

Ref No.: GGD/Sec./2021/08/08

Date: August 21, 2021

To,
Corporate Relationship Department
BSE Limited
1st Floor, PJ Towers,
Dalal Street, Fort
Mumbai – 400 001

Dear Sir/Madam,

Subject: Submission of Annual Report for the FY 2020-21

Ref: Scrip Code: 505250

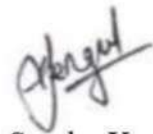
Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith 82nd Annual Report of the Company for the financial year 2020-21.

The Annual Report of the Company for the Financial Year 2020-21, along with the Notice of the Annual General Meeting is being sent to the registered members of the Company by email and is being uploaded on website of Company and is also uploaded at RTA's website at www.linkintime.co.in.

You are kindly requested to take the same on your record.

Thanking you,
Yours faithfully,

For **G. G. Dandekar Machine Works Limited**



Sayalee Yengul
Company Secretary

Encl.: As above

CIN : L99999MH1938PLC002869

Regd. Office & Factory :

B-211/1, MIDC Butibori Industrial Area,

Kinhi Village, Tah. Hingna,

Dist. Nagpur - 441122, Maharashtra

Tel. : (07103) 295109

Website : www.ggdandekar.com



G. G. DANDEKAR MACHINE WORKS LIMITED
82nd Annual Report 2020-2021

Cover Back

Annual Report for the financial year ended on 31st March 2021**BOARD OF DIRECTORS**

Mr. Nihal G. Kulkarni	Chairman (DIN: 01139147)
Mr. Mangesh S. Joshi	Executive Director (DIN: 07244555)
Mr. Pawan J. Rathi	Non-Executive Independent Director (DIN: 06669485) (Audit Committee Chairman)
Mr. Saurabh B. Patwardhan	Non-Executive Independent Director (DIN: 03056479)
Ms. Smita A. Raichurkar	Non-Executive Non-Independent Director (DIN: 08179533)
Mr. Chinmay M. Bhandari	Non-Executive Independent Director (DIN: 07843049)

COMPANY SECRETARY

Ms. Sayalee Yengul (w.e.f. 15th June 2020)

CHIEF FINANCIAL OFFICER

Mr. Shishir Panse (w.e.f. 15th June 2020 upto 31st March 2021)

Mrs. Anagha Kulkarni (w.e.f. 29th June 2021)

STATUTORY AUDITORS

M/s. Kulkarni Soman & Associates,
Chartered Accountants, Pune

SECRETARIAL AUDITORS

M/s. KANJ & Co. LLP
Company Secretaries, Pune

BANKERS

HDFC Bank
State Bank of India

REGISTRAR AND SHARE TRANSFER AGENT

Link Intime India Private Limited
'Akshay Complex' Block No.202, 2nd Floor,
Near Ganesh Temple, Off Dhole Patil Road,
Pune 411001
Tel.: +91 (20) 26161629/ 26160084
Fax: +91 (20) 26163503;
Email: pune@linkintime.co.in
CIN : U67190MH1999PTC118368

REGISTERED OFFICE

211/A, MIDC, Butibori Industrial Area,
Village Kinhi, Tal. Hingana Dist. Nagpur 441122.
Tel.: +91 (07103) 295109;
E-mail: cs@ggdandekar.com, ir@ggdandekar.com
Website: www.ggdandekar.com
CIN : L99999MH1938PLC002869

LOCATION OF FACTORY

Nagpur

Information for shareholders'

Annual General Meeting

Day and Date	: Tuesday, 14th September, 2021
Time	: 9.30 a.m. (IST)
Venue	: "Through Video Conferencing (VC) /Other Audio-Visual Means (OAVM)"
Date of Book Closure	: 8th September 2021 to 14th September 2021 (both days inclusive)

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G. G. DANDEKAR MACHINE WORKS LIMITED

NOTICE

Notice is hereby given that the 82nd Annual General Meeting (AGM) of the Members of G. G. Dandekar Machine Works Limited (the "Company") will be held on Tuesday, 14th day of September 2021 at 09.30 a.m. (IST) through Video Conferencing ('VC') or Other Audio-Visual Means ('OAVM') facility, in compliance of provisions of the Companies Act, 2013 ('the Act') and Rules thereof read with the General Circulars No. 14/2020 dated 8th April 2020, No. 17/2020 dated 13th April 2020, No. 20/2020 dated 5th May 2020 and No. 02/2021 dated 13th January 2021 issued by the Ministry of Corporate Affairs (hereinafter referred as "MCA Circulars") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with the SEBI Circulars No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May 2020 and No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January 2021 (hereinafter referred as "SEBI Circulars") to transact the following business:

ORDINARY BUSINESS:

ITEM NO.1:

To receive, consider and adopt the Audited Financial Statements and the Consolidated Financial Statements of the Company for the Financial Year ended 31st March 2021 and the Reports of the Board of Directors and Auditors thereon.

ITEM NO.2:

To appoint a director in place of Ms. Smita Raichurkar (DIN: 08179533), who retires by rotation and being eligible, offers herself for reappointment.

SPECIAL BUSINESS:

ITEM NO. 3

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

"RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013, (the Act), and the Rules thereof (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Articles of Association of the Company and subject to such other approvals as may be necessary and based on the recommendation of Nomination and Remuneration Committee and Board of Directors, consent of the Members be and is hereby accorded to the re-appointment of Mr. Mangesh Joshi (DIN 07244555) as the Executive Director of the Company, for a term of three years with effect from 25th July, 2021, upon the terms and conditions as set out in the Agreement to be entered into between the Company and Mr. Mangesh Joshi (DIN 07244555), on the remuneration and other terms, set out below:

- A. SALARY:** Basic Salary will be Rs 1,00,000/- (Rupees One Lakh only) per month.
- B. PERQUISITES:** In addition to the aforesaid salary, Mr. Mangesh Joshi as the Executive Director shall be entitled to the following perquisites:
1. Fully furnished residential accommodation. Where no accommodation is provided by the Company, suitable house rent allowance in lieu thereof may be paid up to Rs. 40,000/- per month. The expenses on furnishing, gas, electricity, water and other utilities and repairs shall be borne by the Company.
 2. Reimbursement of all medical expenses incurred for self and family up to Rs. 6,000/- per month.
 3. Leave travel assistance for self and family not exceeding Rs. 4,20,000/- per annum.
 4. Personal accident insurance, premium whereof does not exceed Rs. 12,000/- per annum.
 5. A car with fuel, maintenance, insurance etc, where Company does not provide car, reimbursement of expenses up to Rs. 12,000/- per month
 6. Mobile and Telephone and other communication facilities bill for amount not exceeding Rs. 2,000/- per month.
 7. Contribution to Provident Fund as per the rules of the Company.
 8. Gratuity at the rate of 30 days' salary for each completed year of service.
 9. Leave at the rate of one month for every eleven months of service. Leave not availed of may be encashed at the end of tenure.

10. One time Club membership including taxes for self up to Rs. 15,50,000/-.
11. Special allowance not exceeding Rs. 1,78,000/- per month.
12. Hospitalization expenses incurred for self and family will be paid on actual basis.

Such other benefits and perquisites as may be approved from time to time.

“Family” for the above purpose means spouse, dependent children and dependent parents of the Executive Director.

Perquisites shall be evaluated as per the provisions of the Income tax Rules.

C. COMMISSION:

Commission shall be decided by the Board of Directors based on the net profits of the Company each year, subject to the condition that the aggregate remuneration of an Executive Director shall not exceed the limit laid down under Section 197 read with Schedule V of the Companies Act, 2013.

D. MINIMUM REMUNERATION:

In the event of loss or inadequacy of profits in any financial year during the currency of his tenure as an Executive Director, remuneration by way of salary, perquisites and other allowances shall be in accordance with the ceiling prescribed in Schedule V to the Companies Act, 2013 or any statutory modification thereof, as minimum remuneration.

So long as he functions as the Executive Director, he shall not be paid any sitting fees for attending the meetings of the Board of Directors or Committees thereof.

RESOLVED FURTHER THAT, Mr. Mangesh Joshi will not be liable to retire by rotation till he continues as the Executive Director of the Company and his re-appointment as such Director shall not be deemed to constitute a break in his appointment as an Executive Director.

RESOLVED FURTHER THAT, the Board of Directors be and is hereby authorised to take such steps and to do all such acts, deeds, matters and things as may be necessary or desirable to give effect to this resolution and also to revise the terms of remuneration from time to time within the limits prescribed and permitted under Sections 197 including Rules made thereunder and Schedule V of the Companies Act, 2013, as amended from time to time, during the aforesaid period without further approval of the members of the Company, but with such other approvals, sanctions or permissions, if any, required for such revision in the remuneration and that the decision of the Board of Directors shall be final and conclusive in this regard.”

**By Order of the Board of Directors
For G G Dandekar Machine Works Limited**

Sd/-

Sayalee Yengul
Company Secretary

Place: Pune
Date: 13th August 2021

G. G. DANDEKAR MACHINE WORKS LIMITED

NOTES:

1. In view of massive outbreak of the COVID 19 pandemic, social distancing is a norm to be followed; the Ministry of Corporate Affairs allowed conducting Annual General Meeting through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) and dispensed personal presence of the members at the meeting.

Pursuant to the General Circulars No. 14/2020 dated 8th April 2020, No. 17/2020 dated 13th April 2020, No. 20/2020 dated 5th May 2020 and No. 02/2021 dated 13th January 2021 issued by the Ministry of Corporate Affairs (hereinafter referred as "MCA Circulars") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with the SEBI Circulars No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May 2020 and No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January 2021 (hereinafter referred as "SEBI Circulars") (MCA Circulars and SEBI Circulars together hereinafter referred as "Circulars") prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. In terms of the said Circulars, the 82nd Annual General Meeting (AGM) of the members of the Company will be held through VC/OAVM.

For detailed procedure for participating in the AGM through VC/OAVM please refer point no. 24 below.

2. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

Only a member of the Company will be entitled to attend and vote at the AGM of the Company which will be held through VC or OAVM and no member will be entitled to appoint a proxy to attend and vote instead of himself/herself.

3. Corporate Member(s) intending to appoint their authorized representative(s) to attend the AGM through VC/OAVM are requested to send a duly certified copy of their Board Resolution authorizing their representatives to attend and vote at the AGM, pursuant to Section 113 of the Companies Act, 2013, and Rules thereof including amendments thereunder, to the Scrutinizer by e-mail at mahesh.athavale@kanjcs.com with a copy marked to evoting@nsdl.co.in.

