one million by mid of the next decade, growing at a CAGR of 6-7%. However, despite general productivity improvement in the agricultural sector, the overall industry may witness single digit growth in the near term.

As per statistics from the Tractor Manufacturers Association (TMA), tractor production and sales have grown over the first two months of 2020. Tractor production and sales stood at 69,280 and 64,937 units respectively in February 2020, a rise of 16.5% and ~20% year-on-year.

Overall, the industry is forecast to grow at a CAGR of 8-10% during 2017-22. A sustained focus by the government on the promotion of farmer welfare and rural development along with mechanization in agriculture would support this growth trajectory. Moreover, the budget's emphasis on doubling farmers' income by 2022, loan waivers and finance availability, as well as rising use of tractors in construction and other fields, would augur well for the production and sale of tractors going forward.

Source: <http://www.tmaindia.in/consolidated-monthly-reports-2020.php>
<https://www.globenewswire.com/news-release/2019/05/06/1817241/0/en/Indian-Agricultural-Tractor-Market-Report-2019-2023-with-a-Focus-on-Key-Industry-Players.html>
<https://auto.economictimes.indiatimes.com/news/commercial-vehicle/indian-tractor-market-to-grow-8-10-in-fy19/64483327>
 IBEF, <https://www.ibef.org/blogs/india-strong-in-tractor-manufacturing>

Government Initiatives

The Government of India's Automotive Mission Plan (AMP) 2006–2016 has come a long way in ensuring growth for the sector. The Indian Automobile industry is expected to achieve a turnover of USD 300 billion by 2026, and would grow at a CAGR of 15% from its current revenue of around USD 74 billion.

The Government has drafted the Automotive Mission Plan (AMP) 2016-26 which will help the automobile industry to grow and will benefit Indian economy in the following ways:

- Contribution of auto industry in the country's GDP will rise to over 12%
- More than 65 million jobs will be created
- End of Life Policy would be implemented for old vehicles

Crisil, IBEF, <https://www.ibef.org/industry/autocomponents-india.aspx>

About Pritika Auto Industries Ltd.

Pritika Auto Industries Ltd. is a flagship company of the Pritika Group of Industries which was set

up in 1974 by Mr. Raminder S. Nibber, manufacturing small forgings. Over the last four decades and under Mr. Nibber's visionary leadership, the Company has established itself as a robust and reliable brand in its market, specializing in machined castings and automotive components. A quality driven organization, Pritika produces world class components from modern facilities. The merger process of Pritika Autocast Ltd. and Nibber Castings Pvt. Ltd (Wholly owned subsidiaries of Pritika Auto Industries Ltd.) was approved by the Honorable NCLT bench, Chandigarh in February 2019. Pritika has manufacturing facilities situated at Derabassi and Hoshiarpur (Punjab), and Tahliwal (Himachal Pradesh) with a total capacity exceeding 50,000 metric tons per annum (MTPA) in FY19.

Catering primarily to tractors and commercial vehicles, Pritika focuses on expanding and diversifying its product portfolio. The Company manufactures a wide range of products such as axle housings, wheel housings, hydraulic lift housings, end cover, plate differential carrier, brake housings, cylinder blocks, and crank cases, among others. Pritika is one of the biggest component suppliers in the tractor segment of the automobile industry in India and supplies to OEMs like M&M Swaraj, Swaraj Engines Ltd, TAFE, Escorts, SML Isuzu, TMTL, Ashok Leyland, New Holland Tractors India Ltd., Brakes India etc., as well as exports casted products outside India. The Company's vision is to provide products which meet customer's quality requirement constantly at competitive prices.

CONSOLIDATED FINANCIAL OVERVIEW –

The consolidated performance of the Company for the financial year ended March 31, 2020, is as follows:

Total revenue from operations at Rs. 168.0 crore for the year ended March 31, 2020, as against Rs. 209.7 crore (net of taxes) for the corresponding previous period, a decrease of 19.9%, mainly on account of slowdown in automotive sector and the COVID-19 pandemic.

The EBIDTA (earnings before interest, depreciation and tax, excluding other income) was Rs. 21.0 crore for the year ended March 31, 2020, as against Rs. 30.2 crore for the corresponding previous period, an decrease of 30.5%.

The PAT (profit after tax) was Rs. 5.6 crore for the year ended March 31, 2020, as against Rs. 14.1 crore for the corresponding previous period, a decline of 60.5%.

EPS was at Rs. 3.15, YoY decline of 60.8% (8.03 in FY19).

RESOURCES AND LIQUIDITY

As on March 31, 2020, the consolidated net worth stood at Rs. 120.4 crore and the consolidated debt was at Rs. 64.1 crore.

The net debt to equity ratio of the Company stood at 0.51 as on March 31, 2020.

BUSINESS PERFORMANCE

Pritika registered a decline of 19.9% in revenue clocking a turnover of Rs. 168 cr in FY20. The Company produced 26,258 tons of machined casting during the year. About 92-93% of the revenue was contributed by the tractor components segment while the rest was from the commercial vehicle segment. With capacity in place, Pritika is focusing on higher production and

better utilization for financial year 2020-21. The Company is also adding high-value products and trying to improve operational efficiencies, while expanding export avenues.

The Company is dealing in single segment i.e. manufacturing of Auto Components/parts.

ACHIEVEMENTS IN BUSINESSES DURING THE YEAR:

- Pritika won its first export order for casted products from a US-based multi-national conglomerate. Upon completion of the first order, the Company received a repeat order of higher value from the same client, totaling USD 2 million.
- The Company won an order to supply critical parts for cylinder heads from a leading tractor manufacturer in India.
- Pritika won an incremental order from an existing large client, to supply rear axle housings.

KEY FINANCIAL RATIOS:

There was no significant change i.e. 25% or more in Interest Coverage Ratio, Current Ratio, Operating Profit Margin and Debt Equity Ratio. However, there was significant change in the following Ratios as compared to immediately previous year ended 31st March 2019:

Ratios	Year ended 31/3/2020	Year ended 31/3/2019
Debtor Turnover Ratio	0.31	0.22
Inventory Turnover Ratio	0.35	0.26
Net Profit Margin	3.61%	7.13%
Return on Networth	4.53%	12.17%

The year ended 31st March, 2020 has been challenging and slowdown for the auto sector as well as the overall economy. The entire automotive value chain has been facing market headwinds, which was worsened by the nationwide lockdown due to COVID-19. In March, 2020 the unprecedented and unforeseeable adversity in the form of Covid-19 virus outbreak, which further worsened the challenging industry scenario. This pandemic has resulted in a significant slowdown in the overall economy impacting all business across the nation as well as of the world. Your company had been adversely affected by the slowdown in Auto sector and nationwide lockdown, which resulted in lesser turnover and decreased profit due to fixed expenses borne by the company. This caused increased Debtor Turnover Ratio, Inventory Turnover Ratio and fallen Net Profit Margin & Return on Networth.

RISKS AND CONCERNS

Like every business, the company faces risks, both internal and external, in the undertaking of its day-to-day operations and in pursuit of its longer-term objectives. A detailed policy drawn up and dedicated risk workshops are conducted for each business vertical and key support functions wherein risks are identified, assessed, analyzed and accepted / mitigated to an acceptable level within the risk appetite of the organization. The risk registers are also reviewed from time to time.

The Company faces the following Risks and Concerns:

Economy and Market Risk

The Company's growth is linked to that of the agricultural and automotive industry, which is cyclical in nature. The cyclical nature of the Indian commercial vehicle industry and tractor industry impacts the demand for related components. Since the automotive industry plays a major role in determining the economic growth, any slowdown in the overall economy would affect the commercial vehicle industry.

Credit Risk

To manage its credit exposure, Pritika has determined a credit policy with credit limit requests and approval procedures. Company does its own research of client's financial health and project prospects before bidding for a project. Timely and rigorous process is followed up with clients for payments as per schedule. The company has suitably streamlined the process to develop a focused and aggressive receivables management system to ensure timely collections.

Interest Rate Risk

The Company has judiciously managed the debt-equity ratio. It has been using a mix of loans and internal cash accruals. The Company has well managed the working capital to optimize the overall interest cost.

Contractual Risk

Pritika follows a meticulous process to evaluate the legal risks involved in a contract and ascertain its legal responsibilities under the applicable law of the contract. All the worst possible scenarios are considered and as a strategic priority with consultation from advisors, stringent terms are inserted to restrict liabilities to the maximum extent possible.

Competition Risk

Like in most other industries, growth opportunities lead to a rise in competition. We face different levels of competition, from domestic as well as multinational companies. Pritika has created strong differentiators in project execution, quality and delivery which make it resilient to competition. Furthermore, the Company continues to invest in technology and its people to maintain a competitive edge. A stable and long-standing client base comprising large and mid-sized companies further helps maintain a strong order book and insulate the Company from this risk. We also mitigate this risk with the quality of our infrastructure, our customer-centric approach and our ability to innovate customer specific solutions, focusing on pricing and aggressive marketing strategy, disciplined project executions, coupled with prudent financial and human resources management and better control over costs. Thus, we do not expect to be significantly affected by this risk.

Input Cost Risk

Our profitability and cost effectiveness may be affected due to change in the prices of raw materials, power and other input costs. Some of these risks that are potentially significant in nature and need careful monitoring are raw material prices, and availability of power, among others.

Liability Risk

This risk refers to our liability arising from any damage to cargo, equipment, life and third parties which may adversely affect our business. The Company attempts to mitigate this risk through contractual obligations and insurance policies.

OPPORTUNITIES

- **Increasing mechanization in agriculture:** With the agriculture sector witnessing significant technology enhancements, the demand for higher efficiency tractors and farm equipment is likely to increase in India as well as globally. Adoption of such equipment over traditional farming methodologies in rural parts of the country would benefit ancillary companies catering to this sector, such as Pritika.
- **Support from Government Policies:**
 - Government's aim to double farmer's income by 2022 would boost demand for tractors.
 - 100% FDI allowed under automatic route for auto component sector
 - Establishment of special auto parks & virtual SEZs for auto components.
 - Lower duties on specific parts of hybrid vehicles.
 - Policies such as Automotive Mission Plan 2016-26, Faster Adoption & Manufacturing of Electric Hybrid Vehicles (FAME, April 2015), NMEM 2020, likely to infuse growth in the auto component sector of the country.
 - Allocation of increased financial support for the agriculture industry in the Union Budget 2020-21
- **Investments:**
 - Foreign investments in the automotive sector totaled USD 22.35 billion during 2000-19.
 - With the launch of 'Make in India' initiative, the government is expected to mobilize substantial investments in the auto component sector.
 - The auto components sector is expected to witness investments up to USD 4.5 billion for upgradation of products and keeping up with new industry regulations.
- **Export Advantage:** India is a leading auto exporter and has strong near-term export growth expectations. As per Automobile Component Manufacturers Association (ACMA) forecasts, automobile component exports from India are expected to reach USD 70 billion by 2026 from USD 10.9 billion in FY17. The Indian auto component industry aims to achieve USD 200 billion in revenues by 2026.
- The last year's Union Budget increased duties of customs on imports of Auto Parts, which is expected to boost domestic manufacturing.
- Reduction of corporate tax for companies was announced in the Union Budget 2020.

Source: IBEF, <https://www.ibef.org/industry/autocomponents-india.aspx>
<https://www.ibef.org/download/Auto-Components-Report-Feb-2018.pdf>

THREATS

- Competition from domestic and multinational players
- Regulatory changes impacting the automotive and agricultural sectors
- Unfavourable volatility in labour and raw material costs
- Attraction and retention of skilled human capital
- Risk from unforeseen impediments in execution
- Market-wide slowdown in the agriculture sector

INTERNAL CONTROL SYSTEMS AND ADEQUACY

For the purposes of effective internal financial control, Pritika has adopted various policies and procedures to ensure orderly and efficient conduct of its business, including adherence to company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial information.

There has not been any significant change in such control systems. The control systems are reviewed by the management regularly. The same are also reviewed by the Statutory Auditors and Internal Auditors from time to time. Additionally, the Company has adopted various policies and procedures to safeguard its interest. These policies and procedures are reviewed from time to time. A proper reporting mechanism has been implemented in the organization for reporting any deviation from the policies and procedures. Compliance audit is conducted from time to time by external agencies on various areas of operations.

HUMAN RESOURCES

Pritika has Human Relations and Industrial Relations policies in force. These are reviewed and updated regularly in line with the Company's strategic plans. The human relations team continually conducts training programs for talent development. The Company aims to develop the potential of every individual associated with it as a part of its business goal. Pritika leverages a mix of experienced as well as young talent to drive growth.

The company values its human resources as the principal drivers of change. The Company focuses on providing individual development and growth in a work culture that encourages team work and high performance.

As on March 31, 2020, the Company had a workforce of 855 (permanent and contractual).

OUTLOOK

The tractors (and corresponding ancillary sub-sectors) industry is expected to remain flattish in the next year, recovering gradually from the industry-wide slowdown in the automotive sector. A normal/good monsoon, increased focus on infrastructure spending, and continuing favorable government policies should help the market regain momentum. The long term outlook remains positive for the automotive industry with all major global players having a base in India for engineering, manufacturing and global sourcing. New product launches by OEMs, driven by technological advancements and rising demand, is likely to bode well for overall industry growth. The new emission norms are also likely to boost new manufacturing, thereby spurring demand for components. India now supplies a range of high-value and critical automotive components to the global auto market.

Pritika is well positioned to capture new opportunities as they arise in the domestic as well as international markets. The Company's access to the US market would reduce its dependency on the domestic market, and help improve performance. Pritika's long-standing relationships with its clients demonstrates the continued faith the OEMs have in the Company's expertise and capability.

The Company continues to strive to improve utilization of its existing capacity and remains open to expand total installed capacity, based on the needs of the market. Margins would likely improve once capacity utilization recovers, supported by export opportunities, high-margin product mix and better operating efficiencies.

The industry slowdown this year gave us the opportunity to further improve internal efficiencies so that we are poised to capitalize on the market recovery going ahead. The growth potential for the Indian auto component industry is tremendous and the Company is well positioned to leverage these opportunities.

Road Ahead

The transport industry is making a gradual shift towards electric and hybrid cars, which are deemed more efficient and environment-friendly modes of transportation. Over the next decade, this is likely to give rise to newer verticals and opportunities for auto-component manufacturers, who would need to adapt to this change with R&D and product innovation.

The Indian auto-components industry is expected to become the third largest in the world by 2025. Consequently, strong export opportunities in the coming years would open up more avenues for Indian auto-component makers. We are optimistic about more export orders in the coming year, and the possibility of adding new clients.

Date: 29/08/2020
Place: Mohali

Sd/-
Raminder Singh Nibber
Chairman

ANNEXURE I

ANNUAL REPORT ON CSR ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. CSR Policy- Brief Outline and Overview

The policy has laid down guidelines for the company to make a positive contribution to the society, mainly through promotion of education and healthcare. The policy is available on the website of the company at <https://www.pritikaautoindustries.com/csr-policy-may19.pdf>. The CSR Committee ensured that the activities were carried out as per the CSR Policy of the company. Implementing agencies were appointed to carry out the projects/programs.

2. Composition of CSR Committee

The committee consists of following members:

Mr. Raminder Singh Nibber, Executive Director	Chairman
Mrs. Neha, Independent Director	Member
Mr. Ajay Kumar, Executive Director	Member

3. Average Net Profit of the company for last three financial years: Rs. 1060.47 lacs

4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above): Rs. 21.20 lacs

5. Details of CSR spent during the financial year:

The amount to be spent on CSR activities during the FY 2019-20 was Rs. 21.70 lacs which includes Rs. 50000 being unspent amount during the year 2018-19. However, company decided to spend Rs. 22.90 lacs on CSR activities. The company's office and units were temporarily closed in March 2020 due to lockdown declared by the Government of India. As such, an amount of Rs. 3 lacs remained unspent which will be spent in the following year to complete the projects undertaken by the company during 2019-20.

Statement of detail of amount spent under CSR during the financial year 2019-20

Pursuant to the CSR policy, the company has contributed funds to the below mentioned registered Societies/Trusts (implementing agencies) for carrying out various CSR activities. The following is the brief description of the various activities carried out in this regard:

S. No	CSR Project/activity identified	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount (Rs. In lacs)			
				Amount outlay (budget) project or program wise	Amount spent on the projects or programs: (1) Direct expenditure (2) Overheads	Cumulative expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
01	INPA Institute for personnel training for teaching children with various disabilities	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Punjab, Chandigarh	4.00	4.00	4.00	Indian National Portage Association (INPA)
02	BJF Stars Program 2 years residential	"	Chandigarh, Punjab	10.00	7.50	7.50	Bhai Jaitajee Foundation India (BJFI)

	program for IIT/AIEEE entrance						
03	Renovation of college building	“	Derabassi, - Punjab	1.25	1.25	1.25	Chandigarh Central Rotary Club Service Trust
04	Portable/Mobile Toilets Project, Batheri, Una	Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation] and making available safe drinking water.	Una - Himachal Pradesh	4.25	3.66	3.66	
05	Cancer Awareness Program	“	Mohali-Punjab	1.00	1.00	1.00	Rani Breast Cancer Trust
06	Medical Facilities	“	Mohali-Punjab	1.20	1.20	1.20	Sahibzada Ajit Singh Free Poly Clinic Trust (Regd.)
07	Home for Helpless Mentally/Physically Disabled, Orphan and Unclaimed Missing Destitutes	Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.	Mohali-Punjab	1.20	1.20	1.20	Universal Disabled Care Taker Social Welfare Society (Regd.) (PrabhAasra)
Total				22.90	19.81	19.81	

6. Details of implementing agencies:

The CSR Projects were implemented through implementing agencies which were selected through a comprehensive due diligence process. The company partnered with:

- a. Chandigarh Central Rotary Club Service Trust, which is registered under Societies Registration Act, 1860. Since 1995, it is engaged in various charitable works.
- b. Bhai JaitaJee Foundation India (BJFI) is registered under Indian Trust Act 1882 since 2010 and is working on providing secondary education and facilitating higher education, focusing primarily on socio-economically deprived strata of society.
- c. Indian National Portage Association (INPA), headquartered at Chandigarh, India is a Non-Profit Organization registered under Societies Registration Act, 1860. INPA has served more than 40,000 beneficiaries till date.
- d. Rani Breast Cancer Trust was registered on 29th November 2007 at Chandigarh. This trust was formed with the objective of working towards the cause of Breast cancer Awareness and has been working laboriously towards its objects since registration.
- e. Universal Disabled Care Taker Social Welfare Society (Regd.) (Prabh Aasra) is home for helpless mentally/physically disabled, orphan and unclaimed missing destitutes. It is registered under Societies Registration Act, 1860 since February 2004.
- f. Sahibzada Ajit Singh Free Poly Clinic Trust (Regd.) renders free quality medical services to our poor and needy rural brethren, irrespective of their religion, colour, caste or creed. It was registered as

a Trust on 12th June 2002.

7. Responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the company:

The CSR Committee confirms that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the company.

