

# **MEERA INDUSTRIES LIMITED**

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**PLOT NO. 2126, ROAD NO. 2, G.I.D.C., SACHIN, SURAT-395230.**

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**INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED  
FINANCIAL STATEMENTS FOR THE YEAR ENDED ON  
31ST MARCH, 2021 AS PER COMPANIES ACT, 2013**



## **K A SANGHAVI & CO LLP**

**CHARTERED ACCOUNTANTS**

**FRN 120846W / W100289**

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**K A SANGHAVI & CO. LLP**  
CHARTERED ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF  
MEERA INDUSTRIES LIMITED**

**Report on the Consolidated Financial Statements**

**Opinion**

We have audited the accompanying Consolidated Financial Statements of MEERA INDUSTRIES LIMITED ("the holding company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31<sup>st</sup> March 2021, the Statement of Profit and Loss (including other comprehensive income), and Consolidated Statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the consolidated financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2021 and the consolidated profit, and its consolidated cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the 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 consolidated 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

**Key Audit Matters**

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

S.No.	Key Audit Matter	How the matter was addressed in our audit
1.	Evaluation of uncertain Tax positions. The company has material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome	Obtained details of completed VAT tax assessment and demand for the year ended March 31, 2021 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the dispute.



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	of the said dispute. Refer Note No. 42 to the Consolidated financial statements	Our internal experts also considered legal precedence and other rulings in evaluating management's position on this uncertain tax position. Additionally, we considered the effect of new information in respect of uncertain tax position as at 01.04.2020 to evaluate whether any change was required to management's position on this uncertainties.
2.	The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Company considered current and anticipated future economic conditions on the basis of the related credit information for its customers to estimate the probability of default in future and has taken into account estimates of possible effect from the pandemic relating to COVID-19. We identified allowance for credit losses as a key audit matter because of the significant judgement involved in calculating the expected credit losses. This required a high degree of auditor judgment and an increased extent of effort when performing audit procedures to evaluate the reasonableness of management's estimate of the expected credit losses.	Our audit procedures related to the allowance for credit losses for trade receivables included the following, among others: a) We tested the effectiveness of controls over the (1) development of the methodology for the allowance for credit losses, including consideration of the current and estimated future economic conditions, (2) completeness and accuracy of information used in the estimation of probability of default, and (3) computation of the allowance for credit losses. b) For a sample of customers we tested the input data such as credit related information used in estimating the probability of default by comparing them to external and internal sources of information. c) We evaluated the incorporation of the applicable assumptions into the estimate of expected credit losses and tested the mathematical accuracy and computation of the allowances by using the same input data used by the Company. d) We evaluated the qualitative adjustment to the historical loss rates, including assessing the basis for the adjustments and the reasonableness of the significant assumptions.

**Other Information**

The Holding company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the holding company's annual report, management discussion and analysis, Board's report including Annexures to Board's report but does not include the consolidated Financial Statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated / inconsistent.



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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.

**Management's and Board of Director's Responsibility for the Consolidated Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Group in accordance with the Accounting Standards specified under Section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Group and for preventing and detecting the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management and Board of Directors are responsible for assessing the Group 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 group financial reporting process.

**Auditor's Responsibility for the Audit of the Consolidated Financial Statements**

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

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

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

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estimates and related disclosures in the consolidated financial statements made by management and the Board of Directors.

- Conclude on the appropriateness of management and Board of Directors 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 Group 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group (Holding Company and Subsidiaries) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

#### Other Matters

The accompanying consolidated Financial statements include total assets of Rs. 148.86 lakhs as at March 31, 2021 and total revenue of Rs. 90.52 Lakhs and net cash flows amounting to Rs. 0.02 Lakhs for the year ended on that date in respect of the wholly owned subsidiary company incorporated outside India (i.e. USA) which has not been audited by us, whose financial statements and other financial informations have been compiled at USA by the certified CPA and as per the certificate issued by the CPA, the wholly Owned Subsidiary at USA is not required to get its books of accounts audited for the year under reporting as per the US Regulatory Laws. Therefore, the unaudited Financial results of the subsidiary has been compiled at USA and accordingly included in this consolidated Financial Statements for the year ended on



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31<sup>st</sup> March, 2021. Our opinion, in so far it relates to amounts and disclosures in respect of this wholly owned subsidiary is based solely on such unaudited financial statement and other financial information as compiled by the certified CPA at USA..

**Report on Other Legal and Regulatory Requirements**

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b. In our opinion, proper books of account as required by law relating to the preparation of the aforesaid consolidated financial statements have been kept so far as appears from our examination of those books.
- c. The consolidated Balance Sheet, the consolidated Statement of Profit and Loss, and consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d. In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2021, taken on record by the Board of Directors of the Company and its subsidiaries incorporated in India and the reports of the Statutory Auditors of its subsidiary companies incorporated in India, none of the directors of the group companies incorporated in India is disqualified as on 31<sup>st</sup> March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A" which is based on the auditor's report of the company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting of those companies, for reasons stated therein.

(B) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act :

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company and its Subsidiary companies establishment in India to its directors during the current year is in accordance with the provisions of section 197 of the Act.

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The remuneration paid to any director is not in excess of the limits laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

(C) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. The Group has disclosed the impact of pending litigations as at 31<sup>ST</sup> March, 2021 on its financial position in its Consolidated financial statements – Refer Note 42 to the financial statements.
2. The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company or its Subsidiary Companies incorporated in India during the year ended March 31, 2021.

for **K A SANGHAVI AND CO LLP**  
**Chartered Accountants**  
**FRN : 0120846WW100289**

**AMISH ASHVINBHAI SANGHAVI**  
**PARTNER**  
**M. NO. 101413**

**ICAI UDIN : 21101413AAAAFR9364**

Place : **SURAT**  
Date : **29/06/2021**



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## **ANNEXURE – A**

### **To the Independent Auditor's report to the Consolidated Financial Statements of MEERA INDUSTRIES LIMITED for the year ended on 31<sup>st</sup> March, 2021.**

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

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

##### **Opinion :**

In conjunction with our audit of the consolidated financial statements of Meera Industries Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2021, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies, as of that date.

In our opinion, the Holding Company and such companies incorporated in India which are its subsidiary companies have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31 March 2021, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note")

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

The respective Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective Company considering the essential components of internal control stated in the Guidance Note. 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 (hereinafter referred to as "the Act").

##### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting with reference to 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to consolidated financial statements was established and maintained and whether such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial



reporting with reference to consolidated financial statements included obtaining an understanding of such internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated 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 system over financial reporting with reference to the consolidated financial statements.

#### **Meaning of Internal Financial Controls Over Financial Reporting with reference to Consolidated Financial Statements**

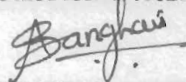
A company's internal financial control over financial reporting with reference to the consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls over financial reporting with reference to the 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to the Consolidated Financial Statements**

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

Place : SURAT  
Date : 29/06/2021

for K A SANGHAVI AND CO LLP  
Chartered Accountants  
FRN : 0120846W/W100289



AMISH ASHVINBHAI SANGHAVI  
PARTNER  
M. NO. 101413

ICAI UDIN : 21101413AAAAFR9364



**MEERA INDUSTRIES LIMITED**  
CIN : L29298GJ2006PLC048627  
**CONSOLIDATED BALANCE SHEET AS AT 31/03/2021**

		In ₹ Lakhs	
Particulars	Note	31/03/2021	31/03/2020
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	1067.88	1067.88
Reserves and surplus	4	1435.51	1268.33
Money received against share warrants		-	-
		2503.39	2336.20
Share application money pending allotment		-	-
<b>Non-current liabilities</b>			
Long-term borrowings		-	-
Deferred tax liabilities (Net)	5	33.98	20.28
Other Long term liabilities		-	-
Long-term provisions	6	7.57	10.00
		41.55	30.28
<b>Current liabilities</b>			
Short-term borrowings	7	0.74	-
Trade payables	8	455.74	385.91
Other current liabilities	9	300.43	182.64
Short-term provisions	10	65.80	24.02
		822.71	592.57
<b>TOTAL</b>		<b>3367.65</b>	<b>2959.05</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment			
Tangible assets	11	1291.69	930.46
Intangible assets	12	20.66	19.99
Capital work-in-progress	13	57.09	16.82
Intangible assets under development		-	-
		1369.44	967.26
Non-current investments		-	-
Deferred tax assets (net)		-	-
Long-term loans and advances	14	113.18	540.89
Other non-current assets		-	-
		1482.62	1508.15
<b>Current assets</b>			
Current investments	15	4.56	5.94
Inventories	16	850.19	838.07
Trade receivables	17	434.26	183.76
Cash and cash equivalents	18	345.25	110.23
Short-term loans and advances	19	244.17	307.09
Other current assets	20	6.60	5.81
		1885.03	1450.90
<b>TOTAL</b>		<b>3367.65</b>	<b>2959.05</b>

The accompanying notes form an integral part of these consolidated financial statements

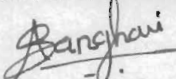
In terms of our attached report of even date

For K A SANGHAVI AND CO LLP

CHARTERED ACCOUNTANTS

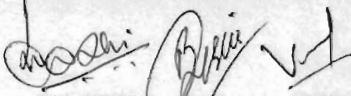
FRN : 0120846WW/100289

ICAI UDIN : **21101413AAAAFR9364**

  
AMISH ASHVINBHAI SANGHAVI  
(PARTNER)  
M. NO. : 101413

Place : SURAT  
Date : 29/06/2021

For and on behalf of the Board of Directors of  
MEERA INDUSTRIES LIMITED

  
DHARMESH VINODBHAI DESAI (MANAGING DIRECTOR)  
BIJAL DESAI (WHOLE TIME DIRECTOR)  
VINOD SATYANARA YAN OJHA (CHIEF FINANCIAL OFFICER)  
BHAVISHA KHAKHKHAR (COMPANY SECRETARY)  
(DIN : 00292502) (DIN : 00292319)



**MEERA INDUSTRIES LIMITED**  
CIN : L29298GJ2006PLC048627

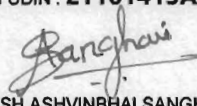
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31/03/2021**