4. The facility for participation at the AGM through VC/OAVM is limited and on a first-come-first-serve basis. The same shall open 15 minutes before the time scheduled for the AGM and close after the expiry of 15 minutes from the scheduled time for AGM. However, the participation of members holding 2% or more shareholding, Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, etc. who are allowed to attend the AGM is not restricted on account of first come first serve basis.

5. The attendance of the Members attending the AGM through VC / OVAM will be counted to reckon the quorum under Section 103 of the Companies Act, 2013.

6. The statement setting out the material facts pursuant to Section 102 of the Companies Act, 2013, including amendments thereunder relating to the special business to be transacted at the meeting is annexed hereto.

7. Details pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including amendments thereunder, in respect of directors seeking appointment / re-appointment at the AGM, forms part of this Notice.

8. The Register of Members and Share Transfer Books of the Company will remain closed from 8th September 2021, to 14th September, 2021 (both days inclusive) for the AGM.

9. In case members wish to ask for any information about accounts and operations of the Company, they are requested to send their queries by providing full name, DP ID and Client ID / Folio Number and contact number at email address viz. ir@ggdandekar.com at least 7 days in advance of the date of this meeting so that the information can be made available at the time of this meeting.

10. Pursuant to the provisions of Sections 124 and 125 of the Companies Act, 2013 and Rules thereunder, including amendments thereof, any money transferred to the unpaid dividend account, which remains unpaid or unclaimed for 7 years from the date of such transfer is required to be transferred to the 'Investor Education and Protection Fund (IEPF)'. Pursuant to the provisions of IEPF (Accounting, Audit, Transfer and Refund) Rules, 2016 and its amendments thereon, all shares in respect of which the dividend has not been paid or claimed for 7 consecutive years or more, are required to be transferred to IEPF.

Pursuant to the provisions of IEPF (Accounting, Audit, Transfer and Refund) Rules, 2016 and its amendments thereon, all shares in respect of which the dividend has not been paid or claimed for 7 consecutive years or more, are required to be transferred to IEPF.

The dividend till the year 2010-11 which remained unpaid or unclaimed for 7 years has been transferred to the IEPF Authority (IEPF Account) in the year 2018, all shares in respect of which dividend has remained unpaid or unclaimed for 7 consecutive years are also transferred to the IEPF Authority. The details of such members and shares transferred are uploaded on the website of the Company, viz. www.ggdandekar.com. The company has not declared dividends from the year 2011-12.

As the aforesaid shares/dividend is transferred to IEPF, the concerned shareholders can claim the same by making an application in the prescribed form and manner to the IEPF Authority.

11. Members are requested to register their email addresses with the Company / the R & T Agent in case of holding of shares in physical form and with the concerned DPs in case of shares held in dematerialised form.
12. Permanent Account Number (PAN)
Securities and Exchange Board of India (SEBI) has mandated the submission of PAN by every participant in securities market. Members are requested to submit their PAN to their DPs (in case of shares held in dematerialised form) or to the Company / R & T Agent (in case of shares held in physical form).
13. Members are requested to inform change in address or Bank mandate to their respective DPs with whom they are maintaining their demat accounts and with the R & T Agent or the Company for the shares held in physical form by a written request duly signed by the member for receiving all communications in future.
14. Dematerialisation of Shares and Share Transfer
Members may avail the facility of dematerialisation by opening demat accounts with the DPs of either National Securities Depository Limited or Central Depository Services (India) Limited and get the equity share certificate held by them dematerialised
Securities and Exchange Board of India has amended relevant provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to disallow listed companies from accepting request for transfer of securities which are held in physical form, with effect from 1st April 2019. The Members who continue to hold shares of listed companies in physical form even after this date, will not be able to lodge the shares with Company / its R & T Agent for further transfer. They will need to convert them to demat form compulsorily if they wish to effect any transfer. Only the requests for transmission and transposition of securities in physical form, will be accepted by the Company / its R & T Agent.
During the year under review no applications for transfer of shares which were executed prior to 1st April 2019 in physical form were processed by Registrar and Share Transfer Agent of the Company.
Pursuant to the provisions of SEBI Circular no. SEBI/HO/MIRSD/RTAMB/CIR/P/2020/166 dated 7th September 2020 and SEBI/HO/MIRSD/RTAMB/CIR/P/2020/236 dated 2nd December 2020, transfer deeds lodged prior to 1st April 2019 which were rejected and returned due to insufficient documents and again re-lodged with requisite documents after 31st March 2021, such shares shall be issued only in demat mode.
15. Since the securities of the Company are compulsorily tradable in electronic form to ensure better investor service and elimination of risk of holding securities in physical form, it is requested that the members holding shares in physical form to get their shares dematerialised at the earliest.
16. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. A periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
17. Members having multiple folios are requested to intimate to the Company / R & T Agent such folios, to consolidate all shareholdings into one folio.
18. Nomination
Pursuant to the provisions of Section 72 of the Act read with the Companies (Share Capital and Debentures) Rules, 2014, members are entitled to make a nomination in respect of shares held by them in physical form. Members desirous of making a nomination are requested to send their requests in Form SH-13 in duplicate (which will be made available on request) to the R & T Agent of the Company.
19. Register E-mail Address
Members are requested to register their e-mail addresses with R & T Agent viz. Link Intime India Private Limited in case of holding of shares in physical form and with concerned DPs in case of shares held in dematerialised form.
Due to the outbreak of COVID 19 pandemic and prolonged situation, the postal/courier services are hampered.
In order to receive the correspondence, Members are requested to register their e-mail address(es) or changes therein, if any, at the earliest, to receive aforesaid AGM Notice, Annual Report and login ID & password for e-voting electronically. Shareholders holding shares in dematerialized mode are requested to register their email addresses and mobile numbers with their relevant depositories through their depository participants. Shareholders holding shares in physical mode are requested to furnish their email addresses and mobile numbers with the Company at ir@ggdandekar.com or its R&T Agent viz. Link Intime India Private Limited at pune@linkintime.co.in.

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Members (in case of holding shares in physical form) who have not updated their bank account details for receiving the dividend, if any, directly in their bank accounts through electronic mode may update their bank account details through the aforesaid email addresses of the Company and the R&T Agent by providing necessary documents and information. Members (in case of holding shares in dematerialized form) are requested to contact DPs for updating bank account details.

20. In compliance with the aforesaid MCA Circulars and SEBI Circulars dated 12th May 2020 and dated 15th January 2021, Notice of the AGM along with the Annual Report 2020-21, is being sent only through electronic mode to those Members whose email addresses are registered with the R&T Agent /Company / Depositories.

Members may note that the Notice and Annual Report 2020-21 will also be available on the Company's website www.ggdandekar.com, on the websites of Stock Exchange i.e. BSE Limited at www.bseindia.com and the website of NSDL www.evoting.nsdl.com.

21. Inspection Documents

Electronic copy of relevant documents referred to in the Notice and Explanatory Statement will be made available through email for inspection by the Members. A Member is requested to send an email to ir@ggdandekar.com for the same.

Electronic copies of necessary statutory registers and auditors' reports / certificates will be available for inspection by the Members at the time of AGM.

22. Since the AGM will be held through VC / OAVM in accordance with the Circulars, the route map, proxy form and attendance slip are not attached to this Notice.

23. National Securities Depositories Limited (NSDL) will be providing facility for voting through remote e-Voting, for participation in this AGM through VC / OAVM facility and e-Voting during this AGM.

24. Instructions for e-voting and procedure for joining the AGM through VC/OAVM

Voting through electronic means (Remote e-voting/e-voting on the date of AGM)

- I. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 and as amended from time to time, Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including amendments thereunder and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company Secretaries of India, including amendments thereunder and the circulars issued by the Ministry of Corporate Affairs viz. Circular No. 14/2020 dated 8th April 2020, Circular No. 17/2020 dated 13th April 2020, Circular No. 20/2020 dated 5th May 2020 and Circular No. 02/2021 dated 13th January 2021, the Company is providing facility of remote e-voting and e-voting on the date of AGM to its Members in respect of the business to be transacted at the 82nd Annual General Meeting.

For this purpose, the Company has engaged the services of National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as voting on the date of the AGM will be provided by NSDL.

- II. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM through VC/OAVM but shall not be entitled to cast their vote again.

III. THE INSTRUCTIONS FOR REMOTE E-VOTING ARE AS UNDER:

The remote e-voting period begins on 11th September, 2021 at 09:00 A.M. (IST) and ends on 13th September, 2021 at 05:00 P.M. (IST). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 7th September 2021, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

- A. Member whose email IDs are registered with the Company/ R & T Agent viz. Link Intime India Private Limited / Depository Participant(s)** will receive an email from NSDL. Once the Members receive the email, he or she will need to go through the following steps to complete the remote e-voting process

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

Step 1: Access to NSDL e-Voting system

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li data-bbox="389 464 1445 722">1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. <li data-bbox="389 743 1445 827">2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS” Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp <li data-bbox="389 848 1445 1136">3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> <li data-bbox="389 1178 1445 1289">1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. <li data-bbox="389 1310 1445 1373">2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. <li data-bbox="389 1394 1445 1457">3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration <li data-bbox="389 1478 1445 1604">4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p data-bbox="389 1654 1445 1856">You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

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

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

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

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

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following **URL: <https://www.evoting.nsdl.com/>** either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

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

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is

communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
 - a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?**” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

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

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

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

B. Process for those shareholders whose email ids are not registered with the Company/ R&T Agent/Depository Participant(s) and for procuring user id and password and registration of e-mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to ir@ggdandekar.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16-digit DPID + CLID or 16-digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to ir@ggdandekar.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively, member may send an e-mail request to evoting@nsdl.co.in for obtaining User ID and Password by providing the details mentioned in Point (1) or (2) as the case may be.

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4. Please follow all steps from Sr. No. III (A) above, to cast vote.
5. In terms of SEBI circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9th December 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

General Guidelines for members

1. Institutional shareholders (i.e. other than individuals, HUF, NRI, etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter, etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to maresh.athavale@kanjcs.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for members who need assistance before or during the AGM and remote e-voting user manual for members available on the website www.evoting.nsdl.com under the 'Downloads section'. You can also contact Ms. Sarita Mote, Assistant Manager via e-mail at evoting@nsdl.co.in / saritam@nsdl.co.in or call toll free no. 1800 1020 990 and 1800 22 44 30.