Date: 29/08/2020
Place: Mohali

Sd/-
Harpreet Singh Nibber
Managing Director

Sd/-
Raminder Singh Nibber
Chairman, CSR Committee

INDEPENDENT AUDITOR’S REPORT
To The Members of
PRITIKA AUTO INDUSTRIESLIMITED

Report on the Audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying Standalone Ind AS financial statements of **PRITIKA AUTO INDUSTRIES LIMITED** (“the Company”), which comprise the Balance Sheet as at 31stMarch 2020, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, statement of Changes in Equity and statement of cash flows for the year then ended and notes to the standalone Ind AS financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as ‘standalone Ind AS financial statements’).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013, as amended (‘the Act’) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at 31st March 2020, and its profit including other comprehensive Income, cash flows and change in equity for the year ended on that date.

Basis for Opinion

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

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone Ind AS financial statements for the financial year ended 31 March 2020. These matters were addressed in the context of our audit of the standalone Ind AS financial statements as a whole and in forming our opinion thereon and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the ‘Auditors’ responsibilities for the audit of the standalone Ind AS financial statements’ section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone Ind AS financial statements.

Key Audit matters	How our audit addressed the key audit matter
Impact of Covid-19 on the Company’s Financial Statements	As described in note 42 of Standalone Ind AS financial Statements
Coronavirus disease 2019 (‘COVID-19’), was declared a global pandemic by World Health Organization. In line with the directions on lockdown issued by the State Governments of Punjab and Himachal	We have performed the following procedures to assess and evaluate the impact on financial statements because of business decisions, government actions or economic environment developments:

<p>Pradesh, the Company temporarily suspended the operations of its manufacturing units at two locations from 23 March 2020 till 31 March 2020; and subsequently upto further dates as instructed by the respective State Governments.</p> <p>COVID-19 has resulted in restriction in movement of goods during the period from 23 March 2020 till 31 March 2020 impacting normal business operations for the Company including revenues, receivables, purchases including services and inventories at the year-end and hence considered key audit matter.</p>	<p>Performed cut-off procedures for a larger sample of invoices during the lockdown period for domestic sales.</p> <p>Enquired with the Company on the manner of financial support (if any) provided to the dealers, vendors and service providers, and their recognition in the financial statements.</p> <p>Enquired with the Company on any information on the liquidity position of any dealers; and ascertained the need for any additional provisioning for impairment/credit loss in the financial statements.</p> <p>We assessed the disclosures on COVID-19 made in the financial statements.</p> <p>Our ability to perform regular audit procedures has been impacted which has required us in certain cases to perform alternative audit procedures and exercise significant judgment in respect of the following:</p> <p>a) Year-end inventory observation of inventory counts could not be performed. However, inventory counts were observed subsequent to year-end; and rolled back to year-end.</p>
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We have determined that there are no other key audit matters to communicate in our report.

Other Information

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

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

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matter stated in Section 134(5) of the Companies Act 2013 ("the Act") with respect to preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive loss, changes in equity and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 Ind AS 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 Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern

and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS 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 Standard on auditing 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 Ind AS financial statements.

As Part of an audit in accordance with Standard on auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Ind AS 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 Standalone Ind AS financial statements, including the disclosures, and whether the Standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Ind AS financial statements for the financial year ended March 31, 2020 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 the Companies (Auditor's Report) Order 2016 ("the Order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure 1**, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive Income, Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e. On the basis of written representations received from the directors as on 31st March 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2020, from being appointed as a director in terms of section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone Ind AS financial statements and the operating effectiveness of such controls, refer to our separate report in "**Annexure 2**" to this report;
 - g. In our opinion, the managerial remuneration for the year ended 31st March, 2020 has been paid/provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
 - 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 standalone Ind AS financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There are no items which required to be transferred, to the Investor Education and Protection Fund by the Company.

For Sunil Kumar Gupta & Co.
Chartered Accountants
Firm's Registration No.: 003645N

Sd/-
S.K Gupta
Partner
Membership No: 082486

Place: Mohali
Date: 29th June, 2020

UDIN: 20082486AAAAAM4935

Annexure –1 TO INDEPENDENT AUDITORS’ REPORT

(Annexure referred to in our report of even date to the members of Pritika Auto Industries Limited, on the Standalone Ind AS Financial Statements for the year ended 31st March 2020).

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Standalone Ind AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property plant and equipment.

(b) All Property plant and equipment have not been physically verified by the management during the year but there is regular programme of verification which in our opinion is reasonable having regard to the size of the company and nature of its assets. To the best of our knowledge, no material discrepancies have been noticed on such verification

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising one immovable property is not held in the name of the Company as at the balance sheet date. The above immovable property is held by the company as ultimate beneficial owner and change of name in title deeds is under process as on balance sheet date.
- ii) As explained to us, the management has physically verified the inventories at reasonable intervals. In our opinion, the frequency of verification is reasonable. The discrepancies noticed during physical verification of inventories as compared to book records were not material and the same have been properly dealt with in the books of account.
- iii) (a) The Company has granted loan to a wholly owned subsidiary company covered in the register maintained under section 189 of the Companies Act, 2013. In our opinion and according to the information and explanations given to us, the terms and conditions of the grant of such loans are not prejudicial to the company's interest.

(b) The schedule of repayment of principal and interest have been stipulated for the loans granted and the repayments if any are regular.

(c) There are no amount of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013 overdue for more than ninety days.
- iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans and advances given, investments made and, guarantees, and securities given, have been complied with by the company.
- v) According to the information given to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Companies Act, 2013 or any relevant provisions of the Companies Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended) from time to time. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- vi) We have broadly reviewed the books of accounts maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub section (1) of Section 148 of the Companies Act, 2013 in respect of Company's products and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, Goods & Service Tax, cess and other statutory dues have generally been regularly deposited though minor delays with the

appropriate authorities as on 31st March, 2020 except Income Tax Demand which is outstanding for a period of more than six months from the date they became payable.

Name of Dues and Name of Statute	Year to which amount relates	Forum where matter is pending	Amount in Rs.
Income Tax Income Tax Act,1961	FY 2017-18	CPC	Rs. 1,84,550

(b) According to the information and explanations given to us, there are no material dues in respects of wealth tax, duty of custom and goods & Service tax wherever applicable to the company which have not been deposited with the appropriate authorities on account of any dispute. The due in respect of Income Tax that have not been deposited with the appropriate authorities on account of any dispute and the forum where the dispute is pending given below:

Name of Dues and Name of Statute	Year to which amount relates	Forum where matter is pending	Amount in Rs.
Income Tax Income Tax Act,1961	FY 2016-17	CIT (Appeals)	Rs. 14,37,160
Income Tax Income Tax Act,1961	FY 2015-16	Assessing officer	Rs.23,640
Income Tax Income Tax Act,1961	FY 2017-18	CPC	Rs. 9,74,360
Income Tax Income Tax Act,1961	FY 2017-18	Assessing officer	Rs. 18,66,020

- viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or Government. The Company did not have any outstanding debentures during the year.
- ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were raised, other than temporary deployment pending litigation.
- x) According to the information and explanation given to us and as represented by the management and based of our examination of the books and records of the company and in accordance with the generally accepted auditing practices in India, we have been informed that no case of frauds has been committed on or by the company or by its officers or employees during the year.
- xi) In our opinion and according to the information and explanations given to us, the company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of the Act, and where applicable the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us and on an overall examination of the Balance Sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company and hence not commented upon.

xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him as covered under section 192 of the Companies Act, 2013. Accordingly, paragraph 3(xv) of the Order is not applicable.

xvi) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable.

For Sunil Kumar Gupta & Co.

Chartered Accountants

Firm's Registration No.: 003645N

Sd/-

S.K Gupta

Partner

Membership No: 082486

Place: Mohali

Date: 29th June, 2020

UDIN: 20082486AAAAAM4935

Annexure –2 TO INDEPENDENT AUDITORS’ REPORT

(Annexure referred to in our report of even date to the members of Pritika Auto Industries Limited, on the Standalone Ind AS Financial Statements for the year ended 31st March 2020).

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 **PRITIKA AUTO INDUSTRIES LIMITED** (“the Company”) as of 31st March 2020 in conjunction with our audit of the Standalone Ind AS 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 (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these standalone Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing as specified 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 with reference to these standalone Ind AS 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 over financial reporting with reference to these standalone Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these standalone Ind AS 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting with reference to these standalone Ind AS financial statements

A company's internal financial control over financial reporting with reference to these standalone Ind AS 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 over financial reporting with reference to these standalone Ind AS 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 over Financial Reporting with reference to these standalone Ind AS financial statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone Ind AS 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 over financial reporting with reference to these standalone Ind AS financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these standalone Ind AS financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls over financial reporting with reference to these standalone Ind AS financial statements and such internal financial controls over financial reporting with reference to these standalone Ind AS financial statements were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI).

For Sunil Kumar Gupta & Co.

Chartered Accountants

Firm's Registration No.: 003645N

Sd/-

S.K Gupta

Partner

Membership No: 082486

Place: Mohali

Date: 29th June, 2020

UDIN: 20082486AAAAAM4935

STANDALONE BALANCE SHEET AS AT MARCH 31, 2020

(All amounts in Lacs)

Particulars	Note	As At March 31, 2020	As At March 31, 2019
I. ASSETS			
1. Non Current Assets			
(a) Property, Plant and Equipment	3	6,596.65	6,161.11
(b) Capital work in progress	3	459.80	238.12
(c) Goodwill	4	1,354.77	1,354.77
(d) Financial Assets			
- Investments	5	693.24	522.99
- Other financial assets	6	648.54	496.83
- Deferred Tax Assets (net)	7	125.32	183.42
- Other Non-Current Assets	8	91.67	83.46
Total Non Current Assets (A)		9,969.99	9,040.70
2. Current Assets			
(a) Inventories	9	5,255.34	5,096.26
(b) Financial Assets			
- Trade Receivables	10	4,592.13	4,362.61
-Cash and Cash Equivalents	11	129.79	47.85
-Bank balances other than cash and cash equivalents	12	88.23	87.63
-Other Current Financial Assets	13	1,319.41	1,724.77
(c) Other Current Assets	14	246.51	195.30
Total Current Assets (B)		11,631.41	11,514.42
TOTAL ASSETS (A+ B)		21,601.40	20,555.12
II. EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	15	1,773.45	1,773.45
(b) Other Equity	16	10,224.67	9,770.82
Total Equity (A)		11,998.12	11,544.27
2. LIABILITIES			
Non Current Liabilities			
(a) Financial Liabilities			
- Borrowings	17	1,084.87	1,140.21
(b) Provisions	18	153.22	128.34
(c) Deferred Tax Liabilities (net)	19	197.41	162.51
(d) Other non-current liabilities	20	28.05	-
Total Non Current Liabilities (B)		1,463.55	1,431.06
Current Liabilities			
(a) Financial Liabilities			
- Borrowings	21	3,877.89	3,059.57
-Trade Payables	22	-	-
Total Outstanding dues of micro enterprise and small enterprise		-	-
Total Outstanding dues of creditors other than micro enterprise and small enterprise		1,512.28	1,763.17
- Other Financial Liabilities	23	2,136.04	2,216.49
(b) Other Current Liabilities	24	472.34	355.32
(c) Provisions	25	141.18	185.24
Total Current Liabilities (C)		8,139.73	7,579.79
TOTAL EQUITY AND LIABILITIES (A+B+C)		21,601.40	20,555.12

The accompanying notes are integral part of the financial statements

As per our report of even date

For and on behalf of Board of Directors

For Sunil Kumar Gupta & Co.
Firm Registration number: 003645N
Chartered Accountants

Sd/-
S.K Gupta
Partner
Membership no.: 082486

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN No. 00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

STATEMENT OF STANDALONE PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020

(All amounts in Lacs)

Particulars	Note	For the Year ended March 31, 2020	For the Year ended March 31, 2019
I Revenue from operations	26	14,903.03	19,515.93
II Other Income	27	175.66	194.53
III Total Income (I+II)		15,078.69	19,710.46
IV Expenses			
a) Cost of material consumed	28	8,746.73	11,625.08
b) Changes in inventories of finished goods , Work in progress and stock in trade	28(a)	(68.59)	(107.60)
c) Employee benefits expense	29	1,216.29	1,163.56
d) Finance costs	30	587.74	696.49
e) Depreciation and amortization expense	31	677.24	582.13
f) Other Expenses	32	3,168.49	3,996.77
Total Expenses (IV)		14,327.90	17,956.43
V Profit /(Loss) before exceptional items and tax		750.79	1,754.03
VI Exceptional Items		-	-
VII Profit / (Loss) before tax		750.79	1,754.03
VIII Tax Expense:			
a) Current Tax	34	184.02	337.92
b) Adjustment of tax relating to earlier periods		-	13.83
c) Deferred Tax	34	22.70	(2.29)
Total tax expenses (VIII)		206.72	349.46
IX Profit / (Loss) for the period		544.07	1,404.57
X Other comprehensive income			
Items that will not to be reclassified to profit or loss			
Re-measurement (gains)/ losses on defined benefit plans		(7.18)	-
Revaluation Loss/ (Gain) due to Foreign exchange		3.69	-
Impact of fair valuation of Equity shares		(29.63)	-
XI Total comprehensive Income for the period (IX + X)		577.19	1,404.57
Earnings per equity share(Nominal value of Rs. 10 /- per share)			
Basic	33	3.07	7.98
Diluted	33	3.04	7.97

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Sunil Kumar Gupta & Co.

Firm Registration number: 003645N

Chartered Accountants

For and on behalf of the Board of directors

Sd/-

S.K Gupta

Partner

Membership no. : 082486

Sd/-

Harpreet Singh Nibber

(Managing Director)

DIN No. 00239042

Sd/-

Raminder Singh Nibber

(Chairman)

DIN No. 00239117

Sd/-

Narinder Kumar Tyagi

C.F.O

Sd/-

Chander Bhan Gupta

Company Secretary

M.No. F2232

Place: Mohali

Date: 29-06-2020

STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2020

(Amount in INR Lacs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per statement of Profit & Loss	750.79	1,754.03
Adjustments for:		
- Depreciation and amortisation expense	677.24	582.13
- Finance costs	587.74	696.49
- Creditors balance written back	(0.18)	(38.93)
- Gratuity / Leave encashment provision	46.84	6.78
- Earned leave written back	-	(2.38)
- Profit on Sale of Fixed Assets	-	(8.47)
Operating profit before working capital changes	2,062.43	2,989.65
Adjustments for :		
Increase/(Decrease) in Trade Payables	(250.89)	50.51
Increase/(Decrease) in Other Current Liabilities	70.90	274.90
Increase/(Decrease) in Short Term Provisions	9.46	1.69
(Increase) / Decrease in Trade Receivables	(229.52)	(592.36)
(Increase) / Decrease in Inventories	(159.08)	(286.33)
(Increase) / Decrease in Short Term Advances	(49.89)	115.41
(Increase) / Decrease in Other Current Assets	245.43	(611.60)
Cash generated from operations	1,698.84	1,941.87
Taxes paid	(396.42)	(522.63)
Net Cash from Operating Activities	1,302.42	1,419.24
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment	(1,254.48)	(1,568.22)
Sale of Property, Plant & Equipment	-	33.82
Movement in fixed deposits (having original maturity of more than three months)	(0.61)	(12.58)
Increase in Investment	(140.63)	(49.99)
Investment in Mutual fund	-	(22.00)
Net Cash used in Investing Activities	(1,395.72)	(1,618.97)
C CASH FLOW FROM FINANCING ACTIVITIES		
Long Term Loans Raised (Net)	(55.34)	267.53
Short Term Loans Raised	818.32	(272.73)
Increase in Share Capital	-	17.50
Proceed from issue of Share Warrant	-	287.50
Share premium	-	332.50
Interest Paid	(587.74)	(696.49)
Net Cash from Financing Activities	175.24	(64.19)
Net Increase/(Decrease) in Cash and Cash Equivalents	81.94	(263.92)
Cash and Cash Equivalents at the beginning of the year	47.85	311.77
Cash and Cash Equivalents at the end of the year	129.79	47.85

Notes:

- 1.) The above Cash Flow Statement has been prepared under the indirect method set out in IND AS - 07 "Statement of Cash Flow".
- 2.) Figures in bracket indicates cash outflow

As per our report of even date

For and on behalf of the Board of Directors

For Sunil Kumar Gupta & Co.
Firm Registration number: 003645N
Chartered Accountants

Sd/-
S.K Gupta
Partner
Membership no.: 082486

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN NO.00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED MARCH 31, 2020

(All amounts in INR in Lacs)

A. Equity Share Capital							
Particulars	Balance as on April 1, 2018	Changes during the year	Balance as on March 31, 2019	Balance as on April 1, 2019	Changes during the year	Balance as on March 31, 2020	
a) Authorised Share Capital							
3,65,00,000 (PY 3,65,00,000) Equity shares of Rs.10/- each	2,000.00	1,650.00	3,650.00	3,650.00	-	3,650.00	
	2,000.00	1,650.00	3,650.00	3,650.00	-	3,650.00	
b) Issued, Subscribed And Fully Paid Up							
1,77,34,500 (PY 1,77,34,500) Equity shares of Rs.10/- each	1,755.95	17.50	1,773.45	1,773.45	-	1,773.45	
	1,755.95	17.50	1,773.45	1,773.45	-	1,773.45	
B. Other Equity							
Particulars	Equity component of compound financial instruments.	Share Warrant	Securities premium	Capital Reserve	Retained earnings	Total	
Balance as at April 1, 2018	-	-	5,037.47	-	2,736.13	7,773.60	
Balance at the beginning of the reporting period	-	-	332.50	-	1,404.57	2,024.57	
Profit / Addition during the year	-	287.50	-	-	-	-	
Transfer to retained earnings	-	-	-	-	-	-	
Corporate Dividend and Tax	-	-	-	-	(42.34)	(42.34)	
Mat Adjustment	-	-	-	-	14.99	14.99	
Balance as at March 31, 2019	-	287.50	5,369.97	-	4,113.35	9,770.82	
Balance as at April 1, 2019							
Balance at the beginning of the reporting period	-	287.50	5,369.97	-	4,113.35	9,770.82	
Profit / Addition during the year	-	-	-	-	544.07	544.07	
Corporate Dividend and Tax	-	-	-	-	(106.88)	(106.88)	
Mat Adjustment	-	-	-	-	(16.46)	(16.46)	
Other Comprehensive Income	-	-	-	-	33.12	33.12	
Total Comprehensive Income	-	-	-	-	453.85	453.85	
Balance as at March 31, 2020	-	287.50	5,369.97	-	4,567.20	10,224.67	

* Note : In view of scheme of amalgamation approved by the honourable NCLT, Chandigarh bench, the Authorised Capital of the transferor co's namely Pritika Autocast Limited. (INR 14 cr.) and Nibbet Casting Private Limited (INR 2.50 Cr.) has been merged / Consolidated With the Authorised Capital of Pritika Auto Industries Limited (transferee co.) in last year.