		In ₹ Lakhs	
Particulars	Note	31/03/2021	31/03/2020
Revenue from operations	21	2223.40	2026.54
Other income	22	49.41	85.33
<b>Total Revenue</b>		<b>2272.81</b>	<b>2111.86</b>
<b>Expenses</b>			
Cost of materials consumed	23	1128.40	1197.15
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	24	106.81	(44.28)
Employee benefits expense	25	264.63	278.34
Finance costs	26	2.22	3.39
Depreciation and amortization expense	27	53.50	42.60
Other expenses	28	422.41	558.55
<b>Total expenses</b>		<b>1977.96</b>	<b>2035.75</b>
Profit before exceptional, extraordinary and prior period items and tax		294.85	76.12
Exceptional items		-	-
Profit before extraordinary and prior period items and tax		294.85	76.12
Extraordinary Items		-	-
Profit before prior period items and tax		294.85	76.12
Prior Period Items	29	(2.22)	(1.30)
Profit before tax		292.63	74.82
Tax expense:	30		
Current tax		56.62	17.60
Deferred tax		13.70	5.09
Profit/(loss) for the period from continuing operations		222.31	52.13
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit/(loss) for the period		222.31	52.13
Earnings per equity share:	31		
Basic		2.08	0.50
Diluted		2.08	0.50

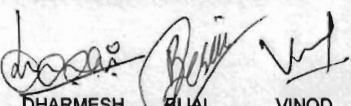
The accompanying notes form an integral part of these consolidated financial statements

In terms of our attached report of even date  
For K A SANGHAVI AND CO LLP  
CHARTERED ACCOUNTANTS  
FRN : 0120846W/W100289

ICAI UDIN : 21101413AAAAFR9364

  
AMISH ASHVINBHAI SANGHAVI  
(PARTNER)  
M. NO. : 101413

For and on behalf of the Board of Directors of  
MEERA INDUSTRIES LIMITED

  
DHARMESH VINOD BHAVISHA  
VINODBHAI DHARMESH SATYANARA KHAKHKHAR  
DESAI BHAI DESAI YAN OJHA  
(MANAGING (WHOLE (CHIEF (COMPANY  
DIRECTOR) TIME FINANCIAL SECRETARY)  
DIRECTOR) OFFICER)  
(DIN : (DIN :  
00292502) 00292319)

Place : SURAT

Date : 29/06/2021

**MEERA INDUSTRIES LIMITED**  
**CIN : L29298GJ2006PLC048627**

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021**

( ₹ in Lakhs )

PARTICULARS	31ST MARCH 2021	31ST MARCH 2020
<b>Cash flow from operating activities</b>		
Profit / (loss) before tax and exceptional items	292.63	74.82
<b>Adjustments for :</b>		
Depreciation	53.50	42.60
Interest Income	(3.04)	(2.89)
Dividend Income	-	-
Profit on sale of Fixed Asset	-	(4.32)
Adjustments for consolidation*	(1.67)	(1.00)
Gain on Sale of Shares / Mutual funds	(0.88)	(3.69)
<b>Operating profit / (loss) before working capital change</b>	<b>340.54</b>	<b>105.52</b>
<b>Movements in working capital</b>		
Increase / decrease in inventories	(12.12)	(172.40)
Increase / decrease in sundry Debtors	(250.50)	157.46
Increase / decrease in Short term advances and loans	72.96	(170.55)
Increase / decrease in other current assets	(0.78)	3.42
Increase / decrease in Long term advances and loans	427.71	(426.07)
Increase / decrease in Sundry Creditors	69.83	(83.34)
Increase / decrease in other Current Liability	117.79	54.11
Increase / decrease in short term provisions	1.10	-
Increase / decrease in other Non - Current Liability	(2.43)	3.10
<b>Cash (used in) / generated from operating activities</b>	<b>764.10</b>	<b>(528.75)</b>
Direct tax paid, net	(25.96)	(31.25)
<b>Net cash (used in) / generated flow from Operating activities</b>	<b>738.14</b>	<b>(560.00)</b>
<b>Cash flow from investing activities</b>		
Purchase of Fixed asset	(455.74)	(575.24)
Proceeds from sale of Fixed Assets	-	41.30
Purchase of Shares / Mutual funds	(155.00)	(460.00)
Proceeds from sale of Shares / Mutual funds	157.25	457.75
Interest Income	3.04	2.89
Dividend Income	-	-
<b>Net cash (used in) / generated from investing activities</b>	<b>(450.45)</b>	<b>(533.30)</b>
<b>Cash flow from financing activities</b>		
Issue of share Capital AS FPO at premium of Rs. 215/- each	-	1,174.50
Payment of Final / Interim Dividend to Shareholders	(53.39)	(177.98)
Payment of Dividend Distribution Tax	-	(36.59)
Share Issue Expenses	-	(68.62)
Received from Borrowings	0.74	-
Repayment of Borrowings	-	-
<b>Net cash (used in) / generated from financing activities</b>	<b>(52.66)</b>	<b>891.32</b>
<b>Net Increase/ decrease in cash and cash equivalent</b>	<b>235.02</b>	<b>(201.99)</b>
<b>Cash and cash equivalent at beginning of the year</b>	<b>110.23</b>	<b>312.22</b>
<b>Cash and cash equivalent at end of period</b>	<b>345.25</b>	<b>110.23</b>



The accompanying notes form an integral part of these consolidated financial statements

**Notes :**

1. The figures in brackets represent outflows.
  2. Previous period's figures have been regrouped / reclassified, wherever necessary, to confirm to current year presentation.
- \* Primarily includes impact of foreign currency translation in non-integral operations.

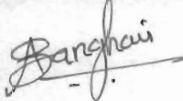
In terms of our attached report of even date

For K A SANGHAVI AND CO LLP

CHARTERED ACCOUNTANTS

FRN : 120846W/W100289

ICAI UDIN : 21101413AAAAFR9364



AMISH ASHVINBHAI SANGHAVI

(DESIGNATED PARTNER)

M. NO. : 101413

PLACE : SURAT

DATE : 29/06/2021

For and on behalf of the Board of Directors of

MEERA INDUSTRIES LIMITED



DHARMESH  
VINODBHAI DESAI

(DIRECTOR)  
(DIN : 00292502)



VINOD  
SATYANARAYAN OJHA

(CHIEF FINANCIAL  
OFFICER)



BIJAL DHARMESHBHAI  
DESAI

(DIRECTOR)  
(DIN : 00292319)



VINOD  
SATYANARAYAN OJHA

BHAVISHA  
KHAKHKHAR

(COMPANY  
SECRETARY)

## **CONSOLIDATED NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021**

### **1 CORPORATE INFORMATION :**

Meera Industries Limited ("the Company") was incorporated on 05/07/2006 as a private Limited company and later on during Financial Year 2016-2017, it got converted in Public Limited Company domiciled in India. Its shares are listed on BSE SME platform effective from 09/05/2017. The company is primarily engaged in the business of manufacture and sale of customized textile machinery and machinery parts and trading and manufacturing of yarn including Import and Export of the same. The company has wholly owned subsidiary at USA.

### **2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES :**

#### **(i) Basis of preparation of Financial Statements :**

These consolidated financial statements comprise the financial statements of Meera Industries Ltd. and its Wholly Owned Subsidiary in USA- Meera Industries USA LLC (together referred to as the Group). The consolidated financial statements are prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis, except in case of assets for which provision for impairment for certain financial instruments which are measured at fair value.

All amounts included in the financial statements are reported in lakhs figures of Indian Rupees.

#### **(ii) Presentation and disclosure of financial statements :**

During the year end 31<sup>st</sup> March 2021, the group has presented the consolidated financial statements as per the Schedule III notified under the Companies Act, 2013. The group has also reclassified the previous figures in accordance with the requirements applicable in the current year.

#### **(iii) Principles of consolidation:**

The consolidated financial statements of the Group are prepared in accordance with Accounting Standard 21 – 'Consolidated Financial Statements', Accounting Standard 23 – 'Accounting for Investments in Associates in Consolidated Financial Statements' as notified by the Rules.

The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the Company for its standalone financial statements.

#### **Subsidiaries**

Wholly own Subsidiary outside India is fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

The financial statements of the Company and its subsidiary have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra group balances and intra group transactions. The unrealised profits or losses resulting from the intra group transactions and intra group balances have been eliminated.

The excess of the cost to the Company of its investment in the subsidiaries over the Company's portion of equity on the acquisition date is recognised in the financial statements as goodwill and is tested for impairment annually. The excess of Company's portion of equity of the subsidiary over the cost of investment therein is treated as capital reserve.

The Company's portion of the equity in the subsidiary at the date of acquisition is determined after realigning the material accounting policies of the subsidiary to that of the parent and the charge/(reversal) on account of realignment is adjusted to the accumulated reserves and surplus of the subsidiary at the date of acquisition.

The consolidated financial statements are prepared using uniform accounting policies for like transactions and events in similar circumstances and necessary adjustments required for deviations, if any to the extent possible unless otherwise stated, are made in the consolidated financial statements and are presented in the same manner as the Company's standalone financial statements.

Share of minority interest, if any in the net profit is adjusted against the income to arrive at the net income attributable to shareholders of the parent Company. Minority interest's share of net assets is presented separately in the balance sheet.

If the losses attributable to the minority in a consolidated subsidiary exceed the minority's share in equity of the subsidiary, then the excess, and any further losses applicable to the minority, are adjusted against the Group's interest except to the extent that the minority has a binding obligation to, and is able to, make good the losses. If the subsidiary subsequently reports profits, all such profits are allocated to the Group's interest until the minority's share of losses previously absorbed by the Group has been adjusted.

A change in the ownership interest of a subsidiary, without a loss of control is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it:

- derecognises the assets (including goodwill) and liabilities of the subsidiary;
- derecognises the carrying amount of any minority interest;
- derecognises the cumulative translation differences, recorded in foreign currency translation reserve;
- recognises the value of the consideration received;
- recognises the value of any investment retained;
- recognises any surplus or deficit in profit or loss;

#### **Associates**

The Group consists of only one Wholly Owned Subsidiary outside India and no other associates during the reporting period.

#### **(iv) Use of estimates :**

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, if any at the end of the reporting period. Although these estimates are based upon



management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19):**

The Group has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these Consolidated financial statements including the recoverability of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Group has, at the date of approval of these financial statements, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Group's financial statements may differ from that estimated as at the date of approval of these Consolidated financial statements.

(v) **Property Plant and Equipment (AS 10) :**

Tangible Fixed assets are carried at cost of acquisition and other applicable costs less accumulated depreciation and accumulated impairment loss, if any. The cost of fixed assets includes cost of acquisition plus, any freight, taxes, duties and other incidental expenses that are directly attributable to bring the assets to their working conditions for their intended use. Borrowing costs directly attributable to the qualifying assets are capitalized as part of the cost. The costs of internally generated assets comprise direct costs attributed to the generation of the assets.

Capital work in progress, if any comprises of the cost of fixed assets that are not yet ready for their intended use at the balance sheet date. Assets held for disposal, if any are stated at the lower of net book value and the estimated net realizable value.