IV. THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:

1. The procedure for e-Voting on the day of the AGM is the same as the instructions mentioned above for remote e-voting.
2. Only those Members/shareholders, who will be present in the AGM through VC/OAVM facility and have not cast their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.
5. In case any Member casts the vote through e-voting to be conducted at the time of AGM in addition to the remote e-voting, the voting through remote e-voting shall be considered as final and vote cast through e-voting at the time of the AGM shall be considered as invalid.

V. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last-minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for a better experience.
3. Further Members will be required to allow Camera and use Internet with good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective networks. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Members who need assistance before or during the AGM, can contact NSDL on evoting@nsdl.co.in / or contact Ms. Sarita Mote, Assistant Manager – NSDL at saritam@nsdl.co.in / or Mr. Sagar Ghosalkar, Assistant Manager- NSDL at sagar.ghosalkar@nsdl.co.in or call on toll free no: 1800 1020 990 and 1800 22 44 30.
6. Members who would like to express their views/have questions may send their questions in advance mentioning their name Demat account number/folio number, email id, mobile number at (company email id). The same will be replied by the company suitably.

Members who would like to express their views/ask questions during the AGM may register themselves as a speaker and may send their request mentioning their name, demat account number/folio number, email id and

mobile number at email address viz. ir@ggdandekar.com at least 4 days before date of the meeting. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM.

For smooth conduct of proceedings of the AGM, Members may note that the Company reserves the right to restrict number of questions and speakers during the AGM depending upon availability of time.

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

25. The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the Company as on 7th September 2021.
26. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is sent through e-mail and holding shares as of the cut-off date i.e. 7th September 2021, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or option available on www.evoting.nsdl.com or call on toll free no. **1800 1020 990 and 1800 22 44 30**. In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. 7th September 2021 may follow steps mentioned in the Notice of the AGM under "Access to NSDL e-Voting system".
27. A person, whose name is recorded in the register of members or the register of beneficial owners maintained by the depositories as on the cut-off date i.e. 7th September 2021 only shall be entitled to avail the facility of remote e-voting as well as e-voting at the AGM.
28. A person who is not a member as on the cut-off date should treat this notice for information purposes only.
29. Mr. Mahesh Athavale, Practicing Company Secretary, (Membership No. FCS 2412 CP No. 1488), Pune has been appointed as the Scrutinizer to scrutinize the voting at the AGM and remote e-voting process in a fair and transparent manner.
30. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "e-voting facility availed from NSDL" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
31. The Scrutinizer shall after the conclusion of e-voting at the Annual general meeting, will unblock the votes cast through remote e-voting/e-voting at the time of AGM, not later than forty-eight hours of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
32. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.ggdandekar.com and the website of NSDL www.evoting.nsdl.com immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the Stock Exchange viz. BSE Limited.

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ANNEXURE TO THE NOTICE

STATEMENT OF MATERIAL FACTS ANNEXED TO THE NOTICE PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 AND REGULATION 36(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 INCLUDING AMENDMENTS THEREUNDER

As required by Section 102 (1) of the Companies Act, 2013 (the Act) and Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (the Regulations), the following Statement sets out all material facts relating to Item Nos. 2 & 3 in the notice of 82nd Annual General Meeting of the Company to be held on Tuesday, September 14, 2021 at 09.30 a.m. (IST)

ITEM NO. 2 OF THE NOTICE:

Ms. Smita Raichurkar (DIN: 08179533) retires by rotation and being eligible, offer herself for re-appointment.

Ms. Smita Raichurkar (aged 39 years) was appointed as Non-Executive Director on the Board w.e.f. 27th January 2020. She is an Associate Member of the Institute of Company Secretaries of India, New Delhi, a graduate in law and postgraduate in Commerce. She is currently working as a Company Secretary of Kirloskar Oil Engines Limited (KOEL). She is associated with KOEL for more than 10 years and has handled assignments such as demerger, amalgamation, acquisitions, hive off and other corporate restructuring projects of the Company.

She is a member of the Audit Committee and Nomination and Remuneration Committee and Chairperson of Stakeholders' Relationship Committee of the Company.

She is also Director in Kirloskar Management Services Private Limited. She is neither a Member nor a Chairman of the Committees in the other Public Limited Companies

She does not hold any equity share in the Company.

She has attended 5 meetings of the Board of Directors of the Company during the Financial Year 2020-21.

Ms. Smita Raichurkar is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 read with rules thereunder including amendments thereof and has given his consent to act as a Director.

Except Ms. Smita Raichurkar, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise in the said Resolution.

The Board recommends the Ordinary Resolution set out at Item No. 2 of the notice for approval by the members.

ITEM NO. 3 OF THE NOTICE

The Board of Directors based on recommendation of Nomination and Remuneration Committee, re-appointed Mr. Mangesh Joshi as Executive Director of the Company with effect from 25th July 2021 for a term of 3 years, on the terms and remuneration as set out in Item No. 3 of the Notice.

The appointment and remuneration payable to Mr. Mangesh Joshi is also subject to the approval of members as required by provisions of the 196 and other applicable provisions, if any, of the Companies Act, 2013, (the Act), read with Schedule V to the Act and Rules thereof.

The Company has received from Mr. Mangesh Joshi has provided necessary disclosures which include (i) consent to act as director in Form DIR 2 in terms of the Companies (Appointment & Qualification of Directors) Rules, 2014, (ii) intimation in Form DIR 8 notice in terms of the Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under sub-section (2) of Section 164 of the Companies Act, 2013, (iii) a declaration to the effect that he is not debarred from holding the office of director pursuant to any SEBI order as per BSE Circular no LIST/COMP/14/2018-19 dated 20.06.2018.

Mr. Mangesh Joshi (age 50 years) is a graduate in Mechanical Engineering and post graduate in Management Science from University of Pune. He has been associated with the Kirloskar group since last 30 years. He started the role with the Company in the year 2015 as Additional Director and subsequently was re-designated as Executive Director at the Annual General Meeting w.e.f. 25th July, 2015 for a period of 3 years and w.e.f. 25th July, 2018 for a further period of 3 years.

Mr. Mangesh Joshi is not liable to retire by rotation and his re-appointment as such Director shall not be deemed to constitute a break in his appointment as Executive Director.

Mr. Mangesh Joshi holds 1 equity share of the Company.

He is a Member of Stakeholders Relationship Committee of the Company.

He is/was a Director in the following Companies.

Name of the Company	Board Position Held	Committee Membership
Navasasyam Dandekar Private Limited	Director	-
Sox Control Solutions Private Limited (Company struck off on 05.07.2021)	Director	-

He is not related to any of the Directors on the Board of the Company.

Save and except, Mr. Mangesh Joshi, to the extent of his shareholding interest (1 equity share) in the Company, none of the other Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested, financially or otherwise in the said resolution. This explanatory statement may also be regarded as disclosure under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In the opinion of the Board Mr. Mangesh Joshi fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder for his appointment as an Executive Director of the Company and possesses appropriate balance of skills, experience and knowledge so as to enable the Board to discharge its functions and duties effectively.

The Board considers that his association would be of an immense benefit to the Company and it is desirable to avail services of Mr. Mangesh Joshi as an Executive Director.

The Board recommends the Special Resolution as set out in Item No. 3 of the Notice for approval by the members.

G. G. DANDEKAR MACHINE WORKS LIMITED

Board's Report for the Financial Year 2020-21

To the Members,

G. G. DANDEKAR MACHINE WORKS LIMITED

Your Directors have pleasure in presenting the 82nd Annual Report with the Audited Annual Accounts of the Company for the year ending 31st March 2021.

FINANCIAL PERFORMANCE

(Amt in Rs. Lakhs)

Particulars	Standalone		Consolidated	
	2020-21	2019-20	2020-21	2019-20
Total Income	539.25	459.55	539.26	459.55
Profit/(Loss) before exceptional items and tax	(112.04)	(366.79)	(112.04)	(366.79)
Exceptional Items	-	-	-	-
Profit before tax	(112.04)	(366.79)	(112.04)	(366.79)
Tax Expense (Current and Deferred Tax)	2.63	(25.99)	2.63	(25.99)
Net Profit/(Loss) after Tax	(114.67)	(340.80)	(114.67)	(340.80)
Share of Profit of Associate Company	-	-	122.24	1.1
Net Profit/(Loss) for the period	(114.67)	(340.80)	7.57	(339.69)
Other Comprehensive Income	1,096.91	(250.45)	1,096.91	(250.45)
Total Comprehensive Income for the year, net of tax	982.24	(591.25)	1,104.48	(590.14)

Note: Consolidated results show company's share in net profit of associate company, viz. Navasasyam Dandekar Private Limited.

DIVIDEND

Your Directors do not recommend any dividend for the financial year 2020-21.

MANAGEMENT DISCUSSION & ANALYSIS REPORT:

1. This section includes discussion on the following matters within the limits set by the Company's Competitive position:

(A) OVERVIEW

GGD (The Company) is having focused activity of addressing Rice Milling Machinery business. The company is capable of addressing products as well as turnkey solution for rice milling plant. Rice milling machinery business is cyclic in nature as such company decided to address non-rice grains and successfully developed machinery for millets, wheat, spices etc. It validated company's thought process to enter in non-rice grain processing machinery.

After careful analysis and considering opportunities in non-rice grain sector, the company decided to take a concrete step in focusing on this business. The requirement was addressed by forming an associate company with subject experts who brought in with them a rich industry experience. The new associate company has shown quick positive results and gains for the company. It has helped company to graduate from existing rice milling machinery business to various other grains, legumes, and spices etc.

(B) INDIAN ECONOMY

The pandemic led to a sharp decline in global trade, curtailed discretionary spending and focused on essentials due to the level of uncertainty leading to tighter liquidity conditions. COVID-19 had far-reaching implications on the global economy and it led to the contraction in GDP of many countries, including India. It was because of reduced economic activity and restricted mobility, due to COVID-19.

The pandemic affected both demand and supply, at least in the short-term. As lockdowns eased across the world economic activity gradually started to recover. According to the Economic Survey 2020-2021, the government adopted a four-pillar strategy of containment, fiscal, financial, and long-term structural reforms. India had good monsoons, and the Indian agriculture sector achieved record food grain production and registered positive growth despite the corona virus pandemic. Rural consumption was stronger than urban demand. According to India's Economic Survey 2020-2021, India remained a preferred investment destination in financial year 2020-21.

As per the economic think-tank National Council of Applied Economic Research (NCAER), The Indian economy is likely to grow 8.4%-10.1% for the current financial year as against a contraction of 7.3% in the last fiscal. However, these high growth rates are also a reflection of strong base effects since 2021-22:Q1 follows the very steep decline in 2020-21:Q1. At the end of 2021-22 GDP, on constant prices, would still be about the same as INR 146 trillion (INR 146 lakh crore) as in 2019-20.