Note No. 1: Notes To The Financial Statement

1 GENERAL INFORMATION

Pritika Auto Industries Limited (" the Company ") a Listed company domiciled in India was incorporated on 11.04.1980 and is engaged in the manufacturing of tractor and automobile components .Its Shares are listed with Bombay Stock Exchange (BSE) . Information on related party relationships of the Company is provided in Note no.35 .The financial statements were approved for issue by the board of directors on June 29,2020.

Note No. 2 : SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation of Financial Statements

These Standalone financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.Upto the year ended March , 31, 2017 , the Company prepared its financial statements in accordance with the requirements of previous GAAP , which includes Standards notified under Section 133 of the Companies Act , 2013 read together with paragraph 7 of the Companies (Accounts) Rules , 2014 .The Financial statements have been prepared on a historical cost basis , except certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments) . The Financial statements are presented in Indian Rupees(INR) and all values are recorded to the nearest Lakhs except otherwise indicated .

2.2 Summary of Significant Accounting Policies

2.2.1 Current versus non - current classification

All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the schedule III to the Companies Act , 2013 . Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents , the Company has determined its operating cycle as twelve months for the purpose of current-non current classification of assets and liabilities. Deferred tax asseets and liabilities are classified as non - current assets and liabilities. The Operating cycle is the time between the acquisition of assets for processing and their reliasation in cash and cash equivalents . The Company has identified twelve months as its operating cycle .

2.2.2 Property, Plant and Equipment (PPE)

On adoption of Ind AS, the Company retained the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AAS, measured as per the previous GAAP and used that as its deemed cost as permitted by Ind AS 101'First-time Adoption of Indian Accounting Standards'.

PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price, including non-refundable duties and taxes net of any trade discounts and rebates. The cost of PPE includes interest on borrowings (borrowing cost) directly attributable to acquisition, construction or production of qualifying assets subsequent to initial recognition, PPE are stated at cost less accumulated depreciation (other than freehold land, which are stated at cost) and impairment losses, if any.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and capital work in progress) less their residual values over the useful lives, using the straight- line method ("SLM"). Management believes based on a technical evaluation (which is based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.) that the revised useful lives of the assets reflect the periods over which these assets are expected to be used, which are as follows:

Asset Useful live	
Buildings including factory buildings	30 years
General Plant and Machinery	15 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years
Computers /servers and Network	3/6 Years

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in profit or loss. Fully depreciated assets still in use are retained in financial statements.

2.2.3 Intangible assets

Intangible assets are measured on initial recognition at cost and subsequently are carried at cost less accumulated amortisation and accumulated impairment losses, if any. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses on derecognition are determined by comparing proceeds with carrying amount. These are included in profit or loss. The Company amortises intangible assets with a finite useful life using the straight-line method over the following range of useful lives:

Asset Useful life

Computer software 3 years

The estimated useful life is reviewed annually by the management.

2.2.4 Capital work-in-progress and intangible assets under development

Capital work-in-progress/intangible assets under development are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost.

2.2.5 Non-derivative financial instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

2.2.6 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Cash flow statement

Cash flows are reported using the indirect method, whereby net profit/ (loss) before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated.

2.2.7 Financial Assets

Financial assets at amortised cost

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

Financial assets at fair value through other comprehensive income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets. The Company has made an irrevocable election to present subsequent changes in the fair value of equity investments not held for trading in Other Comprehensive Income. Financial instruments (unquoted instruments) subsequent measurement are done through fair value through other comprehensive income (FVTOCI)

Financial assets at fair value through profit or loss (FVTPL)

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

Re classification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For Financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent.

Off setting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balancesheet if there is currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis , to realise the assets and settle the liabilities simultaneously .

Financial assets (other than at fair value)

The Company assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

2.2.8 Impairment

PPE and intangibles assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the Statement of Profit and Loss.

2.2.9 Inventories

Inventories are valued at lower of cost (First in First out) and net realisable value after providing for obsolescence and other losses,where considered necessary. Cost includes all charges in bringing the goods to their present location and condition, including all taxes and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and net off recoverable taxes incurred in bringing them to their respective present location and condition. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

2.2.10 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment, net of taxes or duties collected on behalf of the government.

However, sales tax/ value added tax (VAT)/Goods and Service tax (GST) is not received by the company on its own account. Rather, it is tax collected on value added to the commodity/services by the seller on behalf of the government. Accordingly, it is excluded from revenue.

The specific recognition criteria described below must also be met before revenue is recognised.

Sale of goods

Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Interest Income

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

Dividend

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of inc ome can be measured reliably).

Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

2.2.11 Operating leases including investment properties

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

a) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

b) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments primarily comprise of fixed payments.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

c) Short-term leases and leases of low value assets

The Company applies the short-term lease recognition exemption to its short-term leases of office spaces and certain equipment (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

2.2.12 Employee benefit expenses

Employee benefits consist of contribution to provident fund, superannuation fund, gratuity fund and compensated absences.

(i) Post-employment benefit plans

Defined Contribution plans

Payments to defined contribution retirement benefit scheme for eligible employees in the form of superannuation fund are charged as an expense as they fall due. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made. The Company also makes contribution towards provident fund, in substance a defined contribution retirement benefit plan for qualifying employees. The provident fund is deposited with the Provident Fund Commissioner which is recognized by the Income Tax authorities.

Defined benefit plans

The Company operates various defined benefit plans- gratuity fund and Compensated absence.

The liability or asset recognised in the balance sheet in respect of its defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. The present value of the said obligation is determined by discounting the estimated future cash outflows, using market yields of government bonds that have tenure approximating the tenures of the related liability.

The interest income / (expense) are calculated by applying the discount rate to the net defined benefit liability or asset. The net interest income/ (expense) on the net defined benefit liability or as set is recognised in the Statement of Profit and loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the Statement of Changes in Equity and in the Balance Sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

Short term employee benefit

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment of encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method.

2.2.13 Borrowing cost

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. General and specific borrowing costs attributable to acquisition and construction of any qualifying asset (one that takes a substantial period of time to get ready for its designated use or sale) are capitalised until such time as the assets are substantially ready for their intended use or sale, and included as part of the cost of that asset. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All the other borrowing costs are recognised in the Statement of Profit and Loss within Finance costs of the period in which they are incurred.

2.2.14 Income tax

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

Current tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred tax

Deferred income tax is recognised using the Balance Sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred tax assets are recognised only to the extent that it is probable that either future taxable profits or reversal of deferred tax liabilities will be available, against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of a deferred tax asset shall be reviewed at the end of each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets and liabilities are off set when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

2.2.15 Accounting of provisions, contingent liabilities and contingent assets

Provisions are recognized, when there is a present legal or constructive obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows. Where the effect is material, the provision is discounted to net present value using an appropriate current market-based pre-tax discount rate and the unwinding of the discount is included in finance costs.

Contingent liabilities are recognised only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

2.2.16 Earnings per share (EPS)

Basic EPS is computed by dividing the profit or loss attributable to the equity shareholders of the Company by the weighted average number of Ordinary shares outstanding during the year. Diluted EPS is computed by adjusting the profit or loss attributable to the ordinary equity shareholders and the weighted average number of ordinary equity shares, for the effects of all dilutive potential Ordinary shares.

2.2.17 Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements. Contingent assets are only disclosed when it is probable that the economic benefits will flow to the entity.

2.2.18 Ind AS 115 Revenue from Contracts with Customers

Ind AS 115 was issued on 28 March 2018 and supersedes Ind AS 11 Construction Contracts and Ind AS 18 Revenue and it applies, with limited exceptions, to all revenue arising from contracts with its customers. Ind AS 115 establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. Ind AS 115 requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The Company adopted Ind AS 115 using the modified retrospective method of adoption. The change did not have a material impact on the financial statements of the Company.

2.2.19 Government Grants

Government Grants are recognised only when there is reasonable assurance that the company will comply with the condition attaching to them and the grants will be received.

Government grants are recognised in profit & loss on a systematic basis over the periods in which the company recognise as expenses the related cost of which the grant are intended to compensate.

2.2.20 Foreign currencies and operations

i. Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency. All amounts have been rounded off to the nearest lacs, unless otherwise stated.

ii. Foreign currency transactions and balances

Foreign currency transactions are recorded in the functional currency (Indian Rupee) by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency on the date of the transaction (spot exchange rate).

All monetary items denominated in foreign currency are converted into Indian Rupees at the year-end exchange rate. The exchange differences arising on such conversion and on settlement of the transactions are recognised in the statement of profit and loss.

Non-monetary items in terms of historical cost denominated in a foreign currency are reported using the exchange rate prevailing on the date of the transaction.

3. Property, Plant and Equipment

(All amounts in INR in Lacs)

Particulars	Air Conditioner	Computers	D.G Set	Furniture & Fixtures	Office Equipment	Vehicle	Weigh Bridge	Free hold Land	Building	Electric fitting	Plant & Machinery	Building Other Than Factory Building	Leased Assets	Total	Building under Construction	Capital Work in Progress	Total CWP
Cost or Deemed Cost																	
At April 1, 2018	3.07	3.71	38.69	11.48	6.82	133.15	0.88	765.41	743.89	257.00	3,766.30	23.82	-	5,754.22	18.07	708.11	726.18
Addition/ Adjustment	0.25	2.28	-	2.34	2.84	127.11	-	53.32	161.41	90.24	1,620.33	-	-	2,060.12	87.72	703.22	790.94
Transfer / Sale	-	-	-	-	-	(11.69)	-	-	-	-	(31.25)	-	-	(42.94)	(0.50)	(1,278.50)	(1,279.00)
At March 31, 2019	3.32	5.99	38.69	13.82	9.66	248.57	0.88	818.73	905.30	347.24	5,355.38	23.82	-	7,771.40	105.29	132.83	238.12
At April 1, 2019	3.32	5.99	38.69	13.82	9.66	248.57	0.88	818.73	905.30	347.24	5,355.38	23.82	-	7,771.40	105.29	132.83	238.12
Addition/ Adjustment	0.86	5.35	-	3.47	1.64	-	0.65	-	6.39	41.08	1,069.38	-	79.96	1,208.78	106.99	339.46	446.45
Transfer / Sale	-	-	-	-	-	-	-	-	(4.20)	(4.20)	(137.14)	-	-	(141.34)	-	(244.77)	(244.77)
At March 31, 2020	4.18	11.34	38.69	17.29	11.30	248.57	1.53	818.73	911.69	384.12	6,287.62	23.82	79.96	8,838.84	212.28	247.52	459.80
Depreciation and Impairment																	
At April 1, 2018	1.23	1.35	14.50	4.18	3.73	41.66	0.52	-	73.63	87.27	815.16	2.53	-	1,045.76	-	-	-
Addition	0.22	0.79	6.36	1.43	1.17	23.77	0.21	-	31.86	29.26	485.00	1.01	-	582.13	-	-	-
Transfer / Sale	-	-	-	-	-	(5.68)	-	-	-	-	(11.92)	-	-	(17.60)	-	-	-
At March 31, 2019	2.50	2.14	20.86	5.61	4.90	59.75	0.73	-	105.49	116.53	1,288.24	3.54	-	1,610.29	-	-	-
At April 1, 2019	2.50	2.14	20.86	5.61	4.90	59.75	0.73	-	105.49	116.53	1,288.24	3.54	-	1,610.29	-	-	-
Addition	0.22	2.29	6.35	1.29	1.15	27.03	0.04	-	35.05	31.72	566.09	1.01	5.00	677.24	-	-	-
Transfer / Sale	-	-	-	-	-	-	-	-	-	(0.23)	(45.11)	-	-	(45.34)	-	-	-
At March 31, 2020	2.72	4.43	27.21	6.90	6.05	86.78	0.77	-	140.54	148.02	1,809.22	4.55	5.00	2,242.19	-	-	-
Net Carrying Amount as on 31/03/2019	0.82	3.85	17.83	8.21	4.76	188.82	0.15	818.73	799.81	230.71	4,067.14	20.28	-	6,161.11	105.29	132.83	238.12
Net Carrying Amount as on 31/03/2020	1.46	6.91	11.48	10.39	5.25	161.79	0.76	818.73	771.15	236.10	4,478.40	19.27	74.96	6,596.65	212.28	247.52	459.80

* During the last year Pritika Autocast Limited (Transferor Company) has been amalgamated with Pritika Auto Industries Limited (Transferee Company) vide order dated 06 th February 2019 . The update of name of Pritika Auto industries limited on title of properties in the name of Pritika Autocast Limited is under process.

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

4 Goodwill

(All amounts in INR in Lacs)

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Goodwill	1,354.77	1,354.77
Total	1,354.77	1,354.77

5 Investments

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Investments carried at Fair value through Other Comprehensive Income (FVOCI)		
Investments in Equity Instruments fully paid up -Subsidiary Company-(Unquoted)		
Pritika Engineering Components Pvt Ltd (49,99,902 , PY 49,99,902 Equity shares of Rs. 10 each)	499.99	499.99
Investments in Equity Instruments fully paid up (Unquoted)		
Shivalik Solid Waste Management Limited (10,000 Equity shares of Rs. 10/-)	1.00	1.00
Investments in Equity Instruments fully paid up (quoted)		
Ajooni Biotech Limited (9,37,500 Equity Shares of Rs 10 /- each)	168.75	-
Investments in Mutual Fund- Canara bank Robeco	23.50	22.00
Total	693.24	522.99
Aggregate book value/Market value of unquoted investments	500.99	500.99
Aggregate market value of Mutual Fund Investment	23.50	23.38
Aggregate book value/Market value of quoted investments	168.75	-

6 Other financial Assets

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Bank deposits having original maturity more than 12 months	138.40	114.33
Loan to Related Parties (Ref Note No. 35)	510.14	382.50
Total	648.54	496.83

7 Deferred tax assets(Net)

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Relating to origination and reversal of temporary differences *	125.32	183.42
Total	125.32	183.42

* Note : Deferred tax assets balance includes the balance of MAT credit Entitlement of INR. 69.98 Lakh (At March 31 2019 : INR 140.35 lakhs)

8 Other Non-Current Assets

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Unamortised Processing Cost	7.00	10.97
Security Deposits	84.67	72.49
Total	91.67	83.46

9 Inventories

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Raw Materials { includes Material in Transit of INR Nil (As at March 2019 : INR 71.65 Lacs)}	1,227.03	1,249.53
Store & Spares	318.84	205.86
Work in Progress	3,652.26	3,567.02
Finished Goods	57.21	73.85
Total Inventories are carried at lower of cost and net realisable value	5,255.34	5,096.26

10 Trade Receivables

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Unsecured, Considered Good.	4,592.13	4,372.40
	4,592.13	4,372.40
Less : Provision for Doubtful Debts	-	(9.79)
Total	4,592.13	4,362.61

* Note : Trade receivables includes receivable from related parties .(Please refer note no. 35)

11 Cash and Cash Equivalents

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Balances with banks		
- in current accounts	111.41	34.02
Cash on Hand (including imprest)	18.38	13.83
Total	129.79	47.85

12 Bank balances other than Cash and Cash Equivalents

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Investment in term deposits (With Original Maturity more than 3 months but less than 12 months(including interest accrued)	88.23	87.63
Total	88.23	87.63

13 Other Current Financial Assets

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Unsecured , Considered Good		
Loan and advances others	1,316.65	1,721.67
Advance to Staff	2.76	3.10
Total	1,319.41	1,724.77

Note : Loan & Advance others include receivable from related parties .(Please refer note no. 35)

14 Other Current Assets

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Unsecured , Considered good		
Prepaid expenses	24.26	16.14
Balance with Govt. authorities	178.38	113.09
Other Receivable	43.87	66.07
Total	246.51	195.30

15 Equity Share Capital

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Authorised		
3,65,00,000 (PY 3,65,00,000) Equity shares of Rs.10/- each	3,650.00	3,650.00
	3,650.00	3,650.00
Issued, subscribed and fully paid-up		
1,77,34,500 (PY 1,77,34,500) Equity shares of Rs.10/- each	1,773.45	1,773.45
Total	1,773.45	1,773.45

(a) Reconciliation of shares outstanding at the beginning and at the end of the period

Particulars	No of shares (in lacs)
Equity Shares	
At April 1, 2018	175.60
Add: Issued during the period	1.75
At March 31, 2019	177.35
Add: Issued during the period	-
At March 31, 2020	177.35

(b) Term/right attached to equity shares:

The Company has only one class of equity share having a par value of INR 10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Details of share held by each shareholder holding more than 5 % shares ;

Particulars	As At	As At	As At	As At
	March 31, 2020	March 31, 2020	March 31, 2019	March 31, 2019
	% of holding		% of holding	
Equity Shares				
Harpreet Singh Nibber	11.59%	20.55	11.59%	20.55
Raminder Singh Nibber	6.60%	11.71	6.60%	11.71
Pritika Industries Limited	27.86%	49.41	27.86%	49.41
Rajesh Sadhwani	9.76%	17.32	9.16%	16.25

16 Other Equity

Particulars	As At	As At
	March 31, 2020	March 31, 2019
(A) Retained Earnings		
Opening balance	4,113.35	2,736.13
Net Profit / (loss) for the year	544.07	1,404.57
Less: Corporate Dividend	(88.66)	(35.12)
Less : Corporate Dividend Tax	(18.22)	(7.22)
Add/(Less) : Mat Credit Adjustment	(16.46)	14.99
Add: Other Comprehensive Income	33.12	-
Closing balance	4,567.20	4,113.35
(B) Securities Premium		
Opening Balance	5,369.97	5,037.47
Securities Premium during the year	-	332.50
Closing balance	5,369.97	5,369.97
(C) Share Warrant		
Share Warrant 5,75,000 (PY 5,75,000) , Rs. 50 paid up of Rs. 200 each	287.50	287.50
Closing Balance	287.50	287.50
Total	10,224.67	9,770.82

During last year, the Company under section 42 and other applicable provisions of the Companies Act, 2013 has issued and allotted on preferential basis 5.75 Lacs warrants at a price of Rs. 200 per Warrant (Rs. 50 Paid up) to public (non - promoters) which will be converted into equivalent number of equity shares of Rs. 10 each at a premium of Rs. 190 per share on or before 20-07-2020 at the discretion of warrant holder.

17 Borrowings

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Secured		
1. Term Loan		
(a) Secured *		
- From Banks	540.46	399.88
- From Financial Institutions / NBFC	360.73	639.42
(b) Unsecured		
- From Financial Institutions / NBFC	86.36	86.75
- From Banks	36.62	-
- From Directors	14.16	14.16
2. Long Term Maturities of finance Lease obligations-Unsecured	46.54	-
Total	1,084.87	1,140.21

Note No.17: Details of Securities and Terms of Repayment

(i). Secured : Term loans from Banks

Canara Bank

Secured by first charge by way of hypothecation of Trade receivables, Inventories, other current assets and Plant and Machinery of the company including land & Building. These loans are also personally guaranteed by directors Namely Mr. Raminder Singh Nibber & Mr. Harpreet Singh Nibber. Vehicles loans is secured by first charge by way of hypothecation of vehicles purchase out from these loan funds.