When parts of the items of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to the property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably.

Gain / loss arising from de-recognition / sale / disposal of fixed assets are measured as the difference between the net disposal / sale proceeds and the carrying amount of the assets and are recognized in the statement of profit or loss when the asset is derecognized / disposed off.

Advances paid towards the acquisition of fixed assets, if any outstanding as of balance sheet date is disclosed under long term loans and advances.

(vi) **Intangible Assets :**

Intangible assets are stated at the consideration paid for acquisition less accumulated amortization and accumulated impairment losses, if any.

(vii) **Borrowing Costs (AS 16):**

Borrowing costs attributable to the acquisition of qualifying assets, if any are capitalized as per the requirements of AS 16. Borrowing cost primarily includes interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

(viii) **Depreciation / Amortization :**

Depreciation on tangible fixed assets is calculated on the Straight Line Method (SLM) based on the useful lives and residual values estimated by the management in accordance with Schedule II to the Companies Act, 2013. The identified components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset.

Intangible assets, if any are amortized on a straight line basis over the estimated useful economic life.

(ix) **Impairment of tangible and Intangible Assets (AS 28):**

As per the estimates made by the management and as per the various assessments made by the management, there were no indicators whether internal or external (as provided in para 8 of AS 28) which has led to the impairment loss to any assets. Since there are no such indicators which suggest that the net value of the assets would fall significantly by passage of time and normal use, the company has not provided for any impairment loss for any assets during the current financial period. The company has chosen the "value in use" technique and as per the measurement of future cash flow, the management is of the opinion that the future cash flow and the terminal value of the assets would not be significantly less than the carrying value and hence no impairment for any assets has been provided for in the financial statements.

No reversal of impairment loss has been recognized in the Profit & loss Account.

Since the group has not carried out the activities in segments, the impairment loss or reversal of the impairment loss has not been provided for the segments.

(x) **Investments (AS 13):**

Investments which are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.





Current investments are carried in the financial statements at lower of cost and realisable value. Long-term investments are carried at cost. However, provision for diminution in value, if any is made to recognise a decline other than temporary in the value of such investments.

On disposal of an investment, if any, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

All other investments are stated at cost or Net realizable value whichever is less.

(xi) **Government grants and subsidies (AS 12):**

Grants and subsidies from the government are recognised when there is reasonable assurance that (i) the Company will comply with the conditions attached to them, and (ii) the grant / subsidy will be received.

When the grant or subsidy relates to revenue, it is recognised as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grant relates to an asset, it is recognised as deferred income and released to income in equal amounts over the expected useful life of the related asset.

(xii) **Inventories (AS 2):**

Inventories of materials include raw materials, yarn, stores and spares and consumables, packing materials, components, work-in-progress, stock in transit. Inventories for textile machinery manufacturing division valued at the lower of cost and estimated net realisable value by following Weighted Average Method and for yarn division the inventories are valued at the lower of cost and estimated net realisable value by following at First in First out Method. Inventories of wholly owned subsidiary at USA include the textile machines for trading which is valued at cost or net realisable value whichever is less by following FIFO Method.

(xiii) **Revenue recognition (AS 9):**

Revenue comprises sale & export of customized machinery, yarn and service income, interest income, and export incentive income. Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and that the revenue can be reliably measured. The Company collects GST as applicable on behalf of the government and therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

Revenue from sale of goods is recognised in the statement of profit and loss when the significant risks and rewards in respect of ownership of goods has been transferred to the buyer as per the terms of the respective sales order, and the income can be measured reliably and is expected to be received.

Interest income are recognized on a time proportion basis taking into account the amount outstanding and the rate applicable

Export incentives are recognised when the right to receive the same is established.

Duty drawback income on export is recognized on accrual basis when the right to receive the claim by the company is established.

Exchange gain is recognized on Net basis that is to say after netting off the exchange loss, if any. Exchange gain / loss is recognised on transfer of amount to Rupees Account from Dollar Account maintained by the company during the reporting period.

(xiv) **GST CREDIT :**

GST credit available on purchase of materials, purchase of capital goods and input services is not charged to cost of material, capital goods and services. GST Credit availed is accounted by way of adjustment against GST payable on dispatch of finished goods, GST payable on rendering of services.

(xv) **Retirement and other Employee benefits (AS 15) :**

a) **Short term Employee benefits :**

Short term benefits including salaries, social security contributions, short term compensated absences (such as paid annual leave) where the absences are expected to occur within twelve months after the end of the period in which the employees render the related service, profit sharing and bonus payable within twelve months after the end of the period in which the employees render the related services and non-monetary benefits (such medical care) for current employees are estimated and measured on an undiscounted basis.

b) **Long term employee benefits :**

**Defined Contribution Plan :**

All eligible employees of the company are entitled to receive benefits under the provident fund, a defined contribution plan in which both the employee and the company contribute monthly at a stipulated percentage of the covered employees salary. Contributions are made to Employees Provident Fund Organization in respect of Provident Fund, Pension Fund and Employees Deposit Linked Insurance Scheme, as applicable at the prescribed rates and are charged to Statement of Profit and Loss at actuals. The company has no liability for future provident fund benefits other than its annual contribution.

**Defined Benefit Plan :**

The company provides for gratuity covering employees under which lumpsum payment is paid to vest employees at retirement, death, incapacitation or termination of employment, of an amount reckoned on the respective employees salary and his tenor of employment with the company. The company accounts for its liability for future gratuity benefits based on actuarial valuation determined at each Balance Sheet date by an Independent Actuary using Project Unit Credit Method. The company makes annual contribution to separate schemes managed by Life Insurance Corporation of India. The company recognizes the net obligation of the gratuity plan in the Balance Sheet as an asset or liability, respectively in accordance with Accounting Standard 15, "Employee benefits". Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the statement of profit and loss in the period in which they arise.





(xvi) **Foreign Exchange Transactions (AS 11):**

Transactions in foreign currencies other than those covered by forward contracts entered into by the group are accounted at the exchange rates prevailing on the date of transactions or at rates that closely approximate the rate at the date of the transaction.

Exchange gain income is recognised on the basis of the exchange rate fluctuations between the dates of import / exports as the case may be and the actual payment / receipts of the imports / exports.

Monetary assets (debtors for exports) and liabilities (Creditors for imports) relating to foreign currency transactions remaining unsettled at the end of the period are translated at the period-end rate and the difference in translation and realized gain and losses on foreign exchange transactions are recognized in the statement of profit and loss.

Non-monetary foreign currency items are carried at historical cost determined on the date of transaction.

Exchange difference in respect of liability incurred to acquire fixed assets is charged to revenue account. The group has not entered into any forward exchange contracts intended for trading or speculation purposes.

For the purpose of consolidation of the accounts of the foreign subsidiary, the operations of the subsidiary have been treated as non-integral operations and the income and expenses have been translated at the average of rates during the year except the sales made by the holding to the foreign subsidiary which has been converted on the basis of the actual exchange rate prevailing at the time of the transaction during the year. The assets and the liabilities have been translated at the closing rate on the date of the balance sheet except the investment in the shares of the foreign subsidiary which has been converted at the rate prevailing at the time of the investment made by the holding company. The difference on translation has been taken to foreign exchange translation reserve and disclosed under Reserves and Surplus. Where the foreign subsidiary is disposed off, if any, in the mid of the year, the assets and liabilities have been translated at the closing rate on the date of sale for arriving at the profit / loss on sale of investment

(xvii) **Taxation (AS 22):**

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss. The amount of current tax actually determined at the time of filing of IT return for the Assessment Year determined the final self assessment tax liability and accordingly the company has reversed the excess provision of current tax charged to statement of profit and loss in earlier period or made additional provision for current tax not charged to statement of profit & loss, in current reporting period as the case may be.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the group has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each reporting date, the group re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each reporting date. The group writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Separate and detailed calculation of Deferred tax is appended in these notes.

(xviii) **Provisions and contingent liabilities, Contingent assets (AS 29):**

A provision is recognised when the group has a present obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made of the amount of obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These estimates are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Provisions of various expenses are recognized in the financial statements since there exists present obligations as a result of event and the expenses are accrued and incurred during the year.

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 recognised 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 recognised because it cannot be measured reliably.

The group does not recognise a contingent liability but discloses its existence in the financial statements unless the possibility of an outflow is remote.

A contingent asset is not recognized in the financial statements and hence not disclosed.



(xix) **Earning / (loss) per share (AS 20) :**

Basic earnings / (loss) per share are calculated by dividing the net profit / (loss) for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for any bonus shares issued during the year and also after the balance sheet date but before the date the financial statements are approved by the board of directors for the purpose of calculating diluted earnings / (loss) per share. The net profit / (loss) for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. The number of equity shares and potentially dilutive equity shares are adjusted for bonus and right issue as appropriate. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.

(xx) **Cash and Cash Equivalents :**

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand, cheques on hand and short-term investments with an original maturity of three months or less.

(xxi) **Operating leases :**

**Where the group is a lessee**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on the basis of the lease (rent agreements). Initial direct costs such as legal costs, brokerage costs, etc. if any, are recognised immediately in the statement of profit and loss.

**3 Share Capital**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Authorised</b>		
12000000 (12000000) Equity Shares fully paid up of ₹ 10/- Par Value	1200.00	1200.00
	1200.00	1200.00
<b>Issued</b>		
10678796 (10678796) Equity Shares fully paid up of ₹ 10/- Par Value	1067.88	1067.88
	1067.88	1067.88
<b>Subscribed</b>		
10678796 (10678796) Equity Shares fully paid up of ₹ 10/- Par Value	1067.88	1067.88
	1067.88	1067.88
<b>Paidup</b>		
10678796 (10678796) Equity Shares fully paid up of ₹ 10/- Par Value Fully Paidup	1067.88	1067.88
	1067.88	1067.88

**TERMS / RIGHTS ATTACHED TO EQUITY SHARES**

The Company has only one class of equity shares having a par value of Rs 10 each. Each holder of equity shares is entitled to one vote per share. The shares of the company are listed on the SME platform of BSE.

The company declared and paid Interim dividend at Re. 0.5/- per share during the financial year.

In the event of liquidation of the Company, the holder of 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.

**DETAILS OF CONVERTIBLE SECURITIES:**

The company has not issued any securities convertible into equity or preference shares.