After the India Meteorological Department (IMD) predicted a 'normal' monsoon, the government has set a record target to raise food grain production by 2% (y-o-y) during 2021-22 crop year, starting July. With prices of all rabi crops currently ruling either near or above the minimum support prices (MSPs) despite bumper harvest, the government can safely bet on next kharif crops to increase the overall agriculture growth and boost the rural economy.

It will propel Agriculture mechanization, it is an essential input to modern agriculture to increase the productivity by making judicious use of other inputs and natural resources etc. The onus rests on mechanization of production and post harvesting operations. It will give boost to the grain processing machinery business address by the company.

(C) INDUSTRY STRUCTURE AND DEVELOPMENT

The Company's main business is to manufacture Food Processing Machineries especially for Rice Milling. The company has formed an Associate company which addresses machinery required for processing rice as well as non-rice grains, legumes, spices etc. The high production of grains in this region and increasing demand for good quality food products are some key drivers for the growth of the grain processing machinery market in India. Also the rise in urbanization, nuclear family and working husband-wife culture has shifted purchasing habits from loose grain to packaged ready to use products. It is generating demand for modern grain processing machinery market in India.

The grain processing industry is broadly divided in to two types of suppliers of grain processing machineries, a) organized players addressing multiple grains with much larger product range and working on pan India basis including export requirements b) Local players which are grain specific and operate in geographical pocket with limited products range.

With new tie up, Associate company is part of the organized sector category and hence gets opportunity to address larger market. The company through its associate company is one of the leading suppliers of grain processing machineries in India and offers complete grain processing plant solution under one roof. At present it has major focus on Rice and Lentil (Dal) processing plants within India and exports in neighboring countries.

(D) OPPORTUNITIES AND THREATS

The demand for food grains is increasing with the rise in population, which has encouraged many grain processing companies to expand production by opening new processing plants. It is propelling the demand for grain processing machines. It is expected to drive market growth and provides ample business opportunities for the company.

The grain processing machinery market is getting mature and customers are showing more faith in Indian manufacturers for quality, prompt service and assured consistent performance. This change will work in favour of Indian manufacturers where in company will get benefitted.

Sensing the shift in the market, the company has consolidated its existing Rice Milling Machinery business with the non-rice grain processing machinery business in its new associate company. The rich legacy of the company and new teams experience in grain processing field is an edge over competition. Further to mention that the associate Company has successfully completed its one full year of operation and is getting good response from the Indian as well as overseas customers.

The company has considered the possible effects that may result from COVID-19 in the preparation of these financial results including the recoverability of carrying amounts of financial as well as non-financial assets. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of COVID -19, the company has, at the date of approval of financial results, used internal and external sources of information and expects that the carrying amount of assets will be recovered. The impact of COVID -19 on the Company's financial results may differ from that estimated as at the date of approval of the same.

(E) SEGMENT-WISE PERFORMANCE OR PRODUCT-WISE PERFORMANCE

The Company has maintained its customer base and leadership in traditional flagship products like Dandekar Cone Polishers and Table Type Paddy Separator. The Company has done major business in Cleaning, Polishing and Grading section. Other than Rice the company's products are preferred for Millets and Wheat processing.

(F) OUTLOOK

Rice output is estimated to rise by 1.2% to 120.32 million tonnes. India is the world's biggest rice exporter and second biggest producer. The Agriculture & Farmers Welfare Ministry forecast this year's total grains output at a record 303.34 million tonnes against 297.5 million tonnes produced in the previous year.

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The world's biggest rice exporter is heading for record shipments this year that will help to keep rising food prices in check, according to the United Nations' Food and Agriculture Organization.

The average price of Indian basmati rice sold overseas in the 11 months ended Feb. 28 was about 13% lower than a year earlier, while the non-basmati variety was down 8%, according to government data. As a result, the Indian exports of the planet's most consumed staple may climb to an all-time high of 16.2 million tonnes this year, up about 12% from 14.5 million tons in 2020.

The company will benefit due to the continued growth in domestic rice production as well as increasing rice exports.

From a meager production of 14.76 million tonnes in 2007-08, the figure has now reached 24.42 million tonnes in 2020-2021 (2nd advance estimates) which is a phenomenal increase of 65%. This success is largely attributed to several significant interventions at the central level. The Government has consistently been focusing on bringing new areas under pulses along with ensuring that productivity is also increased in the existing areas under cultivation. Therefore, the production and productivity of pulses must be further sustained and increased through the approach of both horizontal and vertical expansion.

The rise in pulse cultivation and production is resulting in growth in demand for pulse processing plants. It will generate good business opportunities for the company through its new associate company as they have expertise in this field.

India is expected to achieve the ambitious goal of doubling farm income by 2022. Normally the farmers after harvest sell their product to traders without any further processing. Even a mere primary processing like cleaning and grading will give higher price to the farmers. The government focus on grain processing sector will boost demand for the company's products.

The monsoon forecast is critical to India's food production and GDP growth. A good, well distributed and timely monsoon will mean another year of bumper farm production in 2021, which could have a cascading positive impact and one less reason to worry for an economy battling another wave of COVID-19 infections. The India Meteorological Department (IMD) on Tuesday upped its 2021 monsoon forecast to 101 percent of the Long Period Average (LPA), meaning most parts of the country can expect to get normal to above normal rainfall. Rainfall between 96-104 per cent of the LPA is considered a normal rainfall. The forecast is with a model error of plus and minus 4 percent.

This will improve overall economic growth, especially at a time when agriculture is expected to be the only bright spot for India. The growth agriculture sector creates more opportunities for the company's growth through increase in demand for its products.

The company will benefit from these positive factors leading to good demand for grain processing machineries.

(G) RISK AND CONCERNS

Rice milling machinery has its up and down zones, as such company always carried a threat of extreme effects due to external factors like rainfall, minimum support purchase price by government, and political agendas etc., Further rice milling machinery is a cyclic business which makes it capital intensive.

Risks of critical importance have been identified over a period of time. These risks are ranked on the basis of their impact on company's business and likelihood of their occurrence. A cross functional team takes stock of these risks and calls for necessary measures to mitigate the risks from the concerned risk owners. The risk owners then produce action plans for risk mitigation which is then evaluated by the team. New risks are added with the changes in economic and market scenarios and undergo the same process.

Identified risks include:

- Cyclic Business affected by political decisions: Along with rice, also address non-rice grains with the help of industry experts.
- Sudden changes in demand due to mismatch in rice production and milling capacity in rice cultivation pockets: Pocket wise forecasting, rainfall predictions and stocking policy helps to address it.
- Rise in low cost - poor quality machinery manufacturers, dividing existing business amongst many small suppliers: Address organized customers with strong engineering, process knowledge and quality products, supported by strong post-sales service.

(H) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate internal control systems to ensure operational efficiency, accuracy and promptness in financial reporting and compliance of various laws and regulations.

The internal control system is supported by the internal audit process. An Internal Auditor has been appointed for this purpose. The Audit Committee of the Board reviews the Internal Audit Report and the adequacy and effectiveness of internal controls periodically.

(I) COMPANY'S FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE**Standalone:**

During the financial year under review, your company has achieved turnover of Rs.457.04 Lakhs (previous year Rs. 420.62 Lakhs). The Loss before exceptional items and tax for the period is Rs. 112.04 Lakhs (as against Loss of Rs. 366.79 Lakhs during FY 2019-20). The net loss for the period is Rs. 114.67 Lakhs (as against net loss Rs. 340.80 Lakhs during FY 2019-20).

Consolidated (Includes PAT of Associate Company proportionate to Company share):

During the financial year under review, your company has achieved turnover of Rs.457.04 Lakhs (previous year Rs. 420.62 Lakhs). The Loss before exceptional items and tax for the period is Rs. 112.04 Lakhs (as against Loss of Rs. 366.79 Lakhs during FY 2019-20). The net profit for the period is Rs. 7.57 Lakhs (as against net loss Rs. 339.69 Lakhs during FY 2019-20).

(J) MATERIAL DEVELOPMENT IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FORMAT, INCLUDING NUMBER OF PEOPLE EMPLOYED

The Company seeks to recruit and retain quality industry professionals and provide them with a high performance environment.

During the financial year, total workforce of the Company stands at 40.

(K) ENVIRONMENT

The Company takes due care in the selection and usage of appropriate material and methods in order to avoid violation of norms formulated to safeguard the environment.

(L) CAUTIONARY STATEMENT

Statements in this Report, particularly those which relate to Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations may constitute "forward looking statements" within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

(M) LISTING FEES

The annual listing fees for the year under review have been paid to BSE Limited, where your Company's shares are listed.

(N) COMPANIES AND CONSOLIDATED FINANCIAL STATEMENTS

As on 31st March 2021, the Company has consolidated the accounts by taking in to consideration the financials of Navasasyam Dandekar Private Limited.

The Board presents Audited Standalone Consolidated Financial Statements as prepared in compliance with the Indian Accounting Standards and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS:

Details of significant changes, i.e., change of 25% or more, as compared to the immediately previous Financial Year in key financial ratio, along with detailed explanation therefore:

Sr. No.	Particulars	Ratio as on 31 March 2021	Ratio as on 31 March 2020	% of Change	Explanation, if any
1.	Debtors' Turnover	27.13	29.45	-7.89	-
2.	Inventory Turnover	3.12	1.87	66.84	Reduction in inventory.
3.	Interest Coverage Ratio	NA	NA	NA	The Company does not have any interest cost.
4.	Current Ratio	1.73	0.98	76.53	Increase in assets.
5.	Debt Equity Ratio	NA	NA	NA	The Company does not have any borrowings.
6.	Operating Profit Margin (%)	(21.26)	(74.15)	71.32	The company has undertaken cost optimization measures.
7.	Net Profit Margin (%)	182.15	(128.66)	241.57	Impact of other comprehensive income.

Note: Last year figures are re-grouped / updated as necessary.

RETURN ON NET WORTH:

Details of change in Return on Net Worth as compared to the immediately previous Financial Year as follows:

Sr. No.	Particulars	Ratio as on 31 March 2021 Rs. in Lakhs	Ratio as on 31 March 2020 Rs. in Lakhs	% of Change	Explanations
1.	Net Worth	33.37	(16.83)	298.28	Impact of other comprehensive income.