Particulars	As At March 31, 2020	As At March 31, 2019
The Term loan of Rs 112 lacs repayable in 72 monthly installments comprising of 71 monthly installments of Rs 1.56 lacs each and last monthly installment of Rs 1.24 lacs. Current rate of interest is 12.90%.	-	7.48
The Term loan of Rs 200 lacs repayable in 60 monthly installments comprising of 59 installments of Rs 3.33 lacs each and last monthly installment of Rs. 3.53 lacs. Current rate of interest is 12.85%.	-	40.00
The Term Loan of Rs 75 lacs repayable in 72 Installments of Rs 1.05 Lacs each and one monthly installment of 0.45 lacs excluding interest part. Current rate of interest is 12.80%.	2.18	15.29
The Term Loan of Rs 2.73 lacs repayable in 36 Installments of Rs 0.09 Lacs each. Current rate of interest is 8.90%.	-	0.17
The Term Loan of Rs. 265.00 lacs repayable in 54 monthly installments of Rs.4.91 lacs each excluding interest part @ 9.85% .	176.66	235.54
The Quasi Equity Loan of Rs. 220.00 lacs repayable in 72 Monthly Installments of Rs.3.06 lacs each excluding interest part @12.80% having 12 month moratorium period.	36.67	73.33
The Working Capital Term Loan of Rs. 150.00 lacs repayable in 60 monthly instalment of Rs. 2.50 lacs each excluding interest part @ 10.45 % .	142.50	150.00
The Vehicle loan of Rs 6.50 lacs repayable in 48 monthly installments of Rs 0.17 lacs each. Current rate of interest is 9.65%.	-	0.16
The Vehicle loan of Rs 3.00 lacs repayable in 60 monthly installments of Rs 0.06 lacs each. Current rate of interest is 9.35%.	0.13	0.84
The Vehicle Loan of Rs 10.50 lacs repayable in 60 Installments of Rs.0.21 lacs each including interest part. Current rate of interest is 9.00%.	7.70	9.50
The Vehicle Loan of Rs 5.50 lacs repayable in 60 Installments of Rs.0.11 lacs each including interest part. Current rate of interest is 8.70%.	4.51	5.42
The Vehicle Loan of Rs.8.25 lacs repayable in 60 Monthly Installments of Rs.0.17 lacs each including interest part @9.25 %.	5.80	7.23
The Vehicle Loan of Rs 6.50 lacs repayable in 60 Installments of Rs.0.13 lacs each including interest part. Current rate of interest is 9.10%.	4.67	5.79
The Vehicle Loan of Rs.50.00 lacs repayable in 60 Monthly Installments of Rs.1.05 lacs each including interest part @9.00%.	17.19	27.42
Total	398.01	578.17
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	85.53	182.78
Total	312.48	395.39

Secured Loans from other Banks

Secured by first charge by way of hypothecation of Trade receivables, Inventories, other current assets and Plant and Machinery of the company including land & Building. Vehicle loan are secured by first charge by way of hypothecation of vehicles purchased out from these loan funds.

Particulars	As At March 31, 2020	As At March 31, 2019
ICICI Bank : The Vehicle loan of Rs 5.65 lacs repayable in 60 monthly installments comprising of 59 monthly installments of Rs 0.116 lacs each and last monthly installments of Rs 0.09 Lacs (including interest part). current Interest rate is 8.75%.	2.55	3.67

ICICI Bank : The Term loan of Rs.323.8 lacs repayable in 60 monthly installments of Rs.5.40 lacs each (excluding interest part).Current Interest rate is 10%.	264.44	0.00
HDFC Bank : The Vehicle Loan of Rs.12.00 lacs repayable in 60 Monthly Installments of Rs.0.25 lacs each including interest part .	1.94	4.64
Total	268.93	8.31
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	40.95	3.82
Total	227.98	4.49
GRAND TOTAL OF SECURED LOANS FROM BANKS	540.46	399.88

(II) Secured Loans

A. Loans from Financial Institutions /NBFCs

Secured by first charge by way of hypothecation of all the moveable including plant, machinery and equipment acquired/to be acquired under the project/scheme. . These loans are personally guaranteed by directors namely Mr. Raminder Singh Nibber and Mr. Harpreet Singh Nibber.

Particulars	As At March 31, 2020	As At March 31, 2019
SIDBI : The term loan of Rs 90 lacs repayable in 72 monthly installments of Rs 1.25 lacs each (excluding interest part). Current Interest rate is 9.60%.	-	81.25
SIDBI :The term loan of Rs 225 lacs repayable 54 monthly installments comprising of 53 monthly installments of Rs 4.15 lacs each and 1 monthly installments of Rs 5.05 lacs (excluding interest part). Current Interest rate is 12.50%.	-	100.50
SIDBI : The term loan of Rs 130 lacs repayable in 72 monthly installments comprising of 24 monthly installments of Rs 0.25 lacs each and 12 monthly installments of Rs 0.50 lacs each and next 12 monthly installments of Rs 2.00 lacs each and next 12 monthly installment Rs 3.00 lacs each and next 11 installment of Rs.5.00 lacs each and the last installment of Rs.3.00 lacs (excluding interest part). Current Interest rate is 9.95%.	-	126.25
SIDBI : The term loan of Rs 20 lacs repayable in 72 monthly installments comprising of 71 monthly installments of Rs 0.28 lacs each and 1 monthly installments of Rs 0.12 lacs (excluding interest part). Current Interest rate is 9.35%.	-	15.80
SIDBI: Term Loan of Rs. 75 Lacs repayable in 54 monthly installments comprising of first 53 installments of Rs. 1.39 lacs each and last i.e 54th Installment of Rs. 1.33 lacs @ 9.60 %	36.08	52.76
SIDBI: Soft Loan of Rs. 10 Lacs repayable in 54 monthly installments comprising of first 53 installments of Rs. 0.19 lacs each and last i.e 54th Installment of Rs. 0.20 lacs @ 8.95 %	4.82	7.04
Mahindra & Mahindra Financial Services Limited: The vehicle term loan of Rs. 11.80 lacs repayable in 60 monthly installments comprising of Rs. 0.24 lacs each (including interest part).Interest rate is 9 %	9.33	11.33
Bajaj Finance Ltd. : The term loan of Rs.200 lacs repayable in 60 installments comprising of Rs. 4.29 each lacs including interest part.Interest rate is 10.50%.	159.31	192.22
Daimler Financial Service Pvt. Ltd. : The vehicle loan of Rs. 56.02 lacs repayable in 48 monthly installments comprising of 47 installments of Rs. 1.09 lacs each and 48th installment of Rs. 24.09 lacs .Interest rate is 11.75%	46.05	53.26
Mahindra & Mahindra Financial Services Limited: The term loan of Rs 245 lacs repayable 48 monthly (3 months moratoriaum period) installments comprising of Rs 6.86 lacs each (Including interest part) .Interest rate is 12.35%	160.72	186.60
Punjab Reliable Investment (P) Ltd. : The Machinery Loan of Rs.23 lacs repayable in 45 installments comprising of first 11 installments of Rs.0.84 lacs each ,12th installment of Rs.0.89 lacs , next 4 installments of Rs. 0.84 lacs each , next 7 installments of Rs.0.66 lacs each , 24th installments of Rs. 0.71 lacs next 8 installments of Rs. 0.66 lacs each , next 3 installments of Rs. 0.45 lacs each , 36th installment of Rs. 0.50 lacs and next 9 installments of Rs. 0.45 lacs each .(Including interest part).	19.76	-
Punjab Reliable Investment (P) Ltd. : The Machinery Loan of Rs. 28 Lacs repayable in 45 installments comprising of first 16 installments of Rs. 1.02 lacs each , next 7 installments of Rs. 0.80 lacs each , 24th installments of Rs. 0.83 lacs next 8 installments of Rs. 0.80 lacs each , next 3 installments of Rs. 0.56 lacs each , 36th installment of Rs. 0.59 lacs and next 9 installments of Rs. 0.56 lacs each .(Including interest part).	23.37	-
Punjab Reliable Investment (P) Ltd. : The Machinery Loan of Rs.14 Lacs repayable in 47 installments comprising of first 11 installments of Rs.0.51 lacs each , 12th installment of Rs. 0.56 , next 4 installments of Rs. 0.51 lacs each , next 7 installments of Rs. 0.39 lacs each , 24 th installments of Rs. 0.45 lacs , next 8 installments of Rs. 0.39 Lacs each , next 3 installments of Rs. 0.24 lacs each , 36th installment of Rs. 0.29 lacs and next 11 installments of Rs. 0.24 lacs each .(Including interest part).	13.40	-
Punjab Reliable Investment (P) Ltd: The Loan of Rs 16.50 Lacs for machinery repayable in 47 installments comprising of first 16 installments of Rs 0.60 lacs each , next 16 installments of Rs 0.46 lacs each , last 15 installments of Rs 0.28 lacs each (Including interest part).	-	3.07
Total	472.84	830.08
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	112.11	190.66
Total	360.73	639.42
GRAND TOTAL OF SECURED LOANS FROM OTHERS	360.73	639.42

II (I) Unsecured Loans
A. From NBFC/Financial Institutions

Particulars	As At March 31, 2020	As At March 31, 2019
Tractors and Farm Equipments Limited (Tafe) : Loan of Rs 60 Lacs repayable in 24 monthly installments of Rs. 2.50 Lacs each. Interest rate is 10.50%	17.67	47.93
Tata Capital Financial Services Limited : The term loan of Rs. 50 lakh repayable in 24 equated monthly installments of Rs. 2.44 lacs each . Interest rate is 16%.	50.00	-
Cholamandalam Investment and Finance Company Ltd.: The loan of Rs. 80 lacs repayable in 84 monthly installments of Rs. 1.34 lacs each .Current interest rate @ 10.25%.	68.82	77.35
Total	136.49	125.28
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .		
	50.13	38.53
Total	86.36	86.75

II (II) Unsecured Loans
B. From bank

Particulars	As At March 31, 2020	As At March 31, 2019
IDFC First Bank Limited : The term loan of Rs. 51 lacs repayable in 36 monthly installments of Rs. 1.79 lacs each . Interest rate is 16%.	51.00	-
Total	51.00	-
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .		
	14.38	-
Amount shown as unsecured Loan	36.62	-

From Directors

Particulars	As At March 31, 2020	As At March 31, 2019
Sh. Raminder Singh Nibber	14.16	14.16
Total	14.16	14.16

2. Long Term Maturities of finance Lease obligations-Unsecured

Particulars	As At March 31, 2020	As At March 31, 2019
Lease Liability (A Machinery has been taken on Lease on 18.12.2019 for 48 monthly rental on lease payment of Rs. 1.88 lacs each. Incremental borrowing rate is 11% is considered for purpose of IND AS-116 .	69.12	-
Less : Current maturities on finance lease shown in note no.23	22.58	-
Total	46.54	-

18 Provisions

Particulars	As At March 31, 2020	As At March 31, 2019
Provision for Employee Benefits		
Leave encashment	20.40	10.94
Provision for Gratuity	132.82	117.40
Total	153.22	128.34

19 Deferred Tax Liabilities (net)

Particulars	As At March 31, 2020	As At March 31, 2019
Deferred Tax		
-Relating to origination and reversal of temporary differences	197.41	162.51
Total	197.41	162.51

20 Other Non-Current Liabilities

Particulars	As At March 31, 2020	As At March 31, 2019
Unsecured		
Tooling Advance	28.05	-
Total	28.05	-

21 Borrowings

Particulars	As At March 31, 2020	As At March 31, 2019
Secured		
From Bank- Cash Credit - Loan Repayable on Demand	3,877.89	3,059.57
Total	3,877.89	3,059.57

The Cash Credit limit is secured by first charge by way of hypothecation of Trade receivables, Inventories, other current assets and Plant and Machinery of the company including land & Building . This Limit is also personally guaranteed by directors Namely Mr. Raminder Singh Nibber & Mr. Harpreet Singh Nibber.

22 Trade Payables

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Trade payables		
Total Outstanding dues of micro enterprise and small enterprise	-	-
Total Outstanding dues of creditors other than micro enterprise and small enterprise**	1,512.28	1,763.17
Total	1,512.28	1,763.17

**Disclosure in relation to Micro and Small enterprises 'Suppliers' as defined in the Micro, Small and Medium Enterprises Development Act, 2006 ('Act').

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with their customers the Entrepreneurs Memorandum Number as allocated after filing of the said Memorandum. Accordingly, the disclosures below in respect of the amounts payable to such enterprises as at the period end has been made based on information received and available with the Company.

As explained by management there is no outstanding balance related to Micro and Small enterprises 'Suppliers' as defined in the Micro, Small and Medium Enterprises Development Act, 2006 ('Act') as at year end.

** Note : Trade payable includes payable to related parties .(Please refer note no. 35)

23 Other Financial Liabilities

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Current Maturities of Loans	303.10	415.79
Current Maturities on finance lease obligations	22.58	-
Interest Accrued but not due on borrowings	7.97	7.59
Creditors for Capital Expenditure	180.35	172.04
Creditors for Expenses	1,522.85	1,530.54
Employee Related Liabilities		
Salaries and Wages payable	66.69	60.89
Other Employee related payments	32.50	29.64
Total	2,136.04	2,216.49

24 Other Current Liabilities

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Audit Fee Payable	2.95	7.74
Electricity Expenses Payable	251.09	109.00
Statutory dues payable	119.01	127.21
Other Liabilities	78.29	87.37
Deferred Income	21.00	24.00
Total	472.34	355.32

25 Provisions

Particulars	As At	As At
	March 31, 2020	March 31, 2019
Provision for Gratuity	22.21	25.77
Provision for Leave encashment	2.39	0.94
Provision for Income Tax (Net of advance tax)	116.58	158.53
Total	141.18	185.24

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

26 Revenue from Operations

(All amounts in INR in Lacs)

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Sale of Products (Net of Sales Returns)	17,370.03	22,794.23
Less :- Indirect Taxes	2,467.00	3,278.30
Total	14,903.03	19,515.93

27 Other Income

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Interest received on deposits with banks and others	162.50	140.31
Misc Receipt	12.41	4.07
Profit/(Loss) on sale of Assets	-	8.47
Dividend Income	0.18	0.37
Duty Draw back	0.39	-
Balance Written back	0.18	38.93
Earned Leave Written back	-	2.38
Total	175.66	194.53

28 Cost of materials consumed

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Raw material and components consumed		
Inventory at the beginning of the year-Raw Materials	1,177.87	1,129.90
Inventory at the beginning of the year-Stores ,Spares, Packing Material	205.86	140.85
	1,383.73	1,270.75
Purchases		
Raw Materials includes stores , spares and packing material etc.	8,908.87	11,738.06
	8,908.87	11,738.06
Less: Inventory at the end of the year - Raw Materials	1,227.03	1,177.87
Less: Inventory at the end of the year- Stores ,Spares and Packing Material	318.84	205.86
Total	8,746.73	11,625.08

28(a) Changes in inventories of finished goods , Work in progress and stock in trade

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
1. Opening inventories		
Work in Progress	3,567.03	3,533.28
Finished Goods	73.85	-
2. Closing inventories		
Work in Progress	3,652.26	3,567.03
Finished Goods	57.21	73.85
	(68.59)	(107.60)

29 Employee Benefits Expense

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Salaries and wages	746.53	743.45
Director Remuneration	205.86	151.80
Contribution to Provident and ESI Funds	66.99	62.96
Bonus and Incentives	102.05	155.52
Staff Welfare Expenses	30.87	32.82
Group Gratuity & Earned Leave	46.84	10.78
Other Expenses	17.15	6.23
Total	1,216.29	1,163.56

30 Finance Cost

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Interest Expenses	519.65	575.58
Other Borrowing Costs	68.09	120.91
Total	587.74	696.49

31 Depreciation and amortisation expenses

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Depreciation on tangible assets	677.24	582.13
Total	677.24	582.13

32 Other expenses

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
(a) Manufacturing Expenses		
Cartage & Forwarding	9.70	11.05
Power & Fuel	1,450.84	1,861.56
Contractual Job Work Expenses	151.92	361.11
Repair & Maintenance		
– Building	3.51	5.65
– Machinery	43.01	44.87
Workshop Expenses	671.50	745.56
Calibration Expenses	2.02	2.07
Factory Rent	1.80	7.57
Other Manufacturing Expenses	30.55	58.23
	2,364.85	3,097.67
(b) Administrative & Selling Expenses		
Payment to Auditors*	14.24	13.01
Rates & Taxes	5.39	5.55
Directors' Sitting Fees	10.50	14.50
Insurance	26.55	29.69
Legal & Professional Charges	60.40	53.51
Communication Expenses	6.94	7.55
Printing & Stationery	8.49	11.01
Vehicle Running Expenses	33.93	38.26
Travelling & Conveyance Expenses	72.36	71.15
ROC Expenses	0.17	1.66
Advertisement Expenses	1.51	4.30
Rebates and Discount	213.72	152.41
Freight Outward	198.60	294.57
Repairs and Maintenance others	1.98	2.77
Security expenses	36.28	34.10
CSR Expenses	19.81	9.32
Bad Debts	3.58	59.49
Other Misc. Expenses	89.19	96.25
Total	3,168.49	3,996.77

*Detail of Payment to Auditors

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Audit Fee (Statutory and Tax Audit Fees)	12.00	12.00
Out of Pocket Expenses	2.24	1.01
Total	14.24	13.01

33 Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following data reflects the inputs to calculation of basic and diluted EPS

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Net Profit after tax attributable to equity share holders	544.07	1,404.57
	544.07	1,404.57
Weighted average no of equity shares outstanding during the year- for Basic EPS	177.35	175.93
Face value of Equity Share (INR)	10.00	10.00
Basic EPS	3.07	7.98
No of Equity Shares outstanding during the year - for Diluted EPS	178.78	176.20
Diluted EPS	3.04	7.97

34 Current Tax and Deferred Tax

Particulars	(All amounts in INR in Lacs)	
	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Tax:		
Current income tax:	184.02	337.92
Adjustments in respect of current income tax of previous period	-	13.83
Deferred Tax:		
Relating to origination and reversal of temporary differences	22.70	(2.29)
Total	206.72	349.46

Particulars	(in Lac's)	
	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Tax	-	-
Deferred Tax		
Net loss/(gain) on remeasurements of defined benefit plans	-	-
Total	-	-

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

35 Related party transactions

a) Related party and nature of the related party relationship with whom transactions have taken place during the year

A) Key Management Personnel

Mr. Harpreet Singh Nibber - Managing Director
 Mr. Raminder Singh Nibber - Chairman
 Mr. Ajay Kumar - Executive Director
 Mr. Ramesh Chander Saini - C.F.O (retired on 30.04.2019)
 Mr. Vedant Bhatt - Company Secretary (ceased w.e.f 22.05.2019)
 Mr. Narinder Kumar Tyagi - C.F.O (appointed on 22.05.2019)
 Mr. Chander Bhan Gupta - Company Secretary (appointed on 22.05.2019)

B) Subsidiary Companies

Pritika Engineering Components Private Limited

C) Enterprises owned or Significantly influenced by Key Management Personnel or their Relatives

Pritika Industries Limited

Nature of Transactions During the year	(in Lac's)					
	Related Parties					
	Referred in A Above		Referred in B Above		Referred in C Above	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
Income						
Sales	-	-	104.35	114.44	7,604.14	9,121.76
Interest received	-	-	30.71	30.68	-	-
Expenditure						
Purchases	-	-	228.86	110.35	1,740.66	1,364.17
Director Remunerations	205.86	151.80	-	-	-	-
Director Sitting Fees to independent Directors	10.50	14.50	-	-	-	-
Salary to KMP's	37.65	27.15	-	-	-	-
Interest Payment	-	1.20	-	-	-	16.96
Investment made	-	-	-	49.99	-	-
Balance as at 31st March, 2020	-	-	457.47	18.50	3,627.67	3,394.89
Debit / (Credit)						
Corporate Guarantee given	-	-	1,586.00	1,486.00	-	-
Loan & Advances						
Loan taken during the year	-	-	-	-	-	268.10
Repayment of Loan during the year	-	-	-	-	-	268.10
Loan given during the year	-	-	127.64	304.61	-	-
Repayment of Loan during the year	-	8.60	-	49.99	-	-
Loan balance as at 31st March, 2020	(14.16)	(14.16)	510.14	382.50	-	-
Debit/(Credit)						

Note : last year Salary to Mr. Harpreet Singh Nibber , Mr. Raminder Singh Nibber , Mr. Ajay Kumar and Mr. Ramesh Chander Saini was paid by Pritika Autocast Limited / Nibber Castings Private Limited wholly owned subsidiaries which have been amalgamated with the Company .