**DETAILS OF SHARES RESERVED FOR EMPLOYEES STOCK OPTIONS :**

The company has not reserved any shares for employees stock options

**Holding More Than 5%**

Particulars	31/03/2021		31/03/2020	
	Number of Share	% Held	Number of Share	% Held
BIJALBEN DHARMESHBHAI DESAI	3252811	30.46	3252811	30.46
DHARMESH VINODKUMAR DESAI	2864788	26.83	2831188	26.51

**SHARE HOLDERS HOLDING MORE THAN 5 % EQUITY SHARES IN THE COMPANY**

As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

The company has no holding company.



# Reconciliation

In ₹ Lakhs

Particulars	31/03/2021		31/03/2020	
	Number of Share	Amount	Number of Share	Amount
Number of shares at the beginning	10678796	1067.88	3927500	392.75
Add : Issue				
FPO ISSUE ON 24.07.2019	0	0.00	522000	52.20
BONUS SHARES ON 24.02.2020	0	0.00	6229296	622.93
	0	0.00	6751296	675.13
Less : Bought Back	0	0.00	0	0.00
Others	0	0.00	0	0.00
Number of shares at the end	10678796	1067.88	10678796	1067.88

## 4 Reserve and Surplus

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
Foreign Currency Translation - Opening	-3.86	-2.57
Addition	(1.73)	(1.29)
Deduction	0.00	0.00
	(5.59)	(3.86)
Securities Premium Opening	734.05	303.30
Additions	0.00	1122.30
Adjusted Bonus Shares	(0.00)	(622.93)
Adjusted Writing off Discount Expenses on Issue of Shares / Debentures	(0.00)	(68.62)
	734.05	734.05
Profit and Loss Opening	538.13	700.57
Amount Transferred From Statement of P&L	222.31	52.13
Appropriation and Allocation		
Interim Dividend	53.39	44.50
Final Dividend	0.00	133.49
Equity Dividend Distribution Tax	0.00	36.59
	(53.39)	(214.57)
	707.04	538.13
	1435.51	1268.33

## 5 Deferred Taxes

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
<b>Deferred Tax Assets</b>		
Employee Benefits	4.40	4.94
Expenditure Disallowances	0.99	1.98
	5.38	6.91
<b>Deferred Tax Liabilities</b>		
Depreciation	39.36	27.19
	39.36	27.19

## CALCULATION OF DEFERRED TAX

### Deferred Liabilities

FOREIGN EXCHANGE ON PURCHASE OF ASSETS  
PRELIMINARY EXPENSE ALLOWABLE IN 2 YEARS  
BONUS PAID  
EXCESS PROVISION OF BONUS RETURN BACK  
GRATUITY EXPENSES PAID  
DEPRECIATION

### Total (A)

### Deferred Assets

GRATUITY PAYABLE  
BONUS PAYABLE  
LEAVE ENCASHMENT PAYABLE

### Total (B)

Total Deferred Liabilities (A-B)

Tax on Deferred Liabilities @ 25.17% On ₹ 54.43

In ₹ Lakhs

In ₹ Lakhs

3.90

3.93

8.77

0.84

10.00

44.45

71.89

5.68

8.79

2.99

17.46

54.43

13.70



Net Deferred Tax (Liabilities) Charged to P &amp; L A/c

13.70

**Defer Tax Liabilities/Assets Transferred to Balance Sheet**

Opening Balance of Deferred Tax (Liabilities)

20.28

Deferred Tax (Liabilities) Charged to P &amp; L A/c

13.70

Deferred Tax (Liabilities) Transferred to Balance Sheet

33.98

**6 Long Term Provisions**

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
<b>Employee Benefits</b>		
<b>Gratuity</b>		
GRATUITY EXPENSES PAYABLE	5.68	10.00
LEAVE ENCASHMENT PAYABLE	1.89	0.00
	<b>7.57</b>	<b>10.00</b>

**PROVISIONS FOR GRATUITY & LEAVE ENCASHMENT :**

Total provision for gratuity and leave encashment has been made as per the independent actuarial valuation report to the extent of ₹ 8.67 Lakhs (10.00 Lakhs). As per the actuarial valuation report, the provision of gratuity and leave encashment that may be incurred in the next 12 months period from the date of the financial statements i.e. ₹ 1.10 Lakhs (NIL) is classified as short term provisions and the remaining amount is considered as long term provisions.

**7 Short Term Borrowings**

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
<b>Other loans and advances</b>		
<b>Unsecured</b>		
SA CHARRON & COMPANY	0.74	0.00
	<b>0.74</b>	<b>0.00</b>

**8 Trade Payables**

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
<b>Creditors Due Small Micro Enterprises</b>		
SUNDRY CREDITORS (GOODS)	60.70	74.10
SUNDRY CREDITORS (LABOUR)	0.00	6.21
<b>Creditors Due others</b>		
SUNDRY CREDITORS - CAPITAL GOODS	3.38	0.00
SUNDRY CREDITORS - EXPENSES	27.09	31.75
SUNDRY CREDITORS - GOODS	333.00	249.23
SUNDRY CREDITORS - LABOUR	31.56	24.62
	<b>455.74</b>	<b>385.91</b>

**SUNDRY CREDITORS COVERED UNDER MSMED ACT, 2006 :**

Sundry creditors covered under MSMED Act, 2006 are those creditors who are outstanding at the balance sheet date. Out of which creditors due for more than 45 days as on the balance sheet date Rs. 1.32 Lakhs. The company has provided interest on the same as per the provisions of MSMED Act, 2006.

Amount due to Micro, Small and Medium Enterprises as on 31<sup>st</sup> March, 2021 (31<sup>st</sup> March, 2020) are disclosed on the basis of information available with the Company regarding status of the suppliers is as follows :-

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	60.70	80.31
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0.04	0.82
Interest paid/reversed during the year	0.82	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	97.34	0.22
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Interest accrued and remaining unpaid	0.04	0.82
Amount of further interest remaining due and payable in succeeding years	-	-





**9 Other Current Liabilities**

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
<b>Other payables</b>		
<b>Employee Related</b>		
<b>Accrued Salary Payable</b>		
DIRECTOR REMUNARATION PAYABLE	2.80	3.49
BONUS PAYABLE	8.79	9.61
WAGES AND SALARY PAYABLE	22.71	11.03
<b>Tax Payable</b>		
<b>TDS</b>		
TCS PAYABLE	0.28	0.00
TDS PAYABLE	3.58	3.25
<b>Sales Tax</b>		
CGST PAYABLE	0.12	0.13
SGST PAYABLE	0.12	0.13
<b>Other</b>		
PROFESSIONAL TAX PAYABLE	2.44	0.20
<b>Other Accrued Expenses</b>		
AUDIT FEES PAYABLE	3.02	2.16
COMMISSION PAYABLE	3.09	0.00
ESIC PAYABLE	0.46	0.48
GARDENING EXPENSES PAYABLE	0.00	0.12
INTEREST PAYABLE ON SUNDRY CREDITORS (MSMED)	0.04	0.82
MARKETING EXPENSES PAYABLE	0.00	0.81
PROFESSIONAL FEES PAYABLE	0.16	0.73
PROVIDENT FUND PAYABLE	2.42	2.67
TELEPHONE EXPENSES PAYABLE	0.00	0.04
WATER CHARGES PAYABLE	0.03	0.01
<b>Other Current Liabilities</b>		
ADVANCE FROM DEBTORS	249.80	146.35
AMOUNT PAYABLE	0.07	0.08
KOTAK MAHINDRA BANK CREDIT CARD	0.49	0.54
	<b>300.43</b>	<b>182.64</b>

**10 Short Term Provisions**

In ₹ Lakhs

Particulars	31/03/2021	31/03/2020
<b>Employee Benefits</b>		
<b>Gratuity</b>		
LEAVE ENCASHMENT PAYABLE	1.10	0.00
<b>Tax Provision</b>		
<b>Current Tax</b>		
PROVISION FOR TAX	64.70	24.02
	<b>65.80</b>	<b>24.02</b>



11 Tangible assets

Particulars	Gross			Depreciation			Impairment			Net	
	Opening	Addition	Deduction	Closing	Opening	During Period	Deducti on	Other Adj.	Closing	Opening	Closing
Land											
Free Hold Land											
LAND	422.22			422.22						422.22	422.22
Total	422.22			422.22						422.22	422.22
Building											
Factory Building											
FACTORY BUILDING	147.52	165.47		312.99	64.71	4.47			69.19	243.80	82.81
Total	147.52	165.47		312.99	64.71	4.47			69.19	243.80	82.81
Plant and Machinery											
PLANT & MACHINERY	376.47	225.59		602.06	75.54	26.19			101.72	500.34	300.93
Total	376.47	225.59		602.06	75.54	26.19			101.72	500.34	300.93
Equipments											
Office Equipments											
OFFICE EQUIPMENT	4.72	1.23		5.95	1.50	0.32			1.82	4.13	3.22
Total	4.72	1.23		5.95	1.50	0.32			1.82	4.13	3.22
Factory Equipments											
FACTORY EQUIPMENT	11.12	4.77		15.90	4.73	0.92			5.65	10.25	6.40
Total	11.12	4.77		15.90	4.73	0.92			5.65	10.25	6.40
Computer Equipments											
COMPUTER & PRINTER	47.80	0.38		48.18	18.75	5.55			24.30	23.88	29.05
Total	47.80	0.38		48.18	18.75	5.55			24.30	23.88	29.05
Furniture and Fixtures											
FURNITURE & FIXTURES	41.54	3.37		44.91	17.52	3.14			20.66	24.25	24.02
FURNITURE AND FIXTURE	3.51			3.51	0.60	0.50		0.07	1.17	2.34	2.91
Total	45.05	3.37		48.42	18.12	3.64		0.07	21.83	26.59	26.93
Vehicles											
Motor Vehicles											
VEHICLES	102.28			102.28	69.87	5.07			74.94	27.34	32.41
Total	102.28			102.28	69.87	5.07			74.94	27.34	32.41
Other Fixed Assets											
ASSETS WITH RESEARCH AND DEVELOPMENT	32.37	9.12		41.49	5.88	2.48			8.36	33.13	26.49
Total	32.37	9.12		41.49	5.88	2.48			8.36	33.13	26.49





Grand Total	1189.55	409.93	0.00	1599.49	259.10	48.64	0.00	0.07	0.00	0.00	0.00	0.00	1291.69	930.46
Previous	689.00	542.80	42.25	1189.55	224.18	40.41	5.26	-0.24	0.00	0.00	0.00	0.00	930.46	464.82

12 Intangible assets

Particulars	Gross			Amortisation			Impairment			Net	
	Opening	Addition	Deduction	Closing	Opening	During Period	During Period	Reversal	Closing	Opening	Closing
Computer Software											
SOFTWARE	32.94	5.53		38.47	13.10	4.84	17.93		20.54	19.85	19.85
SOFTWARES	0.14			0.14	0.13	0.01	0.14			0.01	0.01
Total	33.08	5.53		38.61	13.22	4.85	18.07		20.54	19.86	19.86
Brands/Trademarks											
Trademarks											
TRADE MARK	0.13			0.13	0.00	0.01	0.02			0.12	0.13
Total	0.13			0.13	0.00	0.01	0.02			0.12	0.13
Grand Total	33.22	5.53	0.00	38.74	13.23	4.86	18.09	0.00	0.00	20.66	19.99
Previous	17.59	15.63	0.00	33.22	11.04	2.18	13.23	0.00	0.00	19.98	6.54

PROPERTY, PLANT AND EQUIPMENTS:

- Buildings include the building used for in-house Research and Development work which forms 20% of Total Building Area as certified by the management. Further, other assets used for R&D purpose are shown separately under Other Fixed Assets.
- There is no intent to sale any of the assets held by the company and hence there is no fixed assets held for disposal.
- All the assets purchased during the year were put to use before 31<sup>st</sup> March 2021. The assets which are not put to use during the year are separately shown under capital work-in-progress at the year end.
- There is no lease hold fixed asset held by the company during the year under reporting and in the preceding year.
- The company has purchased capital assets for research and development ₹ 9.12 Lakhs ( ₹ 16.85 Lakhs ).