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PARTICULARS OF INFORMATION FORMING PART OF THE BOARD'S REPORT PURSUANT TO SECTION 134 OF THE COMPANIES ACT, 2013, RULE 8 OF THE COMPANIES (ACCOUNTS) RULES 2014 AND RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

ANNUAL RETURN:

As required under Section 92(3) read with section 134(3)(a) of the Companies Act 2013 read with rule 12 of the Companies (Management and Administration) Rules, 2014 including amendments thereunder, the Annual Return filed with the Ministry of Corporate Affairs (MCA) for the Financial Year 2019-20 is available on the web-link (http://www.ggdandekar.com/templates_en/Annual%20Return%202019-20.pdf) and the Annual Return for Financial Year 2020-21 will be made available on the website of the Company - www.ggdandekar.com once it is filed with the MCA.

NUMBER OF MEETINGS OF THE BOARD:

During the year under review, Five (5) Board Meetings were convened and held on June 15, 2020, July 28, 2020, August 25, 2020, November 10, 2020 and February 9, 2021. The intervening gap between the Meetings was within the period prescribed under the Act.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements of Section 134(5) of the Act, in respect of Directors' Responsibility Statement, your Directors state that:

- a) in the preparation of the annual accounts for the year ended 31st March 2021, the applicable accounting standards had been followed and there were no material departures from the applicable accounting standards;
- b) accounting policies as mentioned in Notes to the Financial Statements have been selected and applied consistently. Further judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March 2021 and of the loss of the Company for the year ended on that date;
- c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Annual Financial Statements have been prepared on a going concern basis;
- e) proper internal financial controls were in place and that the financial controls were adequate and were operating effectively and
- f) proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

DECLARATION BY THE INDEPENDENT DIRECTORS

The Company has received necessary declaration from all Independent Directors under Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 that they meet the criteria of independence as laid down.

COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

The Board of Directors, on the recommendation of the Nomination & Remuneration Committee, has adopted a policy that lays guidelines for selection and appointment of Directors, Key Managerial Personnel and Senior Management personnel together with their remuneration. The Nomination and Remuneration Policy is available on the website of the Company. Web-link (http://www.ggdandekar.com/templates_en/Nomination%20and%20Remuneration%20Policy_GGD.PDF)

AUDITORS

a. Statutory Auditor

As per the provisions of Section 139 of Companies Act 2013, M/s Kulkarni Soman & Associates, Chartered Accountants, Pune were appointed in the 80th AGM held on 27.09.2019 for a period of five years. The tenure of the Auditors would be completed on the conclusion of the 85th Annual General Meeting as contemplated by the provisions of Section 139 of the Companies Act, 2013.

The Company has received necessary certificate from the Statutory Auditors as required under Section 139(1) of the Companies Act, 2013 stating that their appointment is in accordance with the provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

b. Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Mahesh Athavale, Practising Company Secretary (Membership No. FCS No. 2412 CP No. 1488) to undertake Secretarial Audit of the Company.

c. Cost Auditor

As per the provisions of Section 148 of the Companies Act, 2013 and Rules made thereunder, the Company is not required to maintain cost records and appoint cost auditor.

EXPLANATION ON COMMENTS ON STATUTORY AUDITORS' AND SECRETARIAL AUDITORS' REPORT:**Statutory Audit Report**

There are no qualifications, reservations, or adverse remarks or disclaimers made by M/s. Kulkarni Soman & Associates, Statutory Auditors, in their Audit report. There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of Act & Rules thereof including amendments thereunder.

Secretarial Audit Report

The Secretarial Audit Report submitted by Company Secretary in Practice according to the provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is enclosed as a part of this report as 'Annexure I'.

Mr. Mahesh Athavale, Company Secretary in Practice in his Secretarial Audit Report has provided the following observations and remarks:

1. The Company has not complied with the provisions of Regulation 6 (1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to appointment of qualified company secretary as the compliance officer of the company for the period March 10, 2020 to June 14, 2020.

However, Ms. Sayalee Yengul was appointed as the Company Secretary & Compliance Officer w.e.f. June 15, 2020.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT UNDER SECTION 186 OF THE COMPANIES ACT, 2013

Your Company has not given any loan or guarantee or security or made investment as contemplated by Section 186 of the Companies Act, 2013 during the financial year under review.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188:

The contracts or arrangements entered into by the Company with Related Parties during the financial year 2020-2021 were at arm's length and in the ordinary course of business. Hence, no particulars are being provided in Form AOC-2. Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including amendments is not applicable to the Company as per Regulation 15 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The policy on Related Party Transactions as adopted by the Board is uploaded on the Company's website. The disclosures as per IND-AS 24 for transactions with related parties are provided in the Financial Statements of the Company.

STATE OF COMPANY'S AFFAIRS:

Discussion on state of Company's affairs has been covered in the Management Discussion and Analysis Report.

AMOUNTS PROPOSED TO BE CARRIED TO RESERVES:

Particulars of the amounts proposed to be carried to reserves have been covered in Notes to the financial statements of the company.

MATERIAL CHANGES AND COMMITMENTS BETWEEN THE DATE OF THE BALANCE SHEET AND THE DATE OF REPORT:**Sale of Investment:**

Company has sold following investments held in the form of shares

Date of Sale	Name	No of Shares	Sale Proceeds (Rs. in Lakhs)
07.05.2021	Gujarat Gas Ltd	33,000	174.73
11.05.2021	Lakshmi Machine Works Ltd.	3,680	225.40
		Total	400.13

Company has received payment against sale of shares as mentioned above. The profit earned by sale of investment was Rs. 360.96 Lakhs.

G. G. DANDEKAR MACHINE WORKS LIMITED

Investment in Associate Company:

As per Board resolution dated January 27, 2020, the Company on May 25, 2021 invested Rs. 380.01 Lakhs in the associate company, Navasasyam Dandekar Private Limited (NDPL). Company subscribed to and was allotted 14,989 nos, 6% Compulsorily Convertible (Non Cumulative) Preference Shares of NDPL having face value of Rs. 100/- per share at premium of Rs. 2,435.28/- per share, aggregating to Rs. 380.01 Lakhs.

Manufacturing Activity:

Since 2021, some of the persons engaged to work at the manufacturing factory at Butibori, Nagpur through a contractor refused to work. This caused disruption in manufacturing activity to some extent. The Company has approached its legal advisor for appropriate action against the persons engaged through the contractor. The precise impact of this disruption is not quantifiable. Management is taking the required steps to protect persons and property of the Company.

Other material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report are covered in the Management Discussion and Analysis Report.

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

A. Conservation of energy and Technology Absorption:

Pursuant to Section 134 (3) (m) of the Act read with Rules there under, the report regarding conservation of energy, technology absorption is annexed herewith as 'Annexure II'

B. Foreign exchange earnings and Outgo:

Sr. No.	Particulars	2020-21	2019-20
i)	Foreign Exchange earned in terms of actual inflows during the year	Nil	Nil
ii)	Foreign Exchange outgo during the year in terms of actual outflows	Nil	Nil

RISK MANAGEMENT POLICY:

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified are systematically addressed through risk mitigating actions on a continuing basis. These are discussed at the meetings of the Audit Committee and the Board of Directors of the Company from time to time.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

As Net worth of the Company is not more than Rs. 500 crore, its turnover is not more than Rs. 1000 crore and its net profit is not more than Rs. 5 crore, consequently the provisions of section 135 of the Companies Act, 2013 are not applicable to the Company. The Company is not required to constitute the Corporate Social Responsibility, frame the CSR policy or spend the amount on CSR.

BOARD EVALUATION:

Pursuant to provisions of the section 134(3)(p), 149(8) and Schedule IV of the Companies Act, 2013 annual performance evaluation of Directors as well as of the Audit Committee, Nomination & Remuneration Committee and Stakeholders' Relationship Committee of the Board has been carried out.

The performance evaluation of the Independent Directors was carried out by the entire Board and the Performance Evaluation of Chairman and Non-Independent Directors was carried out by the Independent Directors.

The manner in which the evaluation has been carried out is provided below.

Criteria for performance evaluation:

The Nomination and Remuneration Committee lays down the criteria for performance evaluation of Directors. The annual evaluation of Directors is made on the following criteria:

- i. Attendance for the meetings, participation and independence during the meetings;
- ii. Interaction with Management;
- iii. Role and accountability of the Board and
- iv. Knowledge and proficiency.

DETAILS OF SUBSIDIARIES, JOINT VENTURES (JV) OR ASSOCIATE COMPANIES (AC):

Your Company has a business tie-up with a team of experts in grain processing machinery technology and on 29.11.2019 it formed a Joint Venture Company in the name of 'Navasasyam Dandekar Private Limited' (NDPL) with 49% of stake in the JVC. As per section 2(6) of the Companies Act, 2013, as amended, NDPL is an associate company.

PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:

The Company has received audited financial results of associate company (Navasasyam Dandekar Private Limited) for the year 2020-21 and profit after tax is consolidated with the company's financial results in proportion of company's shareholding in associate company. Associate company has clocked a turnover of Rs. 2495.29 Lakhs in the financial year ended on March 31st 2021 (previous year Rs. 279.82 Lakhs for partial year of operation), profit before tax is Rs. 308.19 Lakhs (previous year Rs. 2.72 Lakhs for partial year of operation) and profit after tax is Rs. 254.55 Lakhs (previous year Rs. 2.25 Lakhs for partial year of operation).

On May 25, 2021 the Company has invested Rs. 3,80,01312/- in associate company and was allotted 14,989 nos, 6% Compulsorily Convertible (Non Cumulative) Preference Shares of NDPL having face value of Rs.100/- per share at premium of Rs. 2,435.28/- per share aggregating to Rs. 3,80,01312/-.

The associate company has registered office in Pune with branch offices in Mumbai, Bangalore & Nagpur.

CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There has been no change in the nature of business during the financial year under review.

DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL APPOINTED/ RESIGNED DURING THE YEAR 2020-21:

During the year under review:

1. Appointment of Ms. Smita Raichurkar (DIN: 08179533) as Non-Executive and Non Independent Director w.e.f. 27.01.2020 and Mr. Chinmay Bhandari (DIN: 07843049) as Non-Executive and Independent Director w.e.f. 27.01.2020 was approved by shareholder on 28.09.2020.
2. Ms. Sayalee Yengul was appointed and designated as Company Secretary and Compliance Officer & Key Managerial Personnel of the Company w.e.f. 15.06.2020.
3. Mr. Shishir Panse was appointed as Chief Financial Officer & Key Managerial Personnel of the Company w.e.f. 15.06.2020 and subsequently resigned from his post w.e.f. 31.03.2021 and in his place Mrs. Anagha Kulkarni is appointed as Chief Financial Officer & Key Managerial Personnel of the Company w.e.f. 29.06.2021.