36 Disclosure pursuant to IND AS 19 on Employee benefit

The Company has a defined gratuity plan covering eligible employees . The following table summarizes the components of net benefit expenses recognized in the Statement of Profit and Loss and the funded status and amount recognized in the Balancesheet .

Defined Contribution Plan:	Current Year	Previous Year
Employer's Contribution to Provident Fund	55.25 Lacs	50.87 Lacs

Assets and liabilities Balance sheets position

(in Lac's)

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Present value of obligation	155.03	143.18
Fair value of Plan Assets Assets		
Surplus/(Deficit)	-155.03	-143.18
Effects of asset ceiling if any		
Net Asset / Liability	-155.03	-143.18

Changes in the Present Value of Obligation

(in Lac's)

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Present Value of Obligation as at the beginning	143.18	136.40
Current Service Cost	20.50	21.96
Interest Expense or Cost	11.05	10.63
Re-measurement (or Actuarial) (gain) / loss arising from:		
change in demographic assumptions	(0.11)	-
change in financial assumptions	(1.85)	(13.73)
experience variance (i.e. Actual experience vs assumptions)	(5.24)	(12.09)
others	-	-
Past Service Cost	-	-
Effect of change in foreign exchange rates	-	-
Benefits Paid	(12.50)	-
Acquisition Adjustment	-	-
Effect of business combinations or disposals	-	-
Present Value of Obligation as at the end	155.03	143.18

Actuarial Assumptions:

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Salary Growth	5.00%	7.70%
Discount Rate	6.85%	6.00%

Bifurcation of Present Value of Obligation at the end of the year as per revised Schedule III of the Companies Act, 2013

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Liability (Short term)	22.21	25.78
Non-Current Liability (Long term)	132.83	117.40
Present Value of Obligation	155.04	143.18

Expenses Recognised in the Income Statement

(in Lac's)

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Service Cost	20.50	21.96
Past Service Cost	-	-
Loss / (Gain) on settlement	-	-
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	11.05	10.63
Expenses Recognised in the Income Statement	31.55	32.59

Other Comprehensive Income

(in Lac's)

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Actuarial (gains) / losses		
change in demographic assumptions	(0.11)	-
change in financial assumptions	(1.83)	(13.73)
experience variance (i.e. Actual experience vs assumptions)	(5.24)	(12.09)
others	-	-
Return on plan assets, excluding amount recognised in net interest expense	-	-
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-
Components of defined benefit costs recognised in other comprehensive income	(7.18)	(25.82)

37 Fair values

The carrying value and fair value of financial instruments by category:

Assets and liabilities carried at amortised cost

(in Lac's)

Particulars	Carrying Value		Fair Value	
	As At March 31, 2020	As At March 31, 2019	As At March 31, 2020	As At March 31, 2019
Financial assets				
Investment	663.61	522.99	693.24	522.99
Other financial assets	648.54	496.83	648.54	496.83
Trade Receivables	4,592.13	4,362.61	4,592.13	4,362.61
Cash and cash equivalents	129.79	47.85	129.79	47.85
Bank balances other than cash and cash equivalents	88.23	87.63	88.23	87.63
Other current financial assets	1,319.41	1,724.77	1,319.41	1,724.77
Total	7,441.71	7,242.68	7,471.34	7,242.68
Financial liabilities				
Borrowings	4,962.76	4,199.78	4,962.76	4,199.78
Trade Payables	1,512.28	1,763.17	1,512.28	1,763.17
Other Financial Liabilities	2,136.04	2,216.49	2,136.04	2,216.49
Total	8,611.08	8,179.44	8,611.08	8,179.44

There are no assets and liabilities which have been carried at fair value through the profit and loss account.

There are no assets and liabilities which have been carried at fair value through the other comprehensive income except investment in shares and mutual fund.

The management assessed that cash and cash equivalents, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

38 Capital Management

The company manages its capital to ensure that entities in the Company will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the capital deployment.

The company determines the amount of capital required on the basis of annual operating plans and long-term product and other strategic investment plans. The funding requirement are met through equity and long-term/ short-term borrowings.

The company monitors the capital structure on the basis of total debt to equity ratio and maturity of the overall debt portfolio of the Company.

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2020.

(in Lac's)

Particulars	As At March 31, 2020	As At March 31, 2019
Debt	5,219.32	4,615.57
Less: cash and cash equivalents	-218.02	-135.48
Net Debt (A)	5,001.30	4,480.09
Equity (B)	11,998.12	11,544.27
Gearing ratio (A/B)	0.42	0.39

39 Commitments and Contingencies

Particulars	As At March 31, 2020	As At March 31, 2019
(a) Contingent Liabilities :		
Claim against the Company not acknowledged as debts*		
- Income Tax	44.86	23.16
- Letter of credit	196.94	-
Guarantees issued by Banks	193.21	123.21
- Corporate guarantee to bank on behalf of subsidiary of the Company	1,586.00	1,486.00

40 The Scheme of Amalgamation (Scheme) under Section 230 and 232 and other applicable provisions of the Companies Act, 2013 between Pritika Autocast Limited , Nibber Castings Private limited (Transferor Companies) and Pritika Auto Industries Limited (Transferee Companies) has been approved by the National company Law Tribunal, Bench Chandigarh (NCLT) vide its order dated 06th February 2019 with April 1, 2017 as the appointed date. Upon filing of copy of order with the registrar of companies (ROC) on March 18, 2019, the scheme has become effective and the effect there of has been given in the accounts.

41 The Company adopted Ind AS 116 effective annual reporting beginning April 1, 2019. The Company applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the standard, recognized on the date of initial application (April 1, 2019). Accordingly , the company did not restate comparative information , instead, the cumulative effect of initially applying this standard, recognized as an adjustment to the opening balance of retained earnings as on April 1 , 2019. On that date, the Company recognized a lease liability measured at the present value of the remaining lease payments. The right-of-use asset is recognized at its carrying amount as if the Standard had been applied since the commencement date, but discounted using the lessee's incremental borrowing rate as at April 1, 2019. In accordance with the standard, the company will elect not to apply the requirements of Ind AS 116 to short-term leases and leases for which the underlying asset is of low value.

42 On account of outbreak of Pandemic Covid-19 , Government of India declared nation wide lockdown vide order No.40-3/2020 . Company temporarily suspended its operations commencing from March 23 ,2020 . The Company has made detailed assessment of its liquidity position to continue operations for next year and recoverability and carrying value of its assets comprising Inventory and Trade receivables . Based on the current indicators of future economic conditions , the company expects to recover the carrying amounts of these assets . The Company is in automobiles parts manufacturing business . The management has made detailed study of the possible effect of the pro-longed lockdown on its business prospects , both in terms of sales and profitability , and in its assessment , believes that the Company have minimal adverse impact . The Company will continue to closely monitor any material changes arising of future economic conditions and its impact on the business.

43 Foreign Exchange Earnings and Outgo

During the year , total inflows in foreign exchange were Rs. 60.36 lacs and total outflows in foreign exchange were Rs. 4.17 lacs .

44 Previous year's figures have been restated , rearranged and regrouped , wherever necessary .

As per our report of even date

For and on behalf of Board of Directors

For **Sunil Kumar Gupta & Co.**
Firm Registration number: 003645N
Chartered Accountants

Sd/-
S.K Gupta
Partner
Membership no.: 082486

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN No. 00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

INDEPENDENT AUDITOR’S REPORT
To The Members of
PRITIKA AUTO INDUSTRIES LIMITED

Report on the Audit of the Consolidated Ind AS Financial Statements

Opinion

We have audited the accompanying consolidated Ind AS financial statements of **PRITIKA AUTO INDUSTRIES LIMITED**(hereinafter referred to as the ‘Holding Company’) and its subsidiary (Holding Company and its subsidiary together referred to as “the Group”), which comprise the consolidated Balance Sheet as at 31stMarch 2020 and the consolidated Statement of Profit and Loss including other comprehensive income, Consolidated statement of Changes in Equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated Ind AS financial statements including a summary of significant accounting policies (hereinafter referred to as ‘the consolidated Ind AS financial statements’).

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditor on separate financial statements and on the other financial information of the subsidiary , the aforesaid consolidated Ind AS financial statements give the information required by the Companies Act, 2013, as amended (‘the Act’) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of their consolidated state of affairs of the group as at 31st March 2020, and its consolidated profit including other comprehensive profit, consolidated cash flows and consolidated statement of change in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Ind AS financial statements in accordance with the Standards on Auditing 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 Consolidated Ind AS 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 together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and Rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS 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 Ind AS financial statements for the financial year ended 31 March 2020. These matters were addressed in the context of our audit of the consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the ‘Auditors’ responsibilities for the audit of the consolidated Ind AS financial statements’ section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements.

The results of audit procedures performed by us and by other auditors of components not audited by us, as reported by them in their audit reports furnished to us by the management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated Ind AS financial statements.

Key Audit matters	How our audit addressed the key audit matter
Impact of Covid-19 on the Holding Company’s Financial Statements	As described in note 42 of Consolidated Ind AS financial Statements
Coronavirus disease 2019 (‘COVID-19’), was declared a global pandemic by World Health Organization.	We have performed the following procedures to assess and evaluate the impact on financial statements because of business decisions, government actions or economic environment developments:
In line with the directions on lockdown issued	

<p>by the State Governments of Punjab and Himachal Pradesh, the Holding Company temporarily suspended the operations of its manufacturing units at two locations from 23 March 2020 till 31 March 2020; and subsequently upto further dates as instructed by the respective State Governments.</p> <p>COVID-19 has resulted in restriction in movement of goods during the period from 23 March 2020 till 31 March 2020 impacting normal business operations for the Holding Company including revenues, receivables, purchases including services and inventories at the year-end and hence considered key audit matter.</p>	<p>Performed cut-off procedures for a larger sample of invoices during the lockdown period for domestic sales.</p> <p>Enquired with the Holding Company on the manner of financial support (if any) provided to the dealers, vendors and service providers, and their recognition in the financial statements.</p> <p>Enquired with the Holding Company on any information on the liquidity position of any dealers; and ascertained the need for any additional provisioning for impairment/credit loss in the financial statements.</p> <p>We assessed the disclosures on COVID-19 made in the financial statements.</p> <p>Our ability to perform regular audit procedures has been impacted which has required us in certain cases to perform alternative audit procedures and exercise significant judgment in respect of the following: a) Year-end inventory observation of inventory counts could not be performed. However, inventory counts were observed subsequent to year-end; and rolled back to year-end.</p>
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We have determined that there are no other key audit matters to communicate in our report.

Other Information

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

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

Responsibility of Management and Those Charged with Governance for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income and consolidated cash flows and consolidated statement of changes in equity of the Group in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended. The respective Board of Directors of the companies 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated Ind AS 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 Ind AS financial statements by the Directors of the Holding Company, as aforesaid

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the company's financial reporting process of the Group.

Auditor's Responsibility for the Audit of the Consolidated Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated Ind AS 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 Standard on auditing 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 Ind AS financial statements.

As Part of an audit in accordance with SA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Ind AS 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 Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 Ind AS 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 Ind AS financial statements, including the disclosures, and whether the Consolidated Ind AS 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 or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the consolidated Ind AS financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities including in the Consolidated Ind AS financial statements of which we are the independent auditors, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Ind AS financial statements for the financial year ended March 31, 2020 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

We did not audit of financial statements of **One** subsidiary, whose Ind AS financial statements reflect total assets of Rs4134.39 lakhs as at 31st March, 2020 and the total revenue of Rs2167.84 lakhs for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statement has been audited by other auditor, which financial statement and auditors report has been furnished to us by the management. The consolidated Ind AS financial statements also include the Group's share of net profit of Rs13.76 lakhs for the year ended 31st March 2020, as considered in the consolidated Ind AS financial statements, in respect **One** subsidiary, whose financial statement has not been audited by us. These financial statement has been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and our report in terms of sub section (3) of section 143 of the Companies Act, 2013 in so far as it relates to the aforesaid subsidiary is based solely on the reports of the auditor.

Our opinion on the consolidated Ind AS financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the management.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditor on separate financial statements and the other financial information of subsidiary, as noted in the 'other matter' paragraph we report, to the extent applicable, that:

- a. We/the other auditor whose report we have relied upon 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 Ind AS financial statements.
- b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including statement of Other Comprehensive Income, and the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
- d. In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 as amended;
- e. On the basis of written representations received from the directors of the Holding Company as on 31st March 2020, and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary company, none of the directors of the Group companies is disqualified as on 31st March 2020, from being appointed as a director in terms of section 164(2) of the Act.

- f. With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these consolidated Ind AS financial statements of the Holding company, refer to our separate report in “**Annexure 1**”; and
- g. In our opinion, the managerial remuneration for the year ended March 31, 2020 has been paid / provided by the Holding Company to their directors in accordance with the provisions of section 197 read with Schedule V to 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 and based on the consideration of the report of other auditor on separate financial statements as also the other financial information of the subsidiary, as noted in the “Other matter” paragraph:
- i. There were no pending litigations which would impact the consolidated financial position of the group.
- ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary company.

For Sunil Kumar Gupta & Co.
Chartered Accountants
Firm’s Registration No.: 003645N

Sd/-
S.K Gupta
Partner
Membership No: 082486

Place: Mohali
Date: 29th June, 2020

UDIN: 20082486AAAAAN2542

Annexure –1 TO INDEPENDENT AUDITORS’ REPORT

(Annexure referred to in our report of even date to the members of Pritika Auto Industries Limited, on the Consolidated Ind AS Financial Statements for the year ended 31st March 2020).

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

In conjunction with our audit of the consolidated financial statements of **Pritika Auto Industries Limited** as of and for the year ended March 31, 2020. We have audited the internal financial controls over financial reporting of **PRITIKA AUTO INDUSTRIES LIMITED** (hereinafter referred to as the “Holding Company”) as of 31st March 2020.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Holding Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘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 Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, 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 with reference to these consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these consolidated financial statements.

Meaning of Internal Financial Controls over Financial Reporting with Reference to these Consolidated Financial Statements

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting with Reference to these Consolidated Financial Statements

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

Opinion

In our opinion, the Holding Company have, maintained in all material respects, adequate internal financial controls over financial reporting with Reference to these Consolidated Financial Statements and such internal financial controls over financial reporting with Reference to these Consolidated Financial Statements were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India(ICAI).

For Sunil Kumar Gupta & Co.
Chartered Accountants
Firm's Registration No.: 003645N

Sd/-
S.K Gupta
Partner
Membership No: 082486

Place: Mohali
Date: 29th June, 2020

UDIN: 20082486AAAAAN2542

BALANCE SHEET AS AT MARCH 31, 2020

(All amounts in Lacs)

Particulars	Note	As At March 31, 2020	As At March 31, 2019
I. ASSETS			
1. Non Current Assets			
(a) Property, Plant and Equipment	3	8,246.65	7,840.44
(b) Capital work in progress	3	1,459.23	887.95
(c) Intangible Assets		-	
Goodwill	4	1,354.77	1,354.77
(d) Financial Assets			
- Investments	5	362.00	23.00
- Other financial assets	6	138.41	114.33
(e) Deferred Tax Assets (net)	7	127.21	185.32
(f) Other Non-Current Assets	8	176.85	141.43
Total Non Current Assets (A)		11,865.12	10,547.24
2. Current Assets			
(a) Inventories	9	5,811.09	5,593.31
(b) Financial Assets			
- Trade Receivables	10	4,640.41	4,743.23
- Cash and Cash Equivalents	11	132.64	52.97
- Bank balances other than cash and cash equivalents	12	132.10	128.98
- Other Current Financial Assets	13	1,331.70	1,743.56
(c) Other Current Assets	14	354.74	410.83
Total Current Assets (B)		12,402.68	12,672.88
TOTAL ASSETS (A+ B)		24,267.80	23,220.12
II. EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	15	1,773.45	1,773.45
(b) Other Equity	16	10,263.42	9,767.68
Total Equity (A)		12,036.87	11,541.13
2. Non Current Liabilities			
(a) Financial Liabilities			
- Borrowings	17	2,231.92	2,330.21
(b) Provisions	18	153.22	128.34
(c) Deferred Tax Liabilities (net)	19	200.87	164.80
(d) Other non-current liabilities	20	585.05	532.00
Total Non Current Liabilities (B)		3,171.06	3,155.35
3. Current Liabilities			
(a) Financial Liabilities			
- Borrowings	21	4,180.71	3,250.20
- Trade Payables	22		
Total Outstanding dues of micro enterprise and small enterprise			
Total Outstanding dues of creditors other than micro enterprise and small enterprise		1,715.38	1,996.59
- Other Financial Liabilities	23	2,511.10	2,686.67
(b) Other Current Liabilities	24	511.84	403.36
(c) Provisions	25	140.84	186.82
Total Current Liabilities (C)		9,059.87	8,523.64
TOTAL EQUITY AND LIABILITIES (A+B+C)		24,267.80	23,220.12

The accompanying notes are integral part of the financial statements

As per our report of even date
For Sunil Kumar Gupta & Co.
Firm Registration number: 003645N
Chartered Accountants
Sd/-
S.K Gupta
Partner
Membership no.: 082486

For and on behalf of Board of Directors

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN No. 00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020

(All amounts in Lacs)

Particulars	Note	For the Year ended March 31, 2020	For the Year ended March 31, 2019
I Revenue from operations	26	16,795.18	20,971.20
II Other Income	27	149.51	165.36
III Total Income (I+II)		16,944.69	21,136.56
IV Expenses			
a) Cost of material consumed	28	9,750.93	12,624.01
b) Changes in inventories of finished goods , Work in progress and stock in trade	28(a)	(108.35)	(348.04)
c) Excise Duty		-	-
d) Employee benefits expense	29	1,388.93	1,272.41
e) Finance costs	30	726.61	785.27
f) Depreciation and amortization expense	31	755.42	633.35
g) Other Expenses	32	3,665.21	4,405.67
Total Expenses (IV)		16,178.75	19,372.67
V Profit / (Loss) before exceptional items and tax		765.94	1,763.89
VI Exceptional Items		-	-
VII Profit / (Loss) before tax		765.94	1,763.89
VIII Tax Expense:			
a) Current Tax	34	184.02	337.92
b) Adjustment of tax relating to earlier periods		0.20	13.83
c) Deferred Tax	34	23.87	-
Total tax expenses (VIII)		208.09	351.75
IX Profit / (Loss) for the period		557.85	1,412.14
X Other comprehensive income			
Items that will not to be reclassified to profit or loss			
Re-measurement Loss/ (Gain) on defined benefit plans		(7.18)	-
Revaluation Loss/ (Gain) due to Foreign exchange		3.69	-
Impact of fair valuation of Equity Shares		(57.75)	-
XI Total comprehensive Income for the period (IX + X)		619.09	1,412.14
Earnings per equity share(Nominal value of Rs. 10 /- per share)			
Basic	33	3.15	8.03
Diluted	33	3.12	8.01

The accompanying notes are an integral part of the financial statements.