### 13 Capital work-in-progress

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Tangible Assets Work in Progress</b>		
CAPITAL WORK IN PROGRESS (TANGIBLE)	55.56	16.46
<b>Intangible Assets Work in Progress</b>		
CAPITAL WORK IN PROGRESS (INTANGIBLE)	1.53	0.36
	<b>57.09</b>	<b>16.82</b>

### 14 Long-term loans and advances

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Capital Advances</b>		
Unsecured, considered good		
ADVANCE TO SUPPLIER FOR CAPITAL ASSETS	100.31	516.25
<b>Security Deposits</b>		
Unsecured, considered good		
BSE DEPOSIT	3.89	15.63
DEPOSIT WITH JOSH PETROLEUM	0.10	0.10
ELECTRICITY DEPOSIT (DGVCL)	2.78	2.78
OFFICE RENT DEPOSITE	0.74	0.75
RENT DEPOSITE (BIJAL DESAI)	5.00	5.00
TELEPHONE DEPOSIT	0.03	0.03
UTILITY DEPOSIT	0.33	0.34
	<b>113.18</b>	<b>540.89</b>

### 15 Current investments

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Investments In Mutual Funds</b>		
<b>NonTrade Quoted</b>		
28 (31/03/2020 : 196) INF200K01MA1 of ₹ 3180.64 Each Fully Paidup	0.88	5.94
in SBI LIQUID FUND REGULAR GROWTH		
135 (31/03/2020 : 0) INF200K01MO2 of ₹ 2736.37 Each Fully Paidup in	3.68	0.00
SBI MAGNUM LOW DURATION FUND REGULAR GROWTH		
	<b>4.56</b>	<b>5.94</b>

#### QUOTED INVESTMENTS:

- The investments are valued at cost or realisable value whichever is less.
- Aggregate amount of quoted investments  
Book Value ₹ 4.56 Lakhs ( ₹ 5.94 Lakhs )  
Market Value ₹ 4.59 Lakhs ( ₹ 6.08 Lakhs )
- Aggregate amount of unquoted investments is NIL (NIL)

Aggregate provision for diminution in the value of investments is NIL (NIL) since there is no permanent fall in the value of the quoted investments.

### 16 Inventories

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Raw Material</b>		
CLOSING STOCK OF YARN	36.33	51.84
RAW MATERIAL	493.04	352.07
<b>Work in Progress</b>		
WORK-IN-PROGRESS	147.35	0.00
<b>Finished Goods</b>		
CLOSING STOCK - R&D GOODS	11.25	16.56
FINISHED GOODS	67.50	172.51
SEMI FINISHED GOODS	10.75	139.58
<b>Stock in Trade</b>		
CLOSING STOCK AT USA	45.06	104.28
<b>Goods in Transit</b>		
STOCK IN TRANSIT	0.00	1.23
STOCK IN TRANSIT AT USA	38.90	0.00
	<b>850.19</b>	<b>838.07</b>

#### INVENTORIES:

Inventories are valued at cost or net realisable value whichever is lower by following Weighted Average Method in respect of inventories of machine division whereas for yarn division the inventories are valued at cost or net realisable value whichever is lower by following FIFO method. Inventories of wholly owned subsidiary at USA are valued at cost or net realisable value whichever is less by following FIFO method.



**17 Trade receivables**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Trade Receivable</b>		
<b>Unsecured considered good</b>		
<b>Within Six Months</b>		
SUNDRY DEBTORS (LESS THAN SIX MONTHS)	341.34	87.69
SUNDRY DEBTORS AT USA	61.48	47.01
<b>Exceeding Six Months</b>		
SUNDRY DEBTORS (MORE THAN SIX MONTHS)	31.45	49.06
	<b>434.26</b>	<b>183.76</b>

**TRADE RECEIVABLES:**

Sundry debtors are trade receivables which are due in respect of goods sold in the normal course of the business. The debtors outstanding for more than 6 months are those debtors which are outstanding for more than 6 months from the date of Invoice but all of them are good as reviewed by the management and hence no provisions for doubtful debts has been made.

**18 Cash and cash equivalents**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Cash in Hand</b>	6.39	14.10
<b>Balances With Banks</b>		
<b>Balance With Scheduled Banks</b>		
<b>Current Account</b>		
AXIS BANK	4.32	0.62
IDBI BANK (CURRENT A/C. 27585)	12.79	0.78
KOTAK MAHINDRA BANK (CURRENT A/C. 06965)	32.47	10.96
KOTAK MAHINDRA BANK (CURRENT A/C. 40203)	117.19	5.70
KOTAK MAHINDRA BANK (IPO A/C.)	31.85	2.03
<b>Deposit Account</b>		
KOTAK MAHINDRA BANK TERM DEPOSITE	122.60	47.57
<b>Other Account</b>		
KOTAK MAHINDRA BANK (EEFC A/C.)	17.62	23.57
<b>Balance With Other Banks</b>		
<b>Other Account</b>		
PINNACLE 0615	0.02	4.91
	<b>345.25</b>	<b>110.23</b>

**19 Short-term loans and advances**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Security Deposits</b>		
<b>Unsecured, considered good</b>		
INDIA ITME SOCIETY	0.25	0.00
<b>Loans and advances to others</b>		
<b>Unsecured, considered good</b>		
ADVANCE TO SUPPLIERS	144.74	188.94
STAFF ADVANCES	5.92	3.66
ADVANCE TAX	25.00	45.00
CGST RECEIVABLE	0.00	8.43
IGST REFUNDABLE (EXPORT)	10.07	0.00
INCOME TAX REFUND	31.33	15.19
SGST RECEIVABLE	8.93	25.32
TCS RECEIVABLE	0.18	0.00
TDS RECEIVABLE	0.26	1.73
PREPAID EXPENSES	17.48	18.82
	<b>244.17</b>	<b>307.09</b>

**Short Term Loans and Advances :**

In the opinion of the Board of Directors and to the best of their knowledge and belief the aggregate value of the current assets, loans and advances on realization in the ordinary course of business, will not be less than the amount at which they are stated in the Balance Sheet.

**20 Other current assets**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
DUTY DRAWBACK INCOME RECEIVABLE	3.57	1.37
EXCESS ESIC PAID	0.48	0.00
INTEREST RECEIVABLE ON FD	1.30	0.18



VAT CREDIT RECEIVABLE	0.00	3.01
VAT/CST PAID UNDER PROTEST	1.25	1.25
	6.60	5.81

## 21 Revenue from operations

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Sale of Products</b>		
Manufactures Goods		
EXPORT SALES	732.39	474.68
LOCAL SALES	1460.59	1525.85
Other Goods		
SALE OF MEIS LICENSE	8.75	8.03
<b>Sale of Services</b>		
LABOUR INCOME	13.79	8.45
<b>Other Operating Revenues</b>		
FREIGHT INCOME	7.81	9.52
PACKING AND FORWARDING CHARGES	0.06	0.00
	2223.40	2026.54

### Revenue from Operations :

Export and Local Sales include the sale of Machine division and Yarn Division.

### NOTE: COMPUTATION OF SALES:

#### Machine Division - INDIA

Particulars	In ₹ Lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
	₹	₹
<b>Sale of Products :</b>		
Manufacturing:		
Export Sales	732.39	474.68
	732.39	474.68
Local Sales	1,156.94	812.49
Less : Credit / Debit Note on Sales	15.18	31.85
	1,141.76	780.64
<b>Total</b>	1874.15	1,255.32
<b>Sale of Services :</b>		
Local Services	2.97	1.13
<b>Total</b>	2.97	1.13
<b>Sale of License :</b>		
MEIS License	8.75	8.03
<b>Total</b>	8.75	8.03

#### Yarn Division - INDIA

Particulars	In ₹ Lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
	₹	₹
<b>Sale of Products :</b>		
Manufacturing:		
Export Sales	0.00	0.00
	0.00	0.00
Local Sales	249.41	678.26
Less : Credit / Debit Note on Sales	10.31	3.87
	239.10	674.39
<b>Total</b>	239.10	674.39
<b>Sale of Services :</b>		
Local Services	0.04	0.00
<b>Total</b>	0.04	0.00



**Machine Division - USA**

Particulars	In ₹ Lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
	₹	₹
<b>Sale of Products :</b>		
Manufacturing:		
Local Sales	79.73	70.82
	<b>79.73</b>	<b>70.82</b>
<b>Sale of Services :</b>		
Local Services	10.78	7.32
	<b>10.78</b>	<b>7.32</b>
<b>Total</b>	<b>90.51</b>	<b>78.14</b>

**22 Other Income**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Interest</b>		
INTEREST ON FD	3.04	2.89
INTEREST INCOME	0.00	0.00
<b>Profit(Loss) on Redemption / Sale of Investment &amp; Fixed Assets (Net)</b>		
PROFIT ON SALE OF FIXED ASSETS	0.00	4.32
GAIN ON REDEMPTION OF MUTUAL FUNDS	0.88	3.69
<b>Miscellaneous</b>		
COMPENSATION INCOME	0.00	14.22
DISCOUNT INCOME (NET)	22.79	33.69
DUTY DRAWBACK INCOME	11.68	8.67
FOREIGN EXCHANGE DIFFERENCE (NET)	2.87	16.36
INTEREST ON INCOME TAX REFUND	1.06	0.00
LATE PAYMENT CHARGES	0.00	0.17
NET EXCHANGE GAIN OR LOSS ON TANGIBLE ASSETS	3.90	0.00
EXCESS OF PROVISION WRITTEN BACK OF PROFESSIONAL TAX	0.00	1.32
EXCESS PROVISION WRITTEN BACK OF BONUS	0.84	0.00
PROVISION WRITTEN BACK OF INTEREST ON LATE PAYMENT	0.82	0.00
VAT REFUND	1.53	0.00
	<b>49.41</b>	<b>85.33</b>

**OTHER INCOME :**

Foreign Exchange difference is recorded on net basis i.e. after netting off the foreign exchange loss.