DIRECTOR(S) PROPOSED TO BE APPOINTED / RE-APPOINTED AT THE ENSUING ANNUAL GENERAL MEETING

1. Ms. Smita Raichurkar (DIN 08179533), who retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment. The Company has also received the requisite disclosure / declaration from Ms. Smita Raichurkar.

Considering the same, the Board recommends the Ordinary resolution for her re-appointment as Non-Executive Director.

2. Mr. Mangesh Joshi (DIN 07244555) was appointed as an Additional Director on 25th July 2015 and considering the expertise, knowledge and experience in the fields of operations, sales & marketing, he was subsequently co-opted as the Executive Director of the Company for a period of 3 (three) years with effect from 25th July 2015. Thereafter he was re-appointed as Executive Director for further period of 3 (three) years with effect from 25th July 2018.

Considering recommendation of Nomination and Remuneration Committee and performance of Mr. Mangesh Joshi, the Board of Directors of the Company has re-appointed him as Executive Director for a further term of 3 years w.e.f. 25th July 2021 on the terms and conditions as set out in the letter of appointment approved in the Board Meeting held on 29th June 2021. The Board recommends the Special resolution for his re-appointment as Executive Director.

The brief resumes and other details relating to Directors who are proposed to be appointed /re-appointed, as required to be disclosed under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, form part of the Explanatory Statement to the Notice of the Annual General Meeting.

The resolutions seeking approval of members for the appointment and re-appointment of these Directors have been incorporated in the Notice of the forthcoming Annual General Meeting of the Company.

G. G. DANDEKAR MACHINE WORKS LIMITED

DETAILS RELATING TO DEPOSITS COVERED UNDER CHAPTER V OF THE COMPANIES ACT, 2013:

Your Company has not accepted any deposits under the provisions of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 as amended from the public, or its employees etc. during the year under review.

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

The Company has not received any significant or material order from Regulators, Courts or Tribunals during the year, which may impact the Going Concern Status or the Company's operations in future.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has in place adequate internal financial controls with reference to financial statements.

Regular management oversight and rigorous periodic testing of internal controls makes the internal controls environment strong at the Company. The Audit Committee along with Management oversees results of the internal audit and reviews implementation on a regular basis.

BOARD COMMITTEES:

Your Company has in place the following Committees under the provisions of the Companies Act, 2013. There are currently three committees of the Board, namely:

- Audit Committee
- Nomination & Remuneration Committee
- Stakeholders' Relationship Committee.

The composition of the above Committees of the Board is available on the website of the Company – http://www.ggdandekar.com/en/About_Us/Professional_Management/

During the year under review, the Board has accepted all the recommendations given by the Committees of the Board, which are mandatorily required.

INFORMATION FORMING PART OF THE BOARD'S REPORT PURSUANT TO RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

The relevant information pursuant to Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed at 'Annexure III' to this report.

VIGIL MECHANISM

The Company has formulated and implemented the Whistle Blower Policy / Vigil Mechanism ('the Policy'). This Policy provides a mechanism for directors and employees of the Company and other persons dealing with the Company to report to the Chairman of the Audit Committee any instance of unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or leakage of Unpublished Price Sensitive Information (UPSI), by any person, who is in possession of UPSI, to any other person in any manner whatsoever, except as otherwise permitted under the SEBI (Prohibition of Insider Trading) Regulations or any other instance.

No person has been denied access to the Audit Committee in this regard. There were no complaints filed / pending with the Company during the year.

The policy has also been uploaded on the Company's website.

Web-link (http://www.ggdandekar.com/templates_en/Whistle%20Blower%20Policy_GGD.pdf)

CASH FLOW

A cash flow statement for the year ended 31st March 2021 is attached to the Balance Sheet as a part of Financial Statements.

CORPORATE GOVERNANCE:

As per Regulation 15(2), compliances under Regulation 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the listed entity having paid up equity share capital not exceeding rupees ten crore and net worth not exceeding rupees twenty five crore, as on the last day of the previous financial year.

As per Standalone Audited Financial Statements as on 31st March 2021, paid up capital of the Company is Rs. 47,61,387/- and Net worth is Rs. 13,98,89,447/-. Hence, the above regulations are not applicable to the Company.

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

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

No complaints were received during the year 2020-21.

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 197 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Particulars of employees pursuant to section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in the Annual Report.

The particulars of employees pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 including amendments thereunder, forms part of this report. In terms of Section 136 (1) of the Companies Act, 2013 & Rules thereof including amendments thereunder, the Directors' Report is being sent to the shareholders without this Annexure. A copy of this annexure will be made available in electronic form to the Members on request raised by them on the dedicated email id of the Company at cs@ggdandekar.com.

DISCLOSURE OF REMUNERATION OR COMMISSION RECEIVED BY A MANAGING OR WHOLE-TIME DIRECTOR FROM THE COMPANY'S HOLDING OR SUBSIDIARY COMPANY:

There were no instances of receiving remuneration or commission by a Managing or Whole time Director of the company from its holding or subsidiary company during the FY 2020-21 requiring the disclosure under section 197(14) of the Companies Act, 2013.

EVENT BASED DISCLOSURES IN DIRECTORS REPORT:

The Company has not issued any shares with differential voting rights or Sweat Equity shares or shares under ESOP. The Company has not provided any money to its employees for purchase of its own shares hence the company has nothing to report in respect of Rule 4(4), Rule 12(9) and Rule 16 of the Companies (Share Capital & Debentures) Rules, 2014.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with all applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

ACKNOWLEDGMENTS

Your Directors wish to place on record, their appreciation for the contribution made and support provided to the Company by the shareholders, employees and bankers, during the year under the report.

For and on behalf of the Board of Directors

Place : Pune
Date : 13.08.2021

Nihal G. Kulkarni
(DIN: 01139147)
Chairman

G. G. DANDEKAR MACHINE WORKS LIMITED

ANNEXURE I TO THE DIRECTORS' REPORT SECRETARIAL AUDIT REPORT

Form No. MR-3

SECRETARIAL AUDIT REPORT

For the Financial Year Ended on 31st March 2021

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

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED on 31st March 2021

To,
The Members,
G. G. DANDEKAR MACHINE WORKS LIMITED
211/A, MIDC, BUTIBORI INDUSTRIAL AREA,
VILLAGE KINHI, TAL. HINGANA,
DIST. NAGPUR 441122.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by G. G. DANDEKAR MACHINE WORKS LIMITED (CIN: L99999MH1938PLC002869) (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us as reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March 2021, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2021 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder including any further amendment/s;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; There are no events occurred during the period which attracts provisions of these guidelines hence not applicable.
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act');
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and SEBI (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; There are no events occurred during the period which attracts provisions of these guidelines hence not applicable.
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; There are no events occurred during the period which attracts provisions of these guidelines, hence not applicable.
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; There are no events occurred during the period which attracts provisions of these guidelines hence not applicable;
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; There are no events occurred during the period which attracts provisions of these guidelines hence not applicable and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; There are no events occurred during the period which attracts provisions of these guidelines hence not applicable.
- vi. As informed to us by the Management, there are no other laws which are specifically applicable to the company. We have also examined compliance with the applicable clauses of the following:
 - (I) Secretarial Standards issued by The Institute of Company Secretaries of India:
 - (II) The Securities and Exchange Board of India (Listing Obligations and Disclosures requirements) Regulations, 2015

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

- 1. The Company has not complied with the provisions of Regulation 6 (1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to appointment of qualified company secretary as the compliance officer of the company for the period March 10, 2020 to June 14, 2020.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Companies Act, 2013 and other applicable legislation(s) with respect to appointment, re-appointment and resignation of directors. The Company Secretary of the Company has resigned and was relieved w.e.f. March 09, 2020. New Company Secretary was appointed in the financial year w.e.f. June 15, 2020. The Chief Financial Officer of the Company who resigned and was relieved w.e.f. March 14, 2020. New Chief Financial Officer was appointed in the financial year w.e.f. June 15, 2020 and resigned w.e.f. March 31, 2021.

Adequate notices were given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All the decisions were taken by majority, while there were no dissenting views expressed in the meetings and hence not captured and recorded in the minutes.

We further report that:

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

We further report that during the audit period, the Company does not have any events having a major bearing on its affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

For KANJ & CO, LLP
Company Secretaries

Place : Pune
Date : 06th July 2021

Sd/-
MAHESH A. ATHAVALE
Designated Partner
FCS No. 2412
CP No. 1488
UDIN: F002412C000580594

G. G. DANDEKAR MACHINE WORKS LIMITED

To,
The Members,
G. G. DANDEKAR MACHINE WORKS LIMITED
211/A, MIDC, BUTIBORI INDUSTRIALAREA,
VILLAGE KINHI, TAL. HINGANA,
DIST. NAGPUR 441122.

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
7. Due to COVID-19 outbreak and Lockdown situation, this Report has been issued relying on the certificate, information, details, data, documents and explanation provided by the Company and its officers, agents and authorized representatives and Registrar and Transfer Agent in electronic form, without physically verifying at their office.

For KANJ & CO, LLP
Company Secretaries

Place : Pune
Date : 06th July 2021

Sd/-
MAHESH A. ATHAVALE
Designated Partner
FCS No. 2412
CP No. 1488
UDIN: F002412C000580594

ANNEXURE II TO THE DIRECTORS' REPORT

A. CONSERVATION OF ENERGY

> **Steps taken or impact on conservation of energy.**

- Based on actual power consumption measurement, the power demand load was adjusted from 300 to 150 kVA.
- Replacement of existing CFL lamps with LED lamps.
- Changed Cooling system from Air conditioners to Evaporative coolers. The Evaporative cooling is very effective in hot and dry area like Nagpur wherein factory is located. Along with good cooling effect a good saving was also achieved.

B. TECHNOLOGY ABSORPTION

> **Efforts made towards technology absorption.**

- The company as promised has ventured in to non-rice segments by developing products for other grains like Millet, Wheat and Spices. The products like Cleaning, Destoning machine and Table type Paddy Separator. The new version has received good response from its customers with repeat orders.
- Gaining confidence from new non-rice machinery development, the company was looking for further opportunities in other grain processing machinery business. As such, adding many other products and technology will take care of cyclic nature of existing rice milling machinery business. To address this requirement, the company had a tie-up with the industry technocrats and formed a separate associate company which brings in new technologies to address different grain processing machinery markets.
- The company at present can address rice milling, dal milling and spices grinding machineries through its newly formed associate company.