As per our report of even date
For Sunil Kumar Gupta & Co.
Firm Registration number: 003645N
Chartered Accountants

For and on behalf of the Board of directors

Sd/-
S.K Gupta
Partner
Membership no.: 082486

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN No. 00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2020

(Amount in INR Lacs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per statement of Profit & Loss	765.95	1,763.89
Adjustments for:		
- Depreciation and amortisation expense	755.42	633.35
- Finance costs	726.61	785.27
- Gratuity / Leave encashment Provision	46.84	6.32
- Creditors balance written back	(0.18)	(38.93)
- Profit on Sale of Fixed Assets	-	(8.47)
Operating profit before working capital changes	2,294.64	3,141.43
Adjustments for :		
Increase/(Decrease) in Trade Payables	(281.20)	283.92
Increase/(Decrease) in Other Current Liabilities	(8.13)	789.26
Increase/(Decrease) in Short Term Provisions	9.46	(10.34)
(Increase) / Decrease in Trade Receivables	102.81	(972.99)
(Increase) / Decrease in Inventories	(217.78)	(783.37)
(Increase) / Decrease in Short Term Advances	57.41	(61.59)
(Increase) / Decrease in Other Current Assets	352.39	953.21
Cash generated from operations	2,309.60	3,339.53
Taxes paid	(398.13)	(522.63)
Net Cash from Operating Activities	1,911.47	2,816.90
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment	(1,653.02)	(3,944.41)
Sale of Property, Plant & Equipment	-	33.82
Movement in fixed deposits (having original maturity of more than three months)	(3.12)	(53.93)
Increase in investment in shares	(281.26)	
Increase in other non current investments	-	(22.00)
Net Cash used in Investing Activities	(1,937.40)	(3,986.52)
C CASH FLOW FROM FINANCING ACTIVITIES		
Long Term Loans Raised (Net)	(98.30)	1,005.54
Short Term Loans Raised	930.51	(82.10)
Increase in Share Capital	-	17.50
Proceed from issue of share warrant	-	287.50
Share premium	-	332.50
Interest Paid	(726.61)	(785.27)
Net Cash from Financing Activities	105.60	775.67
Net Increase/(Decrease) in Cash and Cash Equivalents	79.67	(393.95)
Cash and Cash Equivalents at the beginning of the year	52.97	446.92
Cash and Cash Equivalents at the end of the year	132.64	52.97

Notes:

- 1.) The above Cash Flow Statement has been prepared under the indirect method set out in IND AS - 07 "Statement of Cash Flow".
- 2.) Figures in bracket indicates cash outflow

As per our report of even date

For and on behalf of the Board of Directors

For Sunil Kumar Gupta & Co.
Firm Registration number: 003645N
Chartered Accountants

Sd/-
S.K Gupta
Partner
Membership no.: 082486

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN NO.00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED MARCH 31, 2020

A. Equity Share Capital		Balance as on April 1, 2018	Changes during the year 31, 2019	Balance as on March 31, 2019	Balance as on April 1, 2019	Changes during the year	Balance as on 31st March 2020
Particulars							
a) Authorised Share Capital							
3,65,00,000 (PY 3,65,00,000) Equity shares of Rs.10/- each		2,000.00	1,650.00	3,650.00	3,650.00	-	3,650.00
		2,000.00	1,650.00	3,650.00	3,650.00	-	3,650.00
b) Issued, Subscribed And Fully Paid Up							
1,77,34,500 (PY 1,77,34,500) Equity shares of Rs.10/- each		1,755.95	17.50	17.50	1,773.45	-	1,773.45
		1,755.95	17.50	17.50	1,773.45	-	1,773.45
B. Other Equity							
Particulars	Equity component of compound financial instruments.	Reserves and Surplus			Total		
		Share Warrant	Securities premium	Capital Reserve		Retained earnings	
Balance as at April 1, 2018							
Balance at the beginning of the reporting period	-	-	5,037.47	1,604.90	1,120.52		7,762.89
Profit / Addition during the year	-	287.50	332.50	-	1,412.14		2,032.14
Transfer to retained earnings	-	-	-	-	-		-
Mat Adjustment	-	-	-	-	(27.35)		(27.35)
Transfer from Other comprehensive income to retained earning	-	-	-	-	-		-
Balance as at March 31, 2019	-	287.50	5,369.97	1,604.90	2,505.31		9,767.68
Balance as at April 1, 2019							
Balance at the beginning of the reporting period	-	287.50	5,369.97	1,604.90	2,505.31		9,767.68
Profit / Addition during the year	-	-	-	-	557.85		557.85
Corporate Dividend and Tax	-	-	-	-	(106.89)		(106.89)
Mat Adjustment	-	-	-	-	(16.46)		(16.46)
Other Comprehensive Income	-	-	-	-	61.24		61.24
Balance as at March 31, 2020	-	287.50	5,369.97	1,604.90	3,001.05		10,263.42

* Note : In view of scheme of amalgamation approved by the honourable NCLT, Chandigarh bench, the Authorised Capital of the transferor co's namely Pritika Autocast Limited. (INR 14 cr.) and Nibber Casting Private Limited (INR 2.50 Cr.) has been merged / Consolidated With the Authorised Capital of Pritika Auto Industries Limited (transferee co.) in last year.

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

Note No. 1: Notes To The Financial Statement

1 GENERAL INFORMATION

Pritika Auto Industries Limited (" the Company ") a Listed company domiciled in India was incorporated on 11.04.1980 and is engaged in the manufacturing of tractor and automobile components .The financial statements were approved for issue by the board of directors on June 29,2020.

Note No. 2 : SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation of Financial Statements

These Consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS')as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.Upto the year ended March , 31, 2017 , the Company prepared its financial statements in accordance with the requirements of previous GAAP , which includes Standards notified under Section 133 of the Companies Act , 2013 read together with paragraph 7 of the Companies (Accounts) Rules , 2014 .

The subsidiary companies considered in these consolidated financial statements are as follows:

Name of the Company	Proportion of Ownership
Pritika Engineering Components Private Limited	Wholly owned Subsidiary

2.2 Principles of consolidation:

The acquisition method of accounting is used to account for business combinations by the group. The group combines the financial statements of the parent and its subsidiaries line-by-line basis by adding together like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances, intra-group transactions and any unrealized profits/ losses unless the transaction provides evidence of an impairment of the transferred asset.

2.3 Summary of Significant Accounting Policies

2.3.1 Current versus non - current classification

All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the schedule III to the Companies Act , 2013 . Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents , the Company has determined its operating cycle as twelve months for the purpose of current-non current classification of assets and liabilities.

2.3.2 Property, Plant and Equipment (PPE)

On adoption of Ind AS, the Company retained the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind ASs, measured as per the previous GAAP and used that as its deemed cost as permitted by Ind AS 101 'First-time Adoption of Indian Accounting Standards'.

PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price, including non-refundable duties and taxes net of any trade discounts and rebates. The cost of PPE includes interest on borrowings (borrowing cost) directly attributable to acquisition, construction or production of qualifying assets subsequent to initial recognition, PPE are stated at cost less accumulated depreciation (other than freehold land, which are stated at cost) and impairment losses, if any.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and capital work in progress) less their residual values over the useful lives, using the straight- line method ("SLM"). Management believes based on a technical evaluation (which is based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.) that the revised useful lives of the assets reflect the periods over which these assets are expected to be used, which are as follows:

Asset Useful live	
Buildings including factory buildings	30 years
General Plant and Machinery	15 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years
Computers /servers and Network	3/6 Years

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in profit or loss. Fully depreciated assets still in use are retained in financial statements.

2.3.3 Intangible assets

Intangible assets are measured on initial recognition at cost and subsequently are carried at cost less accumulated amortisation and accumulated impairment losses, if any. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses on derecognition are determined by comparing proceeds with carrying amount. These are included in profit or loss.The Company amortises intangible assets with a finite useful life using the straight-line method over the following range of useful lives:

Asset Useful life	
Computer software	3 years

The estimated useful life is reviewed annually by the management.

2.3.4 Capital work-in-progress and intangible assets under development

Capital work-in-progress/intangible assets under development are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost.

2.3.5 Non-derivative financial instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

2.3.6 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Cash flow statement

Cash flows are reported using the indirect method, whereby net profit/ (loss) before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated.

2.3.7 Financial Assets

Financial assets at amortised cost

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

Financial assets at fair value through other comprehensive income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets. The Company has made an irrevocable election to present subsequent changes in the fair value of equity investments not held for trading in Other Comprehensive Income. Financial instruments (unquoted instruments) subsequent measurement are done through fair value through other comprehensive income (FVTOCI)

Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

2.3.8 Impairment

Financial assets (other than at fair value)

The Company assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

PPE and intangibles assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the Statement of Profit and Loss.

2.3.9 Inventories

Inventories are valued at lower of cost (First in First out) and net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to their present location and condition, including all taxes and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and net off recoverable taxes incurred in bringing them to their respective present location and condition. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

2.3.10 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment, net of taxes or duties collected on behalf of the government.

However, sales tax/ value added tax (VAT)/Goods and Service tax (GST) is not received by the company on its own account. Rather, it is tax collected on value added to the commodity/services by the seller on behalf of the government. Accordingly, it is excluded from revenue.

The specific recognition criteria described below must also be met before revenue is recognised.

Sale of goods

Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Interest Income

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

Dividend

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

2.3.11 Operating leases including investment properties

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

a) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

b) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments primarily comprise of fixed payments.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

c) Short-term leases and leases of low value assets

The Company applies the short-term lease recognition exemption to its short-term leases of office spaces and certain equipment (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

2.3.12 Employee benefit expenses

Employee benefits consist of contribution to provident fund, superannuation fund, gratuity fund and compensated absences.

(i) Post-employment benefit plans

Defined Contribution plans

Payments to defined contribution retirement benefit scheme for eligible employees in the form of superannuation fund are charged as an expense as they fall due. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made.

The Company also makes contribution towards provident fund, in substance a defined contribution retirement benefit plan for qualifying employees. The provident fund is deposited with the Provident Fund Commissioner which is recognized by the Income Tax authorities.

Defined benefit plans

The Company operates various defined benefit plans- gratuity fund and Compensated absence.

The liability or asset recognised in the balance sheet in respect of its defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the said obligation is determined by discounting the estimated future cash outflows, using market yields of government bonds that have tenure approximating the tenures of the related liability.

The interest income / (expense) are calculated by applying the discount rate to the net defined benefit liability or asset. The net interest income/ (expense) on the net defined benefit liability or as set is recognised in the Statement of Profit and loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the Statement of Changes in Equity and in the Balance Sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

Short term employee benefit

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availing of encashment of such accrued benefit or where the availing or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method.

2.3.13 Borrowing cost

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. General and specific borrowing costs attributable to acquisition and construction of any qualifying asset (one that takes a substantial period of time to get ready for its designated use or sale) are capitalised until such time as the assets are substantially ready for their intended use or sale, and included as part of the cost of that asset. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All the other borrowing costs are recognised in the Statement of Profit and Loss within Finance costs of the period in which they are incurred.

2.3.14 Income tax

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

Current tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred tax

Deferred income tax is recognised using the Balance Sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred tax assets are recognised only to the extent that it is probable that either future taxable profits or reversal of deferred tax liabilities will be available, against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of a deferred tax asset shall be reviewed at the end of each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets and liabilities are off set when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

2.3.15 Accounting of provisions, contingent liabilities and contingent assets

Provisions are recognized, when there is a present legal or constructive obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows. Where the effect is material, the provision is discounted to net present value using an appropriate current market-based pre-tax discount rate and the unwinding of the discount is included in finance costs.

Contingent liabilities are recognised only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

2.3.16 Earnings per share (EPS)

Basic EPS is computed by dividing the profit or loss attributable to the equity shareholders of the Company by the weighted average number of Ordinary shares outstanding during the year. Diluted EPS is computed by adjusting the profit or loss attributable to the ordinary equity shareholders and the weighted average number of ordinary equity shares, for the effects of all dilutive potential Ordinary shares.

2.3.17 Government Grants

Government Grants are recognised only when there is reasonable assurance that the company will comply with the condition attaching to them and the grants will be received. Government grants are recognised in profit & loss on a systematic basis over the periods in which the company recognises as expenses the related cost of which the grant are intended to compensate.

2.3.18 Ind AS 115 Revenue from Contracts with Customers

Ind AS 115 was issued on 28 March 2018 and supersedes Ind AS 11 Construction Contracts and Ind AS 18 Revenue and it applies, with limited exceptions, to all revenue arising from contracts with its customers. Ind AS 115 establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Ind AS 115 requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers.

The Company adopted Ind AS 115 using the modified retrospective method of adoption. The change did not have a material impact on the financial statements of the Company.

2.3.19 Foreign currencies and operations

i. Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency. All amounts have been rounded off to the nearest lacs, unless otherwise stated.

ii. Foreign currency transactions and balances

Foreign currency transactions are recorded in the functional currency (Indian Rupee) by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency on the date of the transaction (spot exchange rate).

All monetary items denominated in foreign currency are converted into Indian Rupees at the year-end exchange rate. The exchange differences arising on such conversion and on settlement of the transactions are recognised in the statement of profit and loss.

Non-monetary items in terms of historical cost denominated in a foreign currency are reported using the exchange rate prevailing on the date of the transaction.

3. Property, Plant and Equipment

(All amounts in Lacs)

Particulars	Air Conditioner	Computers	D.G Set	Furniture & Fixtures	Office Equipment	Vehicle	Weigh Bridge	Free hold Land	Building	Electric Fitting	Plant & Machinery	Building Other Than Factory Building	Leased Assets	Total	Building under Construction	Capital Work in Progress	Total CWIP
Cost or Deemed Cost																	
At April 1, 2018	3.07	3.71	38.69	11.48	7.08	133.15	0.88	765.41	743.89	257.00	3,766.26	23.82	-	5,754.44	18.07	708.11	726.18
Addition/ Adjustment	0.59	4.90	23.74	6.93	38.96	142.03	-	278.91	491.20	165.79	2,637.38	-	-	3,790.43	87.72	1,353.05	1,440.77
Transfer / Sale	-	-	-	(11.69)	-	-	-	-	-	-	(31.24)	-	-	(42.93)	(0.50)	(1,278.50)	(1,279.00)
At March 31, 2019	3.66	8.61	62.43	18.41	46.04	263.49	0.88	1,044.32	1,235.09	422.79	6,372.40	23.82	-	9,501.94	105.29	782.66	887.95
At April 1, 2019	3.66	8.61	62.43	18.41	46.04	263.49	0.88	1,044.32	1,235.09	422.79	6,372.40	23.82	-	9,501.94	105.29	782.66	887.95
Addition/ Adjustment	1.09	8.67	-	3.94	2.46	-	0.65	-	6.39	41.90	1,112.57	-	79.96	1,257.63	106.99	689.06	796.05
Transfer / Sale	-	-	-	-	-	-	-	-	-	(4.20)	(137.14)	-	-	(141.34)	-	(224.77)	-
At March 31, 2020	4.75	17.28	62.43	22.35	48.50	263.49	1.53	1,044.32	1,241.48	460.49	7,347.83	23.82	79.96	10,618.23	212.28	1,246.95	1,459.23
Depreciation and Impairment																	
At April 1, 2018	1.23	1.35	14.50	4.18	3.73	41.66	0.52	-	73.63	87.27	815.15	2.53	-	1,045.75	-	-	-
Addition	1.29	1.42	7.44	1.69	4.70	25.12	0.21	-	42.27	32.66	515.54	1.01	-	633.35	-	-	-
Transfer / Sale	-	-	-	(5.68)	-	-	-	-	-	-	(11.92)	-	-	(17.60)	-	-	-
At March 31, 2019	2.52	2.77	21.94	5.87	8.43	61.10	0.73	-	115.90	119.93	1,318.77	3.54	-	1,661.50	-	-	-
At April 1, 2019	2.52	2.77	21.94	5.87	8.43	61.10	0.73	-	115.90	119.93	1,318.77	3.54	-	1,661.50	-	-	-
Addition	0.27	3.26	7.85	1.75	8.19	28.80	0.04	-	45.51	38.96	614.78	1.01	5.00	755.42	-	-	-
Transfer / Sale	-	-	-	-	-	-	-	-	-	(0.23)	(45.11)	-	-	(45.34)	-	-	-
At March 31, 2020	2.79	6.03	29.79	7.62	16.62	89.90	0.77	-	161.41	158.66	1,888.44	4.55	5.00	2,371.38	-	-	-
Net Carrying Amount as on 31/03/2019	1.14	5.84	40.49	12.54	37.61	202.39	0.15	1,044.32	1,119.19	302.86	5,053.63	20.28	-	7,840.44	105.29	782.66	887.95
Net Carrying Amount as on 31/03/2020	1.96	11.25	32.64	14.73	31.88	173.59	0.76	1,044.32	1,080.07	301.83	5,459.39	19.27	74.96	8,246.65	212.28	1,246.95	1,459.23

* During the last year Pritika Autocast Limited (Transfereor Company) has been amalgamated with Pritika Auto Industries Limited (Transferee Company) vide order dated 06 th February 2019 . The updation of name of Pritika Auto industries limited on title of properties in the name of Pritika Autocast Limited is under process.