During the year, the Company has not applied for any Grants / subsidies related to the Revenue or specific Fixed Assets nor the Company has received any such Grants / subsidies during the year. During the year the company has earned and claimed duty draw back on export sales which is recognised as income in the statement of profit and loss on the basis of accrual of the same.

**23 Cost of materials consumed**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Raw Material</b>		
Opening	405.15	275.97
Purchase	1252.63	1326.32
Closing	529.37	405.15
	<b>1128.40</b>	<b>1197.15</b>
	<b>1128.40</b>	<b>1197.15</b>

**Details of Raw Material**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
MACHINE DIVISION	910.03	572.37
YARN DIVISION	218.36	624.77
	<b>1128.40</b>	<b>1197.15</b>

**Machine Division :-**

Purchase of Raw Material includes purchases as under:	In ₹ Lakhs	
	As at 31.03.2021	As at 31.03.2020
Import of Raw Material	58.28	33.43
Local Purchase of Raw Material	998.74	699.12
	<b>1,057.02</b>	<b>732.56</b>
Less: Debit Note for Goods return	7.24	67.93
<b>TOTAL</b>	<b>1049.78</b>	<b>664.63</b>





**Yarn Division :-**

In ₹ Lakhs		
Particulars	As at 31.03.2021	As at 31.03.2020
Purchase of Raw Material includes purchases as under:		
Import of Raw Material	0.00	0.00
Local Purchase of Raw Material	203.69	662.01
	203.69	662.01
Less: Debit Note for Goods return	0.84	0.32
<b>TOTAL</b>	<b>202.85</b>	<b>661.69</b>

**24 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade**

In ₹ Lakhs		
Particulars	31/03/2021	31/03/2020
<b>Opening</b>		
STOCK IN TRADE	104.28	79.02
FINISHED GOODS	312.09	293.07
	416.37	372.09
<b>Closing</b>		
STOCK IN TRADE	45.06	104.28
FINISHED GOODS	78.25	312.09
	309.56	416.37
<b>Increase/Decrease</b>		
STOCK IN TRADE	59.21	(25.25)
FINISHED GOODS	233.84	(19.02)
	106.81	(44.28)

**Details of Changes in Inventory**

Particulars	31/03/2021	31/03/2020
<b>Stock In Trade</b>		
STOCK IN TRADE AT USA	59.21	(25.25)
<b>Finished Goods</b>		
MACHINE DIVISION SEMI-FINISHED GOODS	128.83	(25.61)
MACHINE DIVISION FINISHED GOODS	105.01	6.58
<b>Work In Progress</b>		
WORK-IN-PROGRESS	(147.35)	0.00
<b>Other</b>		
STOCK IN TRANSIT AT USA	(38.90)	0.00
	106.81	(44.28)

**25 Employee benefits expense**

In ₹ Lakhs		
Particulars	31/03/2021	31/03/2020
<b>Salary, Wages &amp; Bonus</b>		
ARREARS OF SALARY	0.00	0.96
BONUS EXPENSES	13.65	14.69
SALARY	132.60	131.27
ARREARS OF WAGES	0.00	0.63
WORKER WAGES	82.60	89.28
<b>Contribution to Gratuity</b>		
GRATUITY EXPENSES	6.43	10.20
<b>Contribution to Provident Fund</b>		
PF CONTRIBUTION	13.77	15.57
<b>Staff Welfare Expenses</b>		
STAFF WELFARE EXPENSES	8.00	8.17
<b>Leave Encashment Expenses</b>		
LEAVE ENCASHMENT	3.69	2.55
<b>Other Employee Related Expenses</b>		
ESIC CONTRIBUTION	3.86	4.98
LWF CONTRIBUTION	0.03	0.02
	264.63	278.34

**26 Finance costs**

In ₹ Lakhs		
Particulars	31/03/2021	31/03/2020
<b>Interest Expenses</b>		
Interest Expenses		
BANK INTEREST	0.00	(0.07)
<b>Bank Charges</b>		
BANK CHARGES	2.13	2.26
<b>Other Interest Charges</b>		





INTEREST ON INCOME TAX	0.00	0.30
INTEREST ON LATE PAYMENT	0.04	0.82
INTEREST ON LATE PAYMENT OF TDS	0.05	0.08
	<b>2.22</b>	<b>3.39</b>

**27 Depreciation and amortisation expense**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Depreciation &amp; Amortisation</b>		
DEPRECIATION TANGIBLE ASSETS	48.64	40.41
AMORTISATION INTANGIBLE ASSETS	4.86	2.18
	<b>53.50</b>	<b>42.60</b>

**28 Other expenses**

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
<b>Manufacturing Service Costs Expenses</b>		
<b>Power and Fuel</b>		
DIESEL EXPENSES	1.98	2.36
ELECTRICITY EXPENSES (FACTORY)	14.97	14.66
<b>Water Charges</b>		
WATER CHARGES	1.85	1.69
<b>Freight And Forwarding Charges</b>		
LOADING UNLOADING CHARGES	3.14	2.14
FREIGHT INWARD EXPENSES	20.13	15.26
PACKING AND FORWARDING EXPENSES	12.90	11.53
<b>Lease Rentals</b>		
FACTORY LAND RENT EXPENSES	22.23	21.17
<b>Other Manufacturing Costs</b>		
CONSUMABLES AND SPARES	22.52	11.41
CUSTOM DUTY ON IMPORT	6.19	3.17
HANDLING CHARGES (IMPORT)	0.17	0.15
JOBWORK CHARGES	68.90	43.22
PRODUCTION EXPENSES	0.00	0.09
<b>Administrative and General Expenses</b>		
<b>Telephone Postage</b>		
TELEPHONE EXPENSES	0.68	1.25
POSTAGE & COURIER EXPENSES	8.31	10.50
<b>Printing Stationery</b>		
PRINTING & STATIONERY EXPENSES	1.90	3.33
<b>Rent Rates And taxes</b>		
GIDC NOTIFIED AREA TAX	2.59	2.59
OFFICE RENT	10.70	10.21
VAT EXPENSES	0.12	0.07
INCOME TAX	0.40	0.02
PROPERTY TAX	0.04	0.04
GST EXPENSES	0.26	3.91
TAXES AND LICENSES	0.00	0.14
<b>Auditors Remuneration</b>		
AUDIT FEES	2.00	2.00
<b>Directors Sitting Fees</b>		
DIRECTORS SITTING FEES	0.85	1.85
<b>Managerial Remuneration</b>		
DIRECTORS REMUNERATION	56.40	52.35
<b>Repairs Maintenance Expenses</b>		
AMC EXPENSES	2.16	1.47
REPAIR AND MAINTENANCE EXPENSES	5.79	7.52
<b>Travelling Conveyance</b>		
CONVEYANCE & PETROL EXPENSES	1.25	1.73
TRAVELLING EXPENSES	6.26	29.18
COMPENSATORY ALLOWANCES	0.63	1.05
<b>Legal and Professional Charges</b>		
INTERNAL AUDIT FEES	3.00	3.00
LEGAL AND PROFESSIONAL FEES	6.76	8.25
LISTING EXPENSES	0.93	0.80
CS AUDIT FEES	0.60	0.40
ISO AUDIT FEE	0.20	0.55
MARKETING MAKING FEES	0.45	3.45
DEPOSITARY FEES	0.00	0.09
RATING FEES EXPENSE	0.00	1.38
<b>Insurance Expenses</b>		
INSURANCE EXPENSES	21.93	20.94
<b>Vehicle Running Expenses</b>		



VEHICLE RUNNING & MAINTENANCE EXPENSES	3.28	3.36
Donations Subscriptions		
CSR EXPENSES	0.20	5.00
DONATION EXPENSES	0.20	0.00
Safety and Security Expenses		
SECURITY SERVICES EXPENSES	5.00	4.70
Information Technology Expenses		
COMPUTER EXPENSES	0.44	0.56
INTERNET EXPENSES	0.40	0.63
SOFTWARE LICENSE RENEWAL EXPENSES	0.05	0.11
Subscriptions, Membership Fees		
MEMBERSHIP & SUBSCRIPTION	1.20	1.12
Registration and Filing Fees		
ROC EXPENSES	0.03	0.08
Other Administrative and General Expenses		
AGM EXPENSES	0.12	0.28
CE MARKING CERTIFICATE	0.79	2.03
CLEANING EXPENSES	0.68	1.63
DOCUMENTATION CHARGES	0.08	0.14
GARDENING EXPENSES	1.09	2.12
OFFICE EXPENSES	2.22	2.45
SUPPLIES	0.02	0.81
UTILITIES	5.43	4.23
CREDIT CARD CHARGES	0.22	0.19
LOCKER RENT	0.11	0.09
STAFF UNIFORM EXPENSES	1.61	0.57
STOCK EXCHANGE EXPENSES	0.40	0.82
PENALTY CHARGES	0.09	0.00
DEMAT CHARGES	0.00	0.01
WASTE REMOVAL	0.00	0.09
Selling Distribution Expenses		
Advertising Promotional Expenses		
SALES PROMOTION EXPENSES	2.46	3.90
ADVERTISEMENT EXPENSES	0.00	9.48
Commission Paid		
COMMISSION EXPENSES	13.31	8.34
Transportation Distribution Expenses		
CLEARING & FORWARDING CHARGES	8.86	13.72
FREIGHT OUTWARD EXPENSES	24.53	33.38
HANDLING CHARGES (EXPORT)	0.02	0.15
Other Selling Distribution Expenses		
EXHIBITION EXPENSES	1.62	108.41
FOREIGN BUSINESS EXPENSES	0.20	0.60
ERECTION AND COMMISSIONING CHARGES	0.11	0.00
Research and Development Expenses		
RESEARCH AND DEVELOPMENT EXPENSES	38.48	46.56
Other Expenses		
EXPENSES FOR INCREASE IN AUTHORISED CAPITAL	0.00	8.05
	<b>422.41</b>	<b>558.55</b>