> **Benefits derived like product improvement; cost reduction, new product development.**

- **Product Improvement:** Product improvement has helped the company to be in race with the competitors for traditional products. The company has now entered in non- rice machinery segment through its associate company and has started offering products for other grains like Lentil (Dal), Millets, wheat etc.
- **Cost Reduction:** The various focused activities like Value Engineering, Material sourcing and changes in manufacturing processes has resulted in cost reduction.
- **New Product Development:** Total nine new products were developed in last few years & introduced in the market. Particularly upgradation program for traditional products like Sheller, Cone Polisher, Paddy Separator and Grader has helped the company to maintain its position in highly competitive rice milling machinery market. Further company has added broader product portfolio for non-rice machinery through its associate company.
- > **In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year)**

The company has not imported any technology in last financial year.

- Details of technology imported.
Not applicable since it has not imported any technology in last financial year.
- Year of import.
Not applicable
- Whether the technology has been fully absorbed.
Not applicable
- If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
Not applicable
- Expenditure incurred on research & development Approx. Rs. 10 Lakhs.

G. G. DANDEKAR MACHINE WORKS LIMITED

ANNEXURE III TO THE DIRECTORS' REPORT

INFORMATION FORMING PART OF THE DIRECTORS' REPORT PURSUANT TO RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Sr. No	Particulars	After considering commission
I	The ratio of remuneration of each director to the median remuneration of the employees of the Company for the financial year	Name of Director
		Mr. Nihal G. Kulkarni, Chairman
		Mr. Mangesh Joshi Executive Director
		Mr. Saurabh B. Patwardhan
		Mr. Pawan J. Rathi
		Ms. Smita Raichurkar
		Mr. Chinmay Bhandari*
II	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Ratio
		Not Applicable
		8.89
		Not Applicable
		Not Applicable
		Not Applicable
		Not Applicable
		Not Applicable
		Not Applicable
III	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Percentage +/- in the remuneration
		Not Applicable
		Nil
		Not Applicable
		Not Applicable
		Not Applicable
		Not Applicable
		Not Applicable
		Not Applicable
IV	The number of permanent employees on the rolls of Company during the FY 2020-21	9 including Executive Director
V	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	NIL
VI	Affirmation	The Board affirms that the remuneration is as per the remuneration policy of the Company.

* Mr. Shishir Panse and Ms. Sayalee Yengul were appointed as Chief Financial Officer & Key Managerial Personnel and Company Secretary & Key Managerial Personnel w.e.f. 15th June 2020. Mr. Shishir Panse resigned from the office of Chief Financial Officer & Key Managerial Personnel w.e.f. 31st March, 2021.

Independent Auditor's Report

To the Members of
G. G. Dandekar Machine Works Limited,
Nagpur.

Report on the audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of G. G. Dandekar Machine Works Limited ("the Company"), which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including Ind AS specified under Section 133 of the Act, of the state of affairs (financial position) of the Company as at 31 March, 2021, and its total comprehensive income (financial performance comprising loss and other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for opinion

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

Key Audit Matters

5. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
6. Description of each key audit matter in accordance with SA 701.

Sr. No.	The key audit matters	How our audit addressed the key audit matters
1.	<p><u>Manufacturing activity of the Company at Nagpur:</u></p> <p>There has been decline in the turnover of the manufacturing activity of the Company over the years. The activity is also facing a situation of negative working capital. This had resulted in piling up of creditors. This has also adversely affected the manufacturing schedules and consequently resulted in delays in execution of sales orders.</p>	<ul style="list-style-type: none"> • We discussed with the Management and Management informed us initiatives/ efforts taken by the Company to streamline the operations. • To overcome these issues, during the previous financial year, the Company promoted another associate private limited company 'Navasasyam Dandekar Private Limited (NDPL)' with certain industry experts in grain processing technology. • As per the audited financial statements for the Financial Year 2020-21 the operations of NDPL have resulted in profits. • We are informed that the Management is confident of achieving business synergy and growth in the manufacturing activity of the Company with the promotion of NDPL. The management is confident that above steps will help to streamline the operations

G. G. DANDEKAR MACHINE WORKS LIMITED

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

7. The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors report thereon.
8. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
9. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

10. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("the Rules").
11. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
12. In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
13. The Company's Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the audit of the standalone financial statements

14. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
15. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
16. Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone financial statements.
 17. 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.
 18. 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.
 19. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter:

20. In our earlier limited review reports issued pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), we had invited your attention to the facts relating to decline in the turnover of food processing machinery activity (the Activity) of Company and that the Company has promoted another company 'Navasasyam Dandekar Private Limited' (JV Company) in a joint venture with certain industry experts. As per the audited financial statements for the Financial Year 2020-21 the operations of JV Company have resulted in profits. We are informed that the Management is confident of achieving business synergy and growth in the manufacturing activity of the Company with the promotion of the JV Company. Despite the stabilization of activities of the JV Company and view of the Management regarding business synergy and growth in the manufacturing activity, we are of the view that sustenance of the activity depends on the achievement of business synergy of the Company and the JV Company. Our opinion is not modified in this respect.

Report on Other Legal and Regulatory Requirements

21. As required by the Companies (Auditors' Report) Order, 2016 ('the Order'), issued by the Central Government of India in terms of section 143(11) of the Act, we enclose in "Annexure-A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
22. As required by sub-section 3 of Section 143 of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

G. G. DANDEKAR MACHINE WORKS LIMITED

- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the Directors as on 31 March, 2021, and taken on record by the Board of Directors, none of the Directors are disqualified as on 31 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-B" to this report.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements;
 - ii. The company did not have any long-term contracts, including derivative contracts, for which there were any material foreseeable losses; and
 - iii. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
- h) With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

For Kulkarni Soman & Associates,
Chartered Accountants,
[F.R.No. 139786 – W]

Bageshri Khadilkar
Partner
M.No. 139656
UDIN: 21139656AAAAAX6487

Place : Pune
Date : 29.06.2021

“Annexure - A” to Independent Auditor's Report

(Referred to in paragraph 21 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation, of fixed assets.
- b) The Company has physically verified all of its fixed assets during the year. No material discrepancies have been noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- c) According to the information and explanations given to us, the title deeds of immovable properties, as disclosed in the standalone financial statements, are held in the name of the Company, except land located at Plot no. 59, Dandekarwadi, Bhiwandi which is in possession of the Company.
- (ii) The inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable. In respect of inventory lying with third parties, these have been confirmed by them. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) In our opinion and according to information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company.
- (iv) In our opinion and according to information and explanations given to us, the Company has not given loans, made investments or given guarantees which are covered by the provisions of Section 185 and Section 186 of the Act. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company.
- (v) The Company has not accepted any deposits from the public in accordance with the provisions of sections 73 to 76 of the Act and the rules framed there under.
- (vi) Provisions of maintenance of cost records under section 148(1) of the Companies Act, 2013 are not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and records of the company examined by us, the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income- tax, sales-tax, service tax, value added tax, cess and any other material statutory dues with the appropriate authorities and there were no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable;
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, value added tax, Service tax, duty of customs, duty of excise which have not been deposited with the appropriate authorities on account of any dispute other than those mentioned below:

Statute	Forum with Dispute is pending	Period to which the amount relates	Amount (net of payments made (Rs. in Lakhs)
Income Tax Act, 1961	High Court (Mumbai)	AY 1993-94	394.34
Income Tax Act, 1961	Commissioner of Income Tax	AY 2010-11	1.10
Income Tax Act, 1961	Commissioner of Income Tax (Appeals)	AY 2011-12, AY 2013-14, AY 2014-15	295.30
Wealth Tax Act, 1957	Commissioner of Wealth Tax (Appeals)	AY 2007-08 to AY 2013-14	22.64

G. G. DANDEKAR MACHINE WORKS LIMITED

- (viii) The Company does not have any loans or borrowings from any bank or financial institution or Government, nor has it issued any debentures, as at the balance sheet date accordingly, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- (ix) The Company has not raised any money by way of initial public offer, further public offer (including debt instruments) and term loans during the year. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records, the Company has paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examinations of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. The details of such related party transactions have been disclosed in the standalone financial statements as required under Ind AS 24, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (xiv) According to the information and explanations give to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations give to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, provisions of paragraph 3(xv) of the Order are not applicable.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3 (xvi) of the Order are not applicable to the Company.

For Kulkarni Soman & Associates,
Chartered Accountants,
[F.R.No. 139786 – W]

Bageshri Khadilkar
Partner
M.No. 139656
UDIN: 21139656AAAAAX6487

Place : Pune
Date : 29.06.2021

“Annexure - B” to the Independent Auditor's Report

(Referred to in Paragraph 22(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013('the Act')

1. We have audited the internal financial controls over financial reporting of G. G. Dandekar Machine Works Limited (“the Company”) as of 31 March, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the 'Guidance Note' issued by the ICAI 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

For Kulkarni Soman & Associates,
Chartered Accountants,
[F.R.No. 139786 – W]

Bageshri Khadilkar
Partner
M.No. 139656
UDIN: 21139656AAAAAX6487

Place : Pune
Date : 29.06.2021

G. G. DANDEKAR MACHINE WORKS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2021

Sr.No.	PARTICULARS	Note No.	AS AT 31.03.2021	AS AT 31.03.2020
			Rs. in Lakhs	Rs. in Lakhs
	ASSETS			
1	Non-Current Assets			
	(a) Property, Plant and Equipment	7	923.46	990.73
	(b) Intangible Assets	7	0.69	2.15
	(c) Financial Assets			
	(i) Investments	8	2,736.89	2,025.91
	(ii) Loans	9	2.27	5.86
			<u>3,663.31</u>	<u>3,024.65</u>
2	Current Assets			
	(a) Inventories	10	80.67	106.71
	(b) Financial Assets			
	(i) Trade Receivables	11	19.37	14.32
	(ii) Cash and Cash Equivalents	12	160.12	19.53
	(iii) Bank Balances other than (ii) above	13	76.47	72.54
	(v) Others	14	236.61	150.12
	(c) Current Tax Assets (Net)	15	175.38	173.77
	(d) Other Current Assets	16	33.54	27.24
			<u>782.16</u>	<u>564.23</u>
3	Assets classified as held for sale	17	4.03	4.03
	TOTAL		<u>4,449.50</u>	<u>3,592.91</u>
	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share capital	18	47.61	47.61
	(b) Other equity	19	3,877.71	2,895.47
			<u>3,925.32</u>	<u>2,943.08</u>
	Liabilities			
1	Non-current liabilities			
	(a) Provisions	20	1.86	2.21
	(b) Deferred Tax Liabilities (Net)	21	71.11	68.48
	(c) Other Non-Current Liabilities	22	-	1.06
			<u>72.97</u>	<u>71.75</u>
2	Current liabilities			
	(a) Financial Liabilities			
	(i) Trade Payables	23	231.51	314.49
	(ii) Other Financial Liabilities	24	90.34	86.39
	(b) Other Current Liabilities	25	80.87	106.84
	(c) Provisions	26	48.49	70.36
			<u>451.21</u>	<u>578.08</u>
3	Liabilities associated with assets held for sale		-	-
	TOTAL		<u>4,449.50</u>	<u>3,592.91</u>