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

(All amounts in INR in Lacs)

4 Goodwill

Particulars	As At March 31, 2020	As At March 31, 2019
Goodwill	1,354.77	1,354.77
Total	1,354.77	1,354.77

5 Investments

Particulars	As At March 31, 2020	As At March 31, 2019
Investments carried at Fair Value through Other Comprehensive Income (FVOCI)		
Investments in Equity Instruments fully paid up (Unquoted)		
Shivalik Solid Waste Management Limited (10,000 Equity shares of Rs. 10/-)	1.00	1.00
Investments in Equity Instruments (quoted)		
Ajooni Biotech Limited (18,75,000 Equity Shares of Rs 10 /- each)	337.50	-
Investments in Mutual Fund- Canara bank Robeco		
	23.50	22.00
Total	362.00	23.00
Aggregate book value/Market value of unquoted investments	1.00	1.00
Aggregate market value of Mutual Fund Investment	23.50	23.38
Aggregate market value of quoted investments	337.50	-

6 Other financial Assets

Particulars	As At March 31, 2020	As At March 31, 2019
Bank deposits having original maturity more than 12 months	138.41	114.33
Total	138.41	114.33

7 Deferred tax assets(Net)

Particulars	As At March 31, 2020	As At March 31, 2019
<u>Relating to origination and reversal of temporary differences *</u>	127.21	185.32
Total	127.21	185.32

* Note : Deferred Tax assets balance includes the balance of Mat credit entitlement of INR 71.87 (As at March 2019 : INR 142.24)

8 Other non-current Assets

Particulars	As At March 31, 2020	As At March 31, 2019
Unamortised Processing Cost	14.08	18.94
Security Deposits	162.77	122.49
Total	176.85	141.43

9 Inventories

Particulars	As At March 31, 2020	As At March 31, 2019
Raw Materials { include in transit of INR Nil (At March 31 ,2019 INR 143.89)}	1,472.95	1,487.39
Store & Spares	348.47	224.59
Work in Progress	3,932.46	3,807.48
Finished Goods	57.21	73.85
Total Inventories are carried at lower of cost and net reliable value	5811.09	5,593.31

10 Trade Receivables

Particulars	As At March 31, 2020	As At March 31, 2019
Unsecured, Considered Good.	4,640.41	4,753.02
	4,640.41	4,753.02
Less : Provision for Doubtful Debts	-	(9.79)
Total	4,640.41	4,743.23

Note : Trade receivables includes receivables from related parties . (Please refer note no. 35)

11 Cash and Cash Equivalents

Particulars	As At March 31, 2020	As At March 31, 2019
Balances with banks		
- in current accounts	113.35	36.83
Cash on Hand (including imprest)	19.29	16.14
Total	132.64	52.97

12 Bank balances other than Cash and Cash Equivalents

Particulars	As At March 31, 2020	As At March 31, 2019
Investment in term deposits (With Original Maturity more than 3 months but less than 12 months(including interest accrued)	132.10	128.98
Total	132.10	128.98

13 Other Current Financial Assets

Particulars	As At March 31, 2020	As At March 31, 2019
Unsecured , Considered Good		
Loan and advances others	1,325.49	1,738.09
Advance to Staff	6.21	5.47
Total	1,331.70	1,743.56

* Note : Loan & Advances others includes receivables from related parties . (Please refer note no. 35)

14 Other Current Assets

Particulars	As At March 31, 2020	As At March 31, 2019
Unsecured , Considered good		
Prepaid expenses	26.30	18.10
Balance with Govt. authorities	284.58	326.66
Other Receivable	43.86	66.07
Total	354.74	410.83

15 Equity Share Capital

Particulars	As At March 31, 2020	As At March 31, 2019
Authorised		
3,65,00,000 (PY 3,65,00,000) Equity shares of Rs.10/- each	3,650.00	3,650.00
	3,650.00	3,650.00
Issued, subscribed and fully paid-up		
1,77,34,500 (PY 1,77,34,500) Equity shares of Rs.10/- each	1,773.45	1,773.45
Total	1,773.45	1,773.45

(a) Reconciliation of shares outstanding at the beginning and at the end of the period

Particulars	No of shares
Equity Shares	
At April 1, 2018	175.60
Add: Issued during the period	1.75
At March 31, 2019	177.35
Add: Issued during the period	-
At March 31, 2020	177.35

(b) Term/right attached to equity shares:

The Company has only one class of equity share having a par value of INR 10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Details of share held by each shareholder holding more than 5 % shares ;

Particulars	As At March 31, 2020	As At March 31, 2020	As At March 31, 2019	As At March 31, 2019
	% of holding		% of holding	
Equity Shares				
Harpreet Singh Nibber	11.59%	20.55	11.59%	20.55
Raminder Singh Nibber	6.60%	11.71	6.60%	11.71
Pritika Industries Limited	27.86%	49.41	27.86%	49.41
Rajesh Sadhwani	9.76%	17.32	9.16%	16.25

16 Other Equity

Particulars	As At March 31, 2020	As At March 31, 2019
Retained Earnings		
Opening balance '	2,505.31	1,120.52
Net Profit / (loss) for the year	557.85	1,412.14
Less: Corporate Dividend	(88.67)	(35.12)
Add : Mat Credit Adjustment	(16.46)	14.99
Less : Corporate Dividend Tax	(18.22)	(7.22)

Add: Other Comprehensive Income	61.24	-
Closing balance	3,001.05	2,505.31
(B) Securities Premium		
Opening Balance	5,369.97	5,037.47
Securities Premium during the year	-	332.50
Closing balance (B)	5,369.97	5,369.97
(C) Capital reserve	1,604.90	1,604.90
During the year	-	-
Closing Capital Reserve	1,604.90	1,604.90
(D) Share Warrant		
Share Warrant 5,75,000 (PY 5,75,000) , Rs. 50 paid up of Rs. 200 each	287.50	287.50
Closing Balance	287.50	287.50
Total	10,263.42	9,767.68

During last year, the Company under section 42 and other applicable provisions of the Companies Act, 2013 has issued and allotted on preferential basis 5.75 Lakh warrants at a price of Rs. 200 per Warrant (Rs. 50 Paid up) to public (non -promoters) which will be converted into equivalent number of equity shares of Rs. 10 each at a premium of Rs. 190 per share on or before 20-07-2020 at the discretion of warrant holder.

17 Borrowings

Particulars	As At March 31, 2020	As At March 31, 2019
1. Term Loan		
(a) Secured *		
- From Banks	1,687.51	1,589.88
- From Financial Institutions / NBFC	360.73	639.42
(b) Unsecured		
- From Financial Institutions / NBFC	86.36	86.75
- From Banks	36.62	-
- From Directors	14.16	14.16
2. Long Term Maturities of finance Lease obligations-Unsecured	46.54	-
Total	2,231.92	2,330.21

Note No.17: Details of Securities and Terms of Repayment

I. Secured : Term loans from Banks

Canara Bank

Secured by first charge by way of hypothecation of Trade receivables, Inventories, other current assets and Plant and Machinery of the company including land & Building. These loans are also personally guaranteed by directors Namely Mr. Raminder Singh Nibber & Mr. Harpreet Singh Nibber. Vehicles loan is secured by first charge by way of hypothecation of vehicles purchase out from these loan funds.

Particulars	As At March 31, 2020	As At March 31, 2019
The term loan of Rs 112 lacs repayable in 72 monthly installments comprising of 71 monthly installments of Rs 1.56 lacs each and last monthly installment of Rs 1.24 lacs. Current rate of interest is 12.90%.	-	7.48
The term loan of Rs 200 lacs repayable in 60 monthly installments of Rs 3.33 lacs each and last monthly installment of Rs. 3.53 lacs. Current rate of interest is 12.85%.	-	40.00
The Term Loan of Rs 2.73 lacs repayable in 36 Installments of Rs 0.09 Lacs . Current rate of interest is 8.90%.	-	0.17
The Term Loan of Rs 75 lacs repayable in 72 Installments of Rs 1.05 Lacs and one monthly installment of 0.45 lacs excluding interest part. Current rate of interest is 12.80%.	2.18	15.29
The Quasi Equity Loan of Rs. 220.00 lacs repayable in 72 Monthly Installments of Rs.3.06 lacs each excluding interest part @12.80% having 12 month moratorium period.	36.67	73.33
The Working Capital Term Loan of Rs. 150.00 lacs repayable in 60 monthly instalment of Rs. 2.50 lacs each excluding interest part @ 10.45 % .	142.50	150.00
The Term Loan of Rs. 265.00 lacs repayable in 54 monthly installments of Rs.4.91 lacs excluding interest part @ 9.85% .	176.66	235.54
The Vehicle loan of Rs 6.50 lacs repayable in 48 monthly installments of Rs 0.17 lacs each. Current rate of interest is 9.65%.	-	0.16
The Vehicle loan of Rs 3.00 lacs repayable in 60 monthly installments of Rs 0.06 lacs. Current rate of interest is 9.35%.	0.13	0.84
The Vehicle Loan of Rs 6.50 lacs repayable in 60 Installments of Rs.0.13 lacs each including interest part. Current rate of interest is 9.10%.	4.67	5.79
The Vehicle Loan of Rs 10.50 lacs repayable in 60 Installments of Rs.0.21 including interest part. Current rate of interest is 9.00%.	7.70	9.50
The Vehicle Loan of Rs 5.50 lacs repayable in 60 Installments of Rs.0.11 lakh each including interest part. Current rate of interest is 8.70%.	4.51	5.42
The Vehicle Loan of Rs.8.25 lacs repayable in 60 Monthly Installments of Rs.0.17 each including interest part @9.25 %.	5.80	7.23

The Vehicle Loan of Rs.50.00 lacs repayable in 60 Monthly Installments of Rs.1.05 lac each including interest part @9.00%.	17.19	27.42
The Term loan of Rs 1286 lacs repayable in 107 monthly installments .Current rate of interest is 12.20% p.a with a moratorium period 8 month from the date of COD:31.07.2018	1,210.05	1,286.00
Total	1,608.06	1,864.17
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	148.53	278.78
Amount shown as Loan	1,459.53	1,585.39

II Secured Loans from others

Secured by first charge by way of hypothecation of Trade receivables, Inventories, other current assets and Plant and Machinery of the company including land & Building and Secured by first charge by way of hypothecation of vehicles purchased out these loan funds.

Particulars	As At March 31, 2020	As At March 31, 2019
ICICI Bank : The Vehicle loan of Rs 5.65 lacs repayable in 60 monthly installments comprising of 59 monthly installments of Rs 0.116 lacs each and last monthly installments of Rs 0.09 Lacs (including interest part).current Interest rate is 8.75%.	2.55	3.67
ICICI Bank : The Term loan of Rs.323.8 lacs repayable in 60 monthly installments of Rs.5.40 lacs each (excluding interest part).Current Interest rate is 10%.	264.44	0.00
HDFC Bank : The Vehicle Loan of Rs.12.00 lacs repayable in 60 Monthly Installments of Rs.0.25 lacs each including interest part .	1.94	4.64
Total	268.93	8.31
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	40.95	3.82
Amount shown as Loan	227.98	4.49
GRAND TOTAL OF SECURED LOANS FROM BANKS	1,687.51	1,589.88

I(II) Secured Loans

A. Loans from Financial Institutions

Secured by first charge by way of hypothecation of all the moveable including plant, machinery and equipment acquired/to be acquired under the project/scheme. These loans are personally guaranteed by directors namely Mr. Raminder Singh Nibber and Mr. Harpreet Singh Nibber.

Particulars	As At March 31, 2020	As At March 31, 2019
SIDBI : The term loan of Rs 90 lacs repayable in 72 monthly installments of Rs 1.25 lacs each (excluding interest part). Current Interest rate is 9.60%.	-	81.25
SIDBI :The term loan of Rs 225 lacs repayable 54 monthly installments comprising of 53 monthly installments of Rs 4.15 lacs each and 1 monthly installments of Rs 5.05 lacs (excluding interest part). Current Interest rate is 12.50%.	-	100.50
SIDBI : The term loan of Rs 130 lacs repayable in 72 monthly installments comprising of 24 monthly installments of Rs 0.25 lacs each and 12 monthly installments of Rs 0.50 lacs each and next 12 monthly installments of Rs 2.00 lacs each and next 12 monthly installment Rs 3.00 lacs each and next 11 installment of Rs.5.00 lacs each and the last installment of Rs.3.00 lacs (excluding interest part). Current Interest rate is 9.95%.	-	126.25
SIDBI : The term loan of Rs 20 lacs repayable in 72 monthly installments comprising of 71 monthly installments of Rs 0.28 lacs each and 1 monthly installments of Rs 0.12 lacs (excluding interest part). Current Interest rate is 9.35%.	-	15.80
SIDBI : Term Loan of Rs. 75 Lacs repayable in 54 monthly installments comprising of first 53 installments of Rs. 1.39 lacs each and last i.e 54th Installment of Rs. 1.33 lacs @ 9.60 %	36.08	52.76
SIDBI : Soft Loan of Rs. 10 Lacs repayable in 54 monthly installments comprising of first 53 installments of Rs. 0.19 lacs each and last i.e 54th Installment of Rs. 0.20 lacs @ 8.95 %	4.82	7.04
Mahindra & Mahindra Financial Services Limited : The vehicle term loan of Rs. 11.80 lacs repayable in 60 monthly installments comprising of Rs. 0.24 lac each (including interest part).Interest rate is 9 %	9.33	11.33
Bajaj Finance Ltd. : The term loan of Rs.200 lacs repayable in 60 installments comprising of Rs. 4.29 lac each including interest part.Interest rate is 10.50%.	159.31	192.22
Daimler Financial Service Pvt. Ltd. : The vehicle loan of Rs. 56.02 lacs repayable in 48 monthly installments comprising of 47 installments of Rs. 1.09 lac each and 48th installment of Rs. 24.09 lac .Interest rate is 11.75%	46.05	53.26
Mahindra & Mahindra Financial Services Limited : The term loan of Rs 245 lacs repayable in 48 monthly (3 months moratorium period) installments comprising of Rs 6.86 lacs each (Including interest part) .Interest rate is 12.35%	160.72	186.60

Punjab Reliable Investment (P) Ltd. :The Machinery Loan of Rs . 23 Lacs repayable in 45 installments comprising of first 11 installments of Rs.0.84 lacs each ,12th installment of Rs.0.89 lacs , next 4 installments of Rs. 0.84 lacs each , next 7 installments of Rs.0.66 lacs each , 24th installments of Rs. 0.71 lac next 8 installments of Rs. 0.66 Lacs each , next 3 installments of Rs. 0.454 lac each , 36th installment of Rs. 0.504 lac and next 9 installments of Rs. 0.454 lacs each .(Including interest part).	19.76	-
Punjab Reliable Investment (P) Ltd. :The Machinery Loan of Rs . 28 Lacs repayable in 45 installments comprising of first 16 installments of Rs. 1.02 lacs each , next 7 installments of Rs. 0.80 lacs each , 24th installments of Rs. 0.83 lacs next 8 installments of Rs. 0.80 Lacs each , next 3 installments of Rs. 0.56 lacs each , 36th installment of Rs. 0.59 lacs and next 9 installments of Rs. 0.56 lacs each .(Including interest part).	23.37	-
Punjab Reliable Investment (P) Ltd. :The Machinery Loan of Rs . 14 Lacs repayable in 47 installments comprising of first 11 installments of Rs.0.51 lacs each ,12th installment of Rs. 0.56 lac , next 4 installments of Rs. 0.51 lacs each , next 7 installments of Rs. 0.39 lacs each , next 24 th installments of Rs. 0.45 lac , next 8 installments of Rs. 0.39 Lacs each , next 3 installments of Rs. 0.24 lacs each , 36th installment of Rs. 0.24 lacs and next 11 installments of Rs. 0.24 lacs each .(Including interest part).	13.40	-
Punjab Reliable Investment (P) Ltd: Loan of Rs 16.50 Lacs for machinery repayable in 47 installments comprising of first 16 installments of Rs 0.60 lacs each , next 16 installments of Rs 0.46 lacs each , last 15 installments of Rs 0.28 lacs each (Including interest part).	-	3.07
Total	472.84	830.08
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	112.11	190.66
Amount shown as Loan	360.73	639.42

GRAND TOTAL OF UNSECURED LOANS FROM OTHERS	360.73	639.42
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B. Loans from NBFC

Particulars	As At March 31, 2020	As At March 31, 2019
Tractors and Farm Equipments Limited (Tafe) : Loan of Rs 60 Lacs repayable in 24 monthly installments of Rs. 2.5 Lacs each. Interest rate is 10.50%	17.67	47.93
Tata Capital Financial Services Limited : The term loan of Rs. 50 lakh repayable in 24 equated monthly installments of Rs. 2.44 lacs each . Interest rate is 16%.	50.00	-
Cholamandalam Investment and Finance Company Ltd.: The loan of Rs. 80 lacs repayable in 84 monthly installments of Rs. 1.33 lacs each .Current interest rate @ 10.25%.	68.82	77.35
Total	136.49	125.28
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	50.13	38.53
Amount shown as Loan	86.36	86.75

II (II) Unsecured Loans

A. From bank

Particulars	As At March 31, 2020	As At March 31, 2019
IDFC First Bank Limited : The term loan of Rs. 51 lacs repayable in 36 monthly installments of Rs. 1.79 lakhs each . Interest rate is 16%.	51.00	-
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of Loans .	51.00	-
	14.38	-
Amount shown as Loan	36.62	-

From Directors

Particulars	As At March 31, 2020	As At March 31, 2019
Sh. Raminder Singh Nibber	14.16	14.16
Total	14.16	14.16

2. Long Term Maturities of finance Lease obligations-Unsecured

Particulars	As At March 31, 2020	As At March 31, 2019
Lease Liability		
(A Machinery has been taken on Lease on 18.12.2019 for 48 monthly rental on lease payment of Rs. 1,88,153 /-	69.12	-
Less: Amount shown in Other Financial liabilities in Note No. 23 towards Current Maturities of lease liability .	22.58	-
Total	46.54	-

18 Provisions

Particulars	As At March 31, 2020	As At March 31, 2019
Provision for Employee Benefits		
Leave encashment	20.40	10.94
Provision for Gratuity	132.82	117.40
Total	153.22	128.34

19 Deferred Tax Liabilities (net)

Particulars	As At March 31, 2020	As At March 31, 2019
Deferred Tax		
-Relating to origination and reversal of temporary differences	200.87	164.80
Total	200.87	164.80

20 Other non-current Liabilities

Particulars	As At March 31, 2020	As At March 31, 2019
Tooling Advance		
-from related parties	557.00	532.00
-Others	28.05	-
Total	585.05	532.00

21 Borrowings

Particulars	As At March 31, 2020	As At March 31, 2019
Secured		
From Bank- Cash Credit - Loan Repayable on Demand	4,180.71	3,250.20
	-	-
Total	4,180.71	3,250.20

The cash credit limit is secured by first charge by way of hypothecation of Trade Receivables, Inventories, other current assets and Plant and Machinery of the company including Land & Building. This limit is also personally guaranteed by directors namely Mr. Raminder Singh Nibber & Mr. Harpreet Singh Nibber.