#### COMPUTATION OF R&D EXPENSES

Particulars	In ₹ Lakhs	
	For the year ended 31.03.2021	For the year ended 31.03.2020
Research and Development Expenses :		
Opening Stock of R&D Goods	16.56	17.61
Add :		
Purchase of R&D Goods	4.12	14.42
Other R&D Expenses	0.00	0.18
Salary and Wages	26.93	29.46
Bonus	2.12	2.23
	49.73	63.90
Less : Closing Stock of R&D Goods	11.25	16.56
Scrap Sales	0.00	0.78
	<b>38.48</b>	<b>46.56</b>

#### 29 Prior Period items

Particulars	In ₹ Lakhs	
	31/03/2021	31/03/2020
Prior Period Expenses		
ADVERTISEMENT EXPENSES	(0.20)	(0.82)
CLEARING & FORWARDING CHARGES	(0.03)	(0.00)



EXHIBITION EXPENSES	(0.71)	(0.00)
MEMBERSHIP & SUBSCRIPTION	(0.00)	(0.08)
REPAIR AND MAINTENANCE EXPENSES	(0.00)	(0.40)
JOBWORK CHARGES	(1.28)	(0.00)
	(2.22)	(1.30)

### 30 Tax expense

Particulars	31/03/2021	31/03/2020
<b>Current tax</b>		
EXCESS OF PROVISION FOR INCOME TAX	(8.05)	0.00
PROVISION FOR INCOME TAX	64.67	17.60
<b>Deferred tax</b>		
PROVISION FOR DEFERRED TAX	13.70	5.09
	<b>70.32</b>	<b>22.69</b>

### 31 Earnings per equity share

Particulars	31/03/2021	31/03/2020
<b>Earnings Per Equity Share</b>		
<b>Basic</b>		
BASIC EPS BEFORE EXTRA ORDINARY ITEM	2.08	0.50
<b>Diluted</b>		
DILUTED EPS BEFORE EXTRA ORDINARY ITEM	2.08	0.50
<b>Number of Shares used in computing EPS</b>		
BASIC	107	105
DILUTED	107	105
<b>Weighted Average Number of shares</b>		
Number of Shares for basic EPS calculation		
NUMBER OF SHARES ISSUED DURING CURRENT YEAR	0.00	5.22
NUMBER OF BONUS SHARES ISSUED	0.00	62.29
NUMBER OF SHARES IN THE BEGINNING OF THE YEAR	106.79	39.28

### 32. Additional information pursuant to the provisions of Schedule III of The Companies Act, 2013 in respect of Consolidation :

#### A) List of Subsidiaries which are included in the consolidation and the Company's effective holdings therein are as under :

Name of the subsidiary	Country of Incorporation	Effective ownership in subsidiaries as at March 31,	
		2021	2020
Meera Industries USA LLC	USA	100%	100%

#### B) Additional information, as required under Schedule III of the Act for the entities consolidated as subsidiaries.

Name of the subsidiary	Net Assets (total assets – total liabilities)		Share in profit or loss	
	As % of consolidated Net assets	Amount	As % of Consolidated profit or loss	Amount
<b>Parent</b>				
Meera Industries Limited	99.23	2484.23	98.95	219.98
<b>Indian Subsidiaries</b>	Nil	Nil	Nil	Nil
<b>Wholly owned Subsidiary outside India</b>				
Meera Industries USA LLC	3.36	83.92	1.05	2.33
<b>Minority Interest in all subsidiary</b>	Nil	Nil	Nil	Nil
<b>Eliminations</b>	(2.59)	(64.76)	Nil	Nil
<b>TOTAL</b>	<b>100.00</b>	<b>2503.39</b>	<b>100.00</b>	<b>222.31</b>

#### C) In respect of the following components of consolidated financial statements, it is not practicable to align the accounting policies followed by the subsidiary company.

Components of Consolidated Financial Statements	Particulars	Amount as at March 31, 2021 (March 31, 2020)	Proportion of the total component
Deferred tax	There is no timing difference as far as the subsidiary is concerned, since the subsidiary is WOS at USA and not supposed to file income tax return in India. Therefore, while	NIL (NIL)	NIL (NIL)



	calculating the deferred tax in the consolidated statements, the timing differences arising out of the items appearing in the Holding Company are considered.		
Depreciation	The subsidiary has provided depreciation by taking different useful life of the assets as against the useful life considered by the holding company.	0.51 (0.43)	0.95% (1.01%)

33. **Operating leases:**

The group has taken office at USA and factory land in INDIA on lease rental agreement of 5 years with fixed rental on monthly basis for each of the years included in the lease period which is increasing every year. Each renewal is at the option of lessee. There are no restrictions placed upon the group by entering into these leases. The total rental expenses during the period was ₹ 32.93 Lakhs (31.38 Lakhs).

The group has not entered into any lease agreements with any person during the year whereby any operating lease incomes are generated. The group has not acquired any fixed assets under finance lease / operating lease agreements during the year.

34. **Earning / (loss) per share :**

Basic and Dilutive Earnings per Share ("EPS") computed in accordance with Accounting Standard (AS) 20 'Earnings per Share'.

Particulars		(Number of Shares and ₹ in Lakhs)	
		2020-2021	2019-2020
Basic :			
Profit after tax as per P & L Account before exceptional item	A	222.31	52.12
Weighted Number of Equity shares outstanding during the period	B	106.79	105.14
Basic EPS (Rupees)	A/B	2.08	0.50
Diluted EPS (Rupees)	A/B	2.08	0.50

Since the group has not issued any convertible preference shares or convertible debentures, the diluted EPS is same as that of Basic EPS.

35. **Segmental Reporting (AS 17):**

The group has disclosed business segment as the primary segment. Segments have been identified taking into account the nature of the product, the differing risks and returns, the organization structure and internal reporting system. The group has identified geographical segment as secondary reportable segments.

The group's operations predominantly relate to manufacturing and sale of textile machineries including servicing of machineries on labour basis and also manufacturing and processing of Yarn in local market as well as exports.

Segment revenue, segment results, segment assets and segment liabilities include the respective amounts identifiable to each of the segments. Inter-segment transfers have been carried out at mutually agreed prices which are at arm's length price.

The accounting principles consistently used in the preparation of the financial statements are also consistently applied to record income and expenditure in individual segments. These are as set out in the note on significant accounting policies.

**A. DISCLOUSER OF PRIMARY BUSINESS SEGMENTS**

( ₹ in Lakhs )

PARTICULARS	CURRENT YEAR 31ST MARCH 2021					PREVIOUS YEAR 31ST MARCH 2020				
	MACHINE MFG.	MACHINE TRADING	YARN	ELIMINATIONS	TOTAL	MACHINE MFG.	MACHINE TRADING	YARN	ELIMINATIONS	TOTAL
REVENUE										
External Sales	1,893.74	90.52	239.14	-	2,223.40	1,274.01	78.14	674.39	-	2,026.54
Inter-segment Sale	44.43	-	-	-44.43	-	67.23	-	-	-67.23	-
Total Revenue	1,938.17	90.52	239.14	-44.43	2,223.40	1,341.24	78.14	674.39	-67.23	2,026.54
RESULT										
Segment Result	283.33	-3.37	8.65	-	288.61	59.08	-3.74	17.71	-	73.05
Unallocated corporate Exp.										
Operating Profit					288.61					73.05
Interest Expenses					-0.09					-1.13
Interest Income					4.10					2.89
Income Tax					-56.62					-17.60
Deferred Tax					-13.70					-5.09
Profit From Ordinary Activities					222.31					52.13
Extraordinary Items					-					-
Net Profit					222.31					52.13
OTHER INFORMATION										
Segmental assets	2,670.03	148.86	368.26	-	3,187.15	2,533.35	160.21	155.82	-	2,849.38
Common assets					180.49					109.67



Enterprise assets					3,367.65					2,959.05
Segmental liabilities	602.77	10.14	141.17	-	754.07	492.93	15.31	70.70	-	578.94
Common liabilities					110.19					43.90
Enterprise liabilities					864.26					622.85
Capital expenditure during the year	388.22	-	27.24	-	415.46	557.75	0.55	-	-	558.30
Common capital expenditure					-					0.13
Total Capital expenditure during the year					415.46					558.43
Depreciation during the year	48.82	0.51	4.15	-	53.49	38.79	0.43	3.37	-	42.59
Depreciation on common assets used					0.01					0.01
Total depreciation during the year					53.50					42.60

#### B. DISCLOUSER OF GEOGRAPHICAL BUSINESS SEGMENTS

(₹ in Lakhs)

PARTICULARS	CURRENT YEAR 31ST MARCH 2021			PREVIOUS YEAR 31ST MARCH 2020		
	INDIA	USA	TOTAL	INDIA	USA	TOTAL
REVENUE						
Segment revenue	2,132.88	90.52	2,223.40	1,948.40	78.14	2,026.54
Segment assets	3,218.78	148.86	3,367.65	2,798.84	160.21	2,959.05
Capital Expenditure incurred	415.46	-	415.46	557.88	0.55	558.43

#### Notes to Segmental Results :

There are certain fixed assets used in Group's business, liabilities contracted and certain common expenses incurred by the Group have not been identified to any of the reportable segments since the nature of these assets, liabilities and expenses are such that they can be used interchangeably between the segments. The group believes that it is currently not practical to provide segment disclosure, except as disclosed above, relating to total assets, liabilities and expenses having interchangeable use between segments, since a meaningful segregation of the available data is not feasible and hence kept in unallocated items.

#### 36. Related Party Disclosures :

##### a. Other related parties with whom transactions have taken place during the year :

##### i) Entities where Key Management Personnel (KMP) / relatives of key management personnel (RKMP) have significant influence :

- NIL

##### ii) Key Management Personnel :

- DHARMESH VINODBHAI DESAI - MANAGING DIRECTOR
- BIJAL DHARMESH DESAI - WHOLE TIME DIRECTOR
- VINOD SATYANARAYAN OJHA - CHIEF FINANCIAL OFFICER
- BHAVISHA KHAKHKHAR - COMPANY SECRETARY

##### iii) Relatives of key management personnel :

- NIL

##### b. Transactions between the company and related parties and the status of outstanding balances as at March 31, 2021 (and March 31, 2020)

(₹ in Lakhs)

Particulars	Subsidiaries	Entities where KMP / RKMP has significant influence	KMP	RKMP
<b>Managerial Remuneration Payable</b>				
Bijal Dharmesh Desai	NIL (NIL)	NIL (NIL)	1.13 (1.13)	NIL (NIL)
Dharmesh Vinodbhai Desai	NIL (NIL)	NIL (NIL)	1.47 (2.16)	NIL (NIL)
Vinod Satyanarayan Ojha	NIL (NIL)	NIL (NIL)	0.64 (0.43)	NIL (NIL)



Bhavisha Khakhkhar	NIL (NIL)	NIL (NIL)	0.47 (0.47)	NIL (NIL)
<b>Rent Payable</b>				
Bijal Dharmesh Desai	NIL (NIL)	NIL (NIL)	2.05 (1.91)	NIL (NIL)
<b>Rent Deposit</b>				
Bijal Dharmesh Desai	NIL (NIL)	NIL (NIL)	5.00 (5.00)	NIL (NIL)

c. Disclosure of significant transactions with related parties during the year :

(₹ in Lakhs)				
Type of Transaction	Type of relationship	Name of the entity / person	For the Year ended on March 31, 2021	For the Year ended on March 31, 2020
Managerial Remuneration	KMP	Bijal Dharmesh Desai	23.40	21.60
	KMP	Dharmesh Vinodbhai Desai	33.00	30.75
	KMP	Vinod Satyanarayan Ojha	7.19	8.42
	KMP	Bhavisha Khakhkhar	5.58	6.07
Rentals Paid	KMP	Bijal Dharmesh Desai	22.23	21.17

Note: No loans have been granted by the group to any person for the purpose of investing in the shares of Meera Industries Limited.