22 Trade Payables

Particulars	As At March 31, 2020	As At March 31, 2019
Trade payables		
Total Outstanding dues of micro enterprise and small enterprise	-	-
Total Outstanding dues of creditors other than micro enterprise and small enterprise**	1,715.38	1,996.59
Total	1,715.38	1,996.59

***Disclosure in relation to Micro and Small enterprises 'Suppliers' as defined in the Micro, Small and Medium Enterprises Development Act, 2006 ('Act').**

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with their customers the Entrepreneurs Memorandum Number as allocated after filing of the said Memorandum. Accordingly, the disclosures below in respect of the amounts payable to such enterprises as at the period end has been made based on information received and available with the Company.

As explained by management there is no outstanding balance related to Micro and Small enterprises 'Suppliers' as defined in the Micro, Small and Medium Enterprises Development Act, 2006 ('Act') as at year end.

**** Note : Trade payable includes payable to related parties . (Please refer note no. 35)**

23 Other Financial Liabilities

Particulars	As At March 31, 2020	As At March 31, 2019
Current Maturities of Long term Loans	366.10	511.79
Current Maturities on finance lease obligations	22.58	
Interest Accrued but not due on borrowings	9.63	9.37
Creditors for Capital Expenditure	262.61	318.43
Creditors for Expenses	1,743.19	1,745.89
Employee Related Liabilities		
Salaries and Wages payable	74.49	71.55
Other Employee related payments	32.50	29.64
Total	2,511.10	2,686.67

24 Other Current Liabilities

Particulars	As At March 31, 2020	As At March 31, 2019
Audit Fee Payable	3.39	8.87
Electricity Expenses Payable	278.92	143.02
Statutory dues payable	125.38	134.68
Other Liabilities	83.15	92.79
Deferred Income	21.00	24.00
Total	511.84	403.36

25 Provisions

Particulars	As At March 31, 2020	As At March 31, 2019
Provision for Gratuity	22.21	25.77
Provision for Leave encashment	2.39	0.94
Provision for Income Tax (Net of advance tax)	116.24	160.10
Total	140.84	186.82

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

26 Revenue from Operations

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Sale of Products (Net of Sales Returns)	19,603.09	24,511.44
Less :- Indirect Taxes	2,807.91	3,540.24
Total	16,795.18	20,971.20

27 Other Income

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Interest received on deposits with banks and others	136.35	111.14
Misc Receipt	12.41	4.07
Profit/(Loss) on sale of Assets	-	8.47
Dividend Income	0.18	0.37
Duty Draw back	0.39	-
Balance Written back	0.18	38.93
Earned Leave Written back	-	2.38
Total	149.51	165.36

28 Cost of materials consumed

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Raw material and components consumed		
Inventory at the beginning of the year-Raw Materials	1,343.50	1,129.90
Inventory at the beginning of the year-Stores ,Spares, Packing Material	224.59	140.85
	1,568.09	1,270.75
Purchases		
Raw Materials includes stores , spares and packing material etc.	10,004.26	12,921.35
	10,004.26	12,921.35
Less: Inventory at the end of the year - Raw Materials	1,472.95	1,343.50
Less: Inventory at the end of the year- Stores ,Spares and Packing Material	348.47	224.59
Total	9,750.93	12,624.01

28(a) Changes in inventories of finished goods , Work in progress and stock in trade

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
1. Opening inventories		
Work in Progress	3,807.47	3,533.28
Finished Goods	73.85	-
2. Closing inventories		
Work in Progress	3,932.46	3,807.47
Finished Goods	57.21	73.85
	(108.35)	(348.04)

29 Employee Benefits Expense

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Salaries and wages	881.28	824.82
Director Remuneration	217.37	157.80
Contribution to Provident and ESI Funds	73.69	66.72
Bonus and Incentives	102.05	155.52
Staff Welfare Expenses	50.55	50.54
Group Gratuity & Earned Leave	46.84	10.78
Other Expenses	17.15	6.23
Total	1,388.93	1,272.41

30 Finance Cost

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Interest Expenses	658.53	660.96
Other Borrowing Costs	68.09	124.31
Total	726.61	785.27

31 Depreciation and amortisation expenses

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Depreciation on tangible assets	755.42	633.35
Total	755.42	633.35

32 Other expenses

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
(a) Manufacturing Expenses		
Cartage & Forwarding	36.14	47.02
Power & Fuel	1,713.80	2,078.26
Contractual Job Work Expenses	265.59	437.48
Repair & Maintenance		
– Building	3.69	8.37
– Machinery	43.01	48.84
Workshop Expenses	671.50	745.56
Caliberation Expenses	2.02	2.19
Factory Rent	1.80	7.57
Other Manufacturing Expenses	30.81	59.31
	2,768.36	3,434.60
(b) Administrative & Selling Expenses		
Payment to Auditors*	15.66	14.26
Rates & Taxes	6.76	6.09
Directors' Sitting Fees	10.50	14.50
Insurance	28.39	31.61
Legal & Professional Charges	65.91	57.41
Communication Expenses	8.36	8.08
Printing & Stationery	10.34	12.82
Vehicle Running Expenses	34.18	41.50
Travelling & Conveyance Expenses	74.89	73.58
ROC Expenses	0.17	1.66
Advertisement Expenses	1.51	4.30
Rebates and Discount	213.72	152.41
Freight Outward	238.59	327.84
Repairs and Maintenance others	2.38	3.21
Security expenses	54.32	42.61
CSR Expenses	19.81	9.32
Bad Debts	3.58	59.49
Other Misc. Expenses	107.78	110.38
Total	3,665.21	4,405.67

***Detail of Payment to Auditors**

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Audit Fee (Statutory and Tax Audit Fees)	13.25	13.25
Auditor's out of pocket Expenses	2.41	1.01
Total	15.66	14.26

33 Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following data reflects the inputs to calculation of basic and diluted EPS

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Net Profit after tax attributable to equity holders	557.85	1,412.14
	557.85	1,412.14
Weighted average no of equity shares outstanding during the year- for Both Basic EPS	177.35	175.93

Face value of Equity Share (INR)	10.00	10.00
Basic and Diluted	3.15	8.03
No of shares for Diluted EPS	178.78	176.20
Diluted EPS	3.12	8.01

34 Current Tax and Deferred Tax

Particulars	(in Lac's)	
	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Tax:		
Current income tax:	184.02	337.92
Adjustments in respect of current income tax of previous period	0.20	13.83
Deferred Tax:		
Relating to origination and reversal of temporary differences	23.87	-
Total	208.09	351.75
Income Tax on Other Comprehensive Income		
Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Tax	-	-
Deferred Tax		
Net loss/(gain) on remeasurements of defined benefit plans	-	-
Total	-	-

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

35 Related party transactions

a) Related party and nature of the related party relationship with whom transactions have taken place during the year

A) Key Management Personnel

Mr. Harpreet Singh Nibber - Managing Director
 Mr. Raminder Singh Nibber - Chairman
 Mr. Ajay Kumar - Executive Director
 Mr. Ramesh Chander Saini - C.F.O (retired on 30.04.2019)
 Mr. Vedant Bhatt - Company Secretary (ceased w.e.f 22.05.2019)
 Mr. Narinder Kumar Tyagi - C.F.O (appointed on 22.05.2019)
 Mr. Chander Bhan Gupta - Company Secretary (appointed on 22.05.2019)

B) Enterprises owned or Significantly influenced by Key Management Personnel or their Relatives

Pritika Industries Limited

Nature of Transactions During the year	Related Parties			
	Referred in A		Referred in B	
	2019-20	2018-19	2019-20	2018-19
Income				
Sales	-	-	9,940.47	9,121.76
Expenditure				
Purchases	-	-	1,781.75	1,364.17
Director Remunerations	217.37	151.80	-	-
Director Sitting Fees to independent Directors	10.50	14.50	-	-
Salary to KMP's	37.65	27.15	-	-
Interest Payment	-	1.20	-	16.96
Balance as at 31st March, 2020 , Debit / (Credit)	-	-	3,575.60	3,394.89
Loan & Advances				
Loan taken during the year	-	-	-	268.10
Repayment of Loan	-	-	-	268.10
Loan given during the year	-	-	-	-
Repayment of Loan	-	8.60	-	-
Balance as at 31st March ,2020	(14.16)	(14.16)	-	-
Debit/(Credit)				

Note : last year Salary to Mr. Harpreet Singh Nibber , Mr. Raminder Singh Nibber , Mr. Ajay Kumar and Mr. Ramesh Chander Saini was paid by Pritika Autocast Limited / Nibber Castings Private Limited wholly owned subsidiaries which have been amalgamated with the Company .

36 Disclosure pursuant to IND AS 19 on Employee benefit

The Company has a defined gratuity plan covering eligible employees . The following table summarizes the components of net benefit expenses recognized in the Statement of Profit and Loss and the funded status and amount recognized in the Balancesheet .

Defined Contribution Plan:	Current Year	Previous Year
Employer's Contribution to Provident Fund	55.25 Lacs	50.87 Lacs

Assets and liabilities Balance sheets position

Particulars	(in Lac's)	
	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Present value of obligation	155.03	143.18
Fair value of Plan Assets Assets		
Surplus/(Deficit)	-155.03	-143.18
Effects of asset ceiling if any		
Net Asset / Liability	-155.03	-143.18

Changes in the Present Value of Obligation

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Present Value of Obligation as at the beginning	143.18	136.40
Current Service Cost	20.50	21.96
Interest Expense or Cost	11.05	10.63
Re-measurement (or Actuarial) (gain) / loss arising from:		
change in demographic assumptions	(0.11)	-
change in financial assumptions	(1.85)	(13.73)
experience variance (i.e. Actual experience vs assumptions)	(5.24)	(12.09)
others	-	-
Past Service Cost	-	-
Effect of change in foreign exchange rates	-	-
Benefits Paid	(12.50)	-
Acquisition Adjustment	-	-
Effect of business combinations or disposals	-	-
Present Value of Obligation as at the end	155.03	143.18

Actuarial Assumptions:

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Salary Growth	5.00%	7.70%
Discount Rate	6.85%	6.00%

Bifurcation of Present Value of Obligation at the end of the year as per revised Schedule III of the Companies Act, 2013

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Liability (Short term)	22.21	25.78
Non-Current Liability (Long term)	132.83	117.40
Present Value of Obligation	155.04	143.18

Expenses Recognised in the Income Statement

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Current Service Cost	20.50	21.96
Past Service Cost	-	-
Loss / (Gain) on settlement	-	-
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	11.05	10.63
Expenses Recognised in the Income Statement	31.54	32.59

Other Comprehensive Income

Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Actuarial (gains) / losses		
change in demographic assumptions	(0.11)	-
change in financial assumptions	(1.83)	(13.73)
experience variance (i.e. Actual experience vs assumptions)	(5.24)	(12.09)
others	-	-
Return on plan assets, excluding amount recognised in net interest expense	-	-
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-
Components of defined benefit costs recognised in other comprehensive income	(7.18)	(25.81)

37 **Fair values**

The carrying value and fair value of financial instruments by category:

Assets and liabilities carried at amortised cost

Particulars	Carrying Value		Fair Value	
	As At March 31, 2020	As At March 31, 2019	As At March 31, 2020	As At March 31, 2019
Financial assets				
Investments	305.75	23.00	362.00	23.00
Other financial assets	138.41	114.33	138.41	114.33
Trade Receivables	4,640.41	4,743.23	4,640.41	4,743.23
Cash and cash equivalents	132.64	52.97	132.64	52.97
Bank balances other than cash and cash equivalents	132.10	128.98	132.10	128.98
Total	5,349.31	5,062.51	5,405.56	5,062.51
Financial liabilities				
Borrowings	6,412.63	5,580.41	6,412.63	5,580.41
Trade Payables	1,715.38	1,996.59	1,715.38	1,996.59
Other Financial Liabilities	2,511.10	2,686.67	2,511.10	2,686.67
Total	10,639.11	10,263.67	10,639.11	10,263.67

There are no assets and liabilities which have been carried at fair value through the profit and loss account.

There are no assets and liabilities which have been carried at fair value through the other comprehensive income except investments in shares and mutual fund.

The management assessed that cash and cash equivalents, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

38 **Capital Management**

The company manages its capital to ensure that entities in the Company will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the capital deployment.

The company determines the amount of capital required on the basis of annual operating plans and long-term product and other strategic investment plans. The funding requirement are met through equity and long-term/ short-term borrowings.

The company monitors the capital structure on the basis of total debt to equity ratio and maturity of the overall debt portfolio of the Company.

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2020.

Particulars	As At March 31, 2020	As At March 31, 2019
Debt	6,732.19	6,092.20
Less: cash and cash equivalents	(264.74)	(181.95)
Net Debt (A)	6,467.45	5,910.25
Equity (B)	12,036.87	11,541.13
Gearing ratio (A/B)	0.54	0.51

39 **Commitments and Contingencies**

Particulars	As At March 31, 2020	As At March 31, 2019
(a) Contingent Liabilities :		
Claim against the Company not acknowledged as debts*		
- Income Tax	44.86	23.16
- Letter of credit	196.94	-
Guarantees issued by Banks	193.21	123.21

40 The Scheme of Amalgamation (Scheme) under Section 230 and 232 and other applicable provisions of the Companies Act, 2013 between Pritika Autocast Limited, Nibber Castings Private Limited (Transferor Companies) and Pritika Auto Industries Limited (Transferee Companies) has been approved by the National Company Law Tribunal, Bench Chandigarh (NCLT) vide its order dated 06th February 2019 with April 1, 2017 as the appointed date. Upon filing of copy of order with the registrar of companies (ROC) on March 18, 2019, the scheme has become effective and the effect thereof has been given in the accounts.

41 The Company adopted Ind AS 116 effective annual reporting beginning April 1, 2019. The Company applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the standard, recognized on the date of initial application (April 1, 2019). Accordingly, the company did not restate comparative information, instead, the cumulative effect of initially applying this standard, recognized as an adjustment to the opening balance of retained earnings as on April 1, 2019. On that date, the Company recognized a lease liability measured at the present value of the remaining lease payments. The right-of-use asset is recognized at its carrying amount as if the Standard had been applied since the commencement date, but discounted using the lessee's incremental borrowing rate as at April 1, 2019. In accordance with the standard, the company will elect not to apply the requirements of Ind AS 116 to short-term leases and leases for which the underlying asset is of low value.

42 On account of outbreak of Pandemic Covid-19, Government of India declared nation wide lockdown vide order No.40-3/2020. Company temporarily suspended its operations commencing from March 23, 2020. The Company has made detailed assessment of its liquidity position to continue operations for next year and recoverability and carrying value of its assets comprising Inventory and Trade receivables. Based on the current indicators of future economic conditions, the company expects to recover the carrying amounts of these assets. The Company is in automobiles parts manufacturing business. The management has made detailed study of the possible effect of the pro-longed lockdown on its business prospects, both in terms of sales and profitability, and in its assessment, believes that the Company have minimal adverse impact. The Company will continue to closely monitor any material changes arising of future economic conditions and its impact on the business.

43 **Foreign Exchange Earnings and outgo**

During the year, total inflows in foreign exchange were Rs. 60.36 lacs and total outflows in foreign exchange were Rs. 4.17 lacs.

44 The amounts and disclosures included in the financial statements of the previous year have been reclassified and regrouped wherever necessary.

As per our report of even date

For and on behalf of Board of Directors

For Sunil Kumar Gupta & Co.
Firm Registration number: 003645N
Chartered Accountants

Sd/-
S.K Gupta
Partner
Membership no.: 082486

Sd/-
Harpreet Singh Nibber
(Managing Director)
DIN No. 00239042

Sd/-
Raminder Singh Nibber
(Chairman)
DIN No. 00239117

Place: Mohali
Date: 29-06-2020

Sd/-
Narinder Kumar Tyagi
C.F.O

Sd/-
Chander Bhan Gupta
Company Secretary
M.No. F2232

Pritika Auto Industries Limited

Regd off: Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar Mohali Punjab - 160055
CIN: L45208PB1980PLC046738

PROXY FORM Form No. MGT-11

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management and Administration) Rules, 2014]

Name of the Company: Pritika Auto Industries Limited

CIN: L45208PB1980PLC046738

Registered Office: Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar Mohali Punjab - 160055

Website: www.pritikaautoindustries.com **Email:** compliance@pritikaautoindustries.com

I/We, being the member(s) of _____ shares of the above named Company, hereby appoint

1. Name: _____

Address: _____

Email Id: _____

Signature: _____ or failing him

2. Name: _____

Address: _____

Email Id: _____

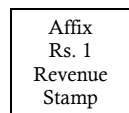
As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 40th Annual General Meeting of Pritika Auto Industries Limited to be held on the 29th day of September, 2020 at 10.00 A.M. on Tuesday at Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar Mohali Punjab - 160055 and at any adjournment thereof in respect of such Resolutions as are indicated below:

Resol. No.	Resolution	Vote (optional, see note no. 3) (please mention no. of shares)	
		For	Against
Ordinary Business			
1.	To receive, consider and adopt the Audited Financial Statements for the year ended 31st March, 2020, together with the Reports of the Board of Directors and the Auditors thereon.		
2.	To receive, consider and adopt the Audited Consolidated Financial Statements for the year ended 31st March, 2020, together with the Reports the Auditors thereon.		
3.	To appoint a director in place of Mr. Raminder Singh Nibber (DIN: 00239117), who retires by rotation and, being eligible, seeks reappointment		
Special Business			
4.	To Ratify remuneration paid to Cost Auditor.		
5.	To Appoint Mr. Subramaniyam Bala (DIN: 00461697) as an Independent Director of the Company.		

Signed this..... day of..... 2020

Signature of shareholder

Signature of Proxy holder(s)



Notes:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. Please complete all details including details of member(s) before submission.
3. It is optional to indicate your preference. If you leave the 'for' or 'against' column blank against any or all of the resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.

Pritika Auto Industries Limited

Regd off: Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar Mohali Punjab - 160055

CIN: L45208PB1980PLC046738

ATTENDANCE SLIP

To be handed over at the entrance of the Meeting Hall

For Physical Holding	For Electronic Form (Demat) NSDL/CDSL		No. of Shares Held
LF No.	DP ID	CLIENT ID	

I hereby record my presence at the Annual General Meeting of the Company, being held on Tuesday, the 29th September, 2020 at 10:00 A.M. at Plot No. C-94, Phase-VII Industrial Focal Point, S.A.S. Nagar Mohali Punjab - 160055.

FULL NAME AND ADDRESS OF THE MEMBER/JOINT MEMBER(S) / PROXY (IN CAPITAL LETTERS):

IF PROXY, FULL NAME AND ADDRESS OF MEMBER/JOINT MEMBER(S) (IN BLOCK CAPITAL LETTERS):

Name of the Member/ Proxy
(in Block Letters)

Signature of the Member/ Proxy

Note:

1. Please complete the Folio/DP ID-Client ID No. and name, sign the Attendance Slip and hand it over at the Attendance Verification counter at the entrance of the Meeting Hall.
2. Electronic copy of the Annual Report including notice of Annual General Meeting for the financial year ended on 31.03.2020 and Attendance Slip along with Proxy Form is being sent to all the members whose e-mail address is registered with the Company / Depository Participant unless any member has requested for a hard copy of the same. Members receiving electronic copy and attending the AGM can print copy of this Attendance Slip.

ROUTE MAP TOWARDS THE VENUE