37. Employee benefits :

Defined contribution plans

The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognized as an expense in the statement of profit and loss during the period in which the employee renders the related service.

The amount recognised as an expense towards contribution to provident fund for the year aggregated to Rs. 13.77 Lakhs (Rs. 15.57 Lakhs).

The amount recognised as an expense towards contribution to ESI for the year aggregated to Rs. 3.86 Lakhs (Rs. 4.98 Lakhs).

Company adopted Accounting Standard 15 "Employee Benefits" ('AS 15') as specified in Rule 3 of the Companies (Accounting Standard) Rules, 2006:

Defined benefit plan – Gratuity :

a. Description of the Gratuity Plan :

The company provides for gratuity a defined benefit retirement plan covering eligible employees. Gratuity plan provides for a lumpsum payment to employees on retirement, death, incapacitation, termination of employment, of amount that are based on salaries and tenure of the employees. 'Gratuity liability is funded with Life Insurance Corporation of India (LIC)'.

b. Net Liability/ (Asset) recognised in the Balance Sheet

	(₹ in Lakhs)	
	March 31, 2021	March 31, 2020
Present Value of DBO	49.38	44.72
Fair Value of Plan Assets	43.70	34.72
<b>Net Liability/ (Asset)</b>	<b>5.68</b>	<b>10.00</b>
Less: Unrecognised Past service cost	-	-
<b>Liability/(Asset) recognised in the Balance Sheet</b>	<b>5.68</b>	<b>10.00</b>
Of which, Short term Provision	NIL	NIL

c. Expenses recognised in the Profit and Loss Account

	(₹ in Lakhs)	
	March 31, 2021	March 31, 2020
Current Service Cost	7.60	7.31
Interest Cost	2.86	2.43
Expected Return on Plan Assets	(2.25)	(2.18)
Actuarial Loss/ (Gain)	(2.12)	2.44
<b>Employer Expenses</b>	<b>6.09</b>	<b>10.00</b>

d. Reconciliation of Defined Benefit Obligation (DBO)

	(₹ in Lakhs)	
	March 31, 2021	March 31, 2020
<b>Present Value of DBO at start of year</b>	<b>44.72</b>	<b>33.70</b>
Current Service Cost	7.60	7.31



Interest Cost	2.86	2.43
Benefits Paid	(3.35)	(0.70)
Actuarial Loss/ (Gain)	(2.45)	1.98
Present Value of DBO at end of year	49.38	44.72

e. Reconciliation of Fair Value of Plan Assets

	₹ in Lakhs	
	March 31, 2021	March 31, 2020
Fair Value of Plan Assets at start of year	34.72	26.80
Contributions by Employer	10.41	6.90
Benefits Paid	(3.35)	(0.70)
Expected Return on Plan Assets	2.25	2.18
Actuarial (Loss)/ Gain	(0.33)	(0.46)
Fair Value of Plan Assets at end of year	43.70	34.72
Actual Return on Plan Assets	1.92	1.72
Estimated Employer Contributions for the next year	10.00	14.00

f. Percentage Break-down of Total Plan Assets

	₹ in Lakhs	
	March 31, 2021	March 31, 2020
Insurer Managed Funds (traditional)	100%	100%
Government of India Securities	0%	0%
Corporate Bonds	0%	0%
Special Deposit Scheme	0%	0%
Insurer Managed Funds	0%	0%
Others	0%	0%
Total	100%	100%

38. **Cash Flow Statement :**

Cash flows are reported using the indirect method, whereby net profits 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 regular revenue generating, investing and financing activities of the group are segregated.

39. Based on the information available with the group, the group has dues to Micro & Small Enterprises under the Micro, Small and medium Enterprises Development Act, 2006. However, on the outstanding amount related to the Micro and small enterprises outstanding for more than 45 days as on the date of balance sheet, interest has been provided as prescribed under MSMED Act, 2006.

40. **Disclosure required U/S. 186(4) of The Companies Act, 2013 :**

The group has not given any loans and guarantees to any related parties nor provided any guarantees for obtaining loans by the related parties.

No related parties have given any securities for loans obtained by the group.

41. **Provision for trade guarantees / warranties :**

The group is engaged in the business of manufacturing of textile machinery and not provided or entered into any service contracts which creates the liability of warranties etc. and therefore, no such liabilities are provided.

42. **Contingent Liabilities :**

	₹ in Lakhs	
Particulars	March 31, 2021	March 31, 2020
Sales tax assessment for Sales tax A.Y. 2006-2007 pending before Gujarat Commercial Tax Tribunal, Ahmedabad	13.02	13.02

**Notes:**

- The group has filed an appeal before the Appellate authorities in respect of the disputed matter under sales tax and the appeal is pending with the appellate authority. Considering the facts of the matters, no provision is considered necessary by the management because the management is hopeful that the matter would be decided in favour of the group in the light of the legal opinion obtained by the group.

43. **Capital and other commitments :**

There are no contracts remaining to be executed on Capital account and hence no provision has been made on this account.

The group has no obligation on account of non-fulfilment of export commitments under various advance licenses during the reporting period and hence no provisions have been made.

44. **Additional Information pursuant to the provisions of Schedule III of The Companies Act, 2013**

a. **Value of imports calculated on CIF basis**

	₹ in Lakhs	
Particulars	March 31, 2021	March 31, 2020
Raw Materials & Components	65.09	36.77
Stores and Spares	NIL	NIL
Capital Goods	172.84	NIL

b. Expenditure in Foreign Currency (Accrual Basis)

(₹ in Lakhs)

Particulars	March 31, 2021	March 31, 2020
Expenses debited in the statement of Profit & Loss being in the nature of:		
• Foreign Business Expenses	NIL	NIL
• Exhibition Expenses	1.62	67.96
• Foreign Commission Expenses	4.91	1.74

c. Imported and Indigenous raw materials, components and spare parts consumed :

(₹ in Lakhs)

Particulars	March 31, 2021		March 31, 2020	
	Amount	%	Amount	%
Imported	0058.28	005.16	0033.43	002.79
Indigenous	1070.12	094.84	1163.71	097.21
TOTAL	1128.40	100.00	1197.14	100.00

d. Earning in Foreign Currency (accrual basis) :

(₹ in Lakhs)

Particulars	March 31, 2021	March 31, 2020
FOB value of exports	752.20	526.94

e. The group has incurred revenue expenditure of Rs. 38.48 Lakhs (Rs. 46.56 Lakhs) and capital expenditure of Rs. 9.12 Lakhs (Rs. 16.85 Lakhs) for in house research and development during the year.

f. Directors' Remuneration :

(₹ in Lakhs)

Particulars	March 31, 2021	March 31, 2020
Directors' Remuneration	56.40	52.35

g. Auditor's remuneration :

(₹ in Lakhs)

Particulars	March 31, 2021	March 31, 2020
As Statutory Auditor	1.50	1.50
As Tax Auditor	0.50	0.50
For FPO consultancy.	NIL	1.00
TOTAL	2.00	3.00

45. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting policies. (GAAP).

46. The previous year's figures have been regrouped or reclassified wherever necessary to confirm with the current year's presentation.

In terms of our attached report of even date

For K A SANGHAVI AND CO LLP

CHARTERED ACCOUNTANTS

FRN : 0120846/VV100289

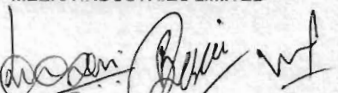
ICAI UDIN : 21101413AAAAFR9364

AMISH ASHVINBHAI SANGHAVI

(PARTNER)

M. NO. : 101413

For and on behalf of the Board of Directors of  
MEERA INDUSTRIES LIMITED



DHARMESH VINODBHAI DESAI BHAI DESAI YAN OJHA KHAKHKHAR

(MANAGING (WHOLE (CHIEF (COMPANY

DIRECTOR) TIME FINANCIAL SECRETARY

DIRECTOR) OFFICER)

(DIN : (DIN :

00292502) 00292319)

Place : SURAT

Date : 29/06/2021

**[PART IV]**  
**BALANCE-SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**  
(or in the case the first return at any time since the incorporation of the company)

**I. Registration Details**

Registration No.	L29298GJ200 6PLC048627	State Code	04
Balance Sheet date	31/03/2021		

**II. Capital raised during the year (amount Rs. thousands)**

Public Issue	Nil	Rights Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

**III. Position of mobilisation and deployment of funds (amount in Rs. Thousands)**

Total liabilities	3,36,764.76	Total assets	3,36,764.76
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**Equity and Liabilities**

Paid-up-capital	1,06,787.96	Reserves and surplus	1,43,550.91
Money against share warrant	Nil	Share application money pending allotment	Nil
Non - Current Liabilities	757.00	Current Liabilities	82,271.00
Defer Tax Liability	3,397.90		

**Assets**

Net fixed assets	1,36,943.56	Investments	456.42
Net current assets	1,63,630.21	Loans and advances	35,734.57
Other non current assets	Nil		

**IV. Performance of company (amount in Rs. Thousands)**

Turnover	2,21,552.48	Other Income	5,728.74
Total expenditure	1,97,796.11	Profit/loss before tax	29,262.87
Profit/loss after tax	22,230.68	Earning per share in Rs.	2.08
Dividend rate %	Nil		

**V. Generic names of three principal products/services of company (as per monetary terms)**

Item Code No. (ITC Code)  
Product description

Item Code No. (ITC Code)  
Product description

Item Code No. (ITC Code)  
Product description