Notes 1 to 49 form an integral part of the Financial Statements

As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadiolkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED

G. G. DANDEKAR MACHINE WORKS LIMITED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

Sr.No.	PARTICULARS	Note No.	For the year ended on 31st March, 2021 Rs. in Lakhs	For the year ended on 31st March, 2020 Rs. in Lakhs
1	INCOME			
	(a) Revenue from Operations	27	457.04	420.62
	(b) Other Income	28	82.21	38.94
	Total Income		539.25	459.55
2	EXPENSES			
	(a) Cost of Materials Consumed	29	291.92	213.73
	(b) Changes in Inventories of Finished Goods, Work-in-progress & Stock-in-trade	30	14.47	19.17
	(c) Employee Benefits Expense	31	160.56	196.27
	(d) Depreciation and Amortisation Expense	7	67.80	75.47
	(e) Operational & Other Expenses	32	116.55	321.70
	Total Expenses		651.29	826.34
3	Profit/ (Loss) before exceptional items and tax		(112.04)	(366.79)
	Add / (Less): Exceptional Items		-	-
4	Profit/ (Loss) Before Tax		(112.04)	(366.79)
5	Less: Tax Expense			
	(a) Current Tax		-	-
	(b) Tax relating to prior period		-	-
	(c) Deferred Tax		2.63	(25.99)
			2.63	(25.99)
6	Profit/ (Loss) for the period		(114.67)	(340.80)
7	Other Comprehensive Income			
	(a) Items that will not be reclassified to profit or loss			
	Remeasurement of post employment benefit obligations		2.52	1.64
	Changes in fair value of FVOCI Equity Instruments		1,094.39	(252.08)
	(b) Income tax relating to items that will not be reclassified to profit or loss		-	-
	(c) Items that will be reclassified to profit or loss		-	-
	(d) Income tax relating to items that will be reclassified to profit or loss		-	-
			1,096.91	(250.45)
8	Total Comprehensive Income for the period		982.24	(591.24)
9	Earnings Per Equity Share:			
	Basic & Diluted	37	(2.41)	(7.16)

Notes 1 to 49 form an integral part of the Financial Statements

As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadiolkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31st MARCH 2021

(Amount in Rs Lakhs)

PARTICULARS			Number of Shares	Amount
1 EQUITY SHARE CAPITAL				
Balance as at 1 April 2019			4,761,387	47.61
Shares issued during the year			-	-
Balance as at 31 March 2020			4,761,387	47.61
Shares issued during the year			-	-
Balance as at 31 March 2021			4,761,387	47.61
PARTICULARS	General Reserves	Retained Earnings	Other Comprehensive Income	Total
2 OTHER EQUITY				
Balance as on 31 March, 2019	977.61	200.77	2,308.33	3,486.71
Total Comprehensive Income for the year	-	-	-	-
Profit for the year	-	(340.80)	-	(340.80)
Remeasurements gains/(loss) on defined benefit plans	-	-	1.64	1.64
Fair value changes in Equity instruments	-	-	(252.08)	(252.08)
Realised Gain on Sale of Investments	-	334.07	(334.07)	-
Balance as at 31 March, 2020	977.61	194.04	1,723.82	2,895.47
Total Comprehensive Income for the year				
Profit for the year	-	(114.67)	-	(114.67)
Remeasurements gains/(loss) on defined benefit plans	-	-	2.52	2.52
Fair value changes in Equity instruments	-	-	1,094.39	1,094.39
Realised Gain on Sale of Investments	-	294.30	(294.30)	-
Balance as at 31 March, 2021	977.61	373.67	2,526.43	3,877.71
3 TOTAL EQUITY AS ON 31 MARCH, 2021				3,925.32
TOTAL EQUITY AS ON 31 MARCH, 2020				2,943.08

Notes 1 to 49 form an integral part of the Financial Statements

As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadiolkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED

G. G. DANDEKAR MACHINE WORKS LIMITED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

PARTICULARS	For the Year Ended on 31.03.2021	For the Year Ended on 31.03.2020
	Rs. in Lakhs	Rs. in Lakhs
Cash Flow from Operating Activities		
Net Profit before tax	(112.04)	(366.79)
Adjustment for:		
- Depreciation	67.80	75.47
- Gratuity	2.52	1.64
- Assets Written off	0.94	0.25
- Interest & Dividend received	(22.31)	(34.05)
Operating profit before working capital changes	(63.10)	(323.48)
(Increase) / Decrease in Other Non Current asset	3.59	0.14
(Increase) / Decrease in Inventories	26.04	15.06
(Increase) / Decrease in Trade Receivables	(5.05)	(0.08)
(Increase) / Decrease in Other Bank Balances	(3.93)	-
(Increase) / Decrease in Other Financial Assets	(86.49)	113.32
(Increase) / Decrease in Other Current Assets	(6.30)	(9.66)
Increase / (Decrease) in Provisions	(22.21)	(30.85)
Increase / (Decrease) in Trade Payables	(82.97)	70.08
Increase / (Decrease) in Other Financial Liabilities	3.94	(84.05)
Increase / (Decrease) in Other Non Current Liabilities	(1.06)	-
Increase / (Decrease) in Other Current Liabilities	(25.98)	40.18
Cash generated from operations	(263.53)	(209.34)
Direct Taxes (Paid)/Refunded	(1.61)	(50.86)
Net cash from operating activities	(265.13)	(260.20)
Cash Flow from Investing Activities		
Purchase of fixed assets	-	-
Deposit with Banks	-	(70.00)
Interest & Dividend received	22.31	34.05
Proceeds / (Repayment) from Non Current Investments	383.41	349.86
Investment in Associate	-	(0.49)
Purchase of non-current investments	-	37.50)
Net Cash flow from investing activities	405.72	275.92
Cash Flow from Financing Activities		
Interest paid	-	-
Net Cash flow from Financing Activities	-	-
Increase / (Decrease) in cash and cash equivalents	140.59	15.72
Cash and cash equivalents at beginning of the year	19.53	3.81
Cash and cash equivalents at end of the year	160.12	19.53

Notes 1 to 49 form an integral part of the Financial Statements
As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadilkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2021

1. **Company Overview:**

G. G. Dandekar Machine Works Limited ('the Company') is a Public Limited Company domiciled and registered in India. The Registered Office of the Company is situated at 211/A, MIDC Butibori Industrial Area, Kinhi Village, Tal. Hingna, Dist. Nagpur 441122. The equity shares of the Company are listed on the Bombay Stock Exchange (BSE). The Company is engaged in the manufacturing of "Food Processing Machineries". These standalone financial statements were approved for issue by the Board of Directors on 29th June, 2021.

2. **Basis of Preparation, Presentation and Measurement:**

These financial statements of the Company comply in all material respects, with the Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act 2013 ('Act'), read together with the Companies (Indian Accounting Standards) Rules, 2015 ('Rules'), as amended and other relevant provisions of the Act.

These financial statements have been prepared on an accrual basis and under historical cost convention, except for certain financial assets and financial liabilities that have been measured at fair value.

These financial statements are presented in Indian Rupees (Rs.) which are rounded to the nearest Lakhs (up to two decimals), unless otherwise stated.

3. **Basis of Current and Non-Current Classification:**

All assets and liabilities have been classified as Current or Non-Current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of the activities and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of Current/ Non-Current classification of assets and liabilities. Accordingly, an asset is treated as current when it is expected to be realised within twelve months after the reporting period, and a liability is current when it is due to be settled within twelve months after the reporting period.

4. **Use of Estimates:**

The preparation of Financial Statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that may affect the reported amounts in the Balance Sheet, Statement of Profit and Loss and related disclosures of the contingent liabilities and others at the end of each reporting period.

The estimates are based on the management's best knowledge of current events and actions. However, due to uncertainties relating to these judgments, assumptions and estimates, the actual amounts may differ. Estimates and underlying assumptions are reviewed on an ongoing basis on each reporting date and may change from period to period. Appropriate changes in estimates are made prospectively, when the management becomes aware of changes in circumstances surrounding the estimates and the differences, if any, between the actual results and estimates are recognised in the period in which the results are known or materialised and, if material, their effects are disclosed in the notes to the Financial Statements.

5. **Significant Accounting Policies:**

5.1. **Property, Plant and Equipment (PPE)-**

An item of PPE is recognised when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. PPE is stated at its original cost net of tax / duty credits availed, if any, but including borrowing costs for qualifying assets and other attributable costs incurred for bringing the asset to its working condition for its intended use, less accumulated depreciation and cumulative impairment, if any.

Subsequent expenditure incurred is included in the asset's carrying amount appropriately, only when it is probable that future economic benefits associated with the item will flow to the Company and cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the statement of Profit and Loss during the reporting period in which they are incurred.

Items of PPE not ready for its intended use on the reporting date are disclosed as "Capital Work in Progress".

An item of PPE is de-recognised upon disposal or when retired from active use when no future benefits are expected from its use. Gains/ losses on de-recognition are recognised in the statement of Profit and Loss.

5.2. **Intangible Assets-**

An Intangible asset is recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably and is stated at cost less accumulated amortisation and impairments, if any.

Software, which is not an integral part of any related hardware, is classified as an intangible asset.

The carrying amount of an intangible asset is de-recognised on disposal or when no future economic benefits are expected to flow from its use or disposal. The gain or loss arising from de-recognition is recognised in the Statement of Profit and Loss.

5.3. Depreciation and Amortisation-

- a. Depreciation on fixed assets is charged on Written Down Value method using the useful lives and residual values of all the assets, as prescribed under Part – C of Schedule II to the Companies Act, 2013, except as stated in para (b) & (c) below
- b. Leasehold land is amortised on straight line basis over the period of lease.
- c. Computer Software are being amortised on Straight Line basis over a period of 6 years.
- d. The residual value and useful lives are reviewed on regular basis and the changes in estimate, when relevant, are accounted for on a prospective basis.

5.4. Non- Current Assets Held for Sale-

The Company classifies non-current assets as held for sale if their carrying amounts are expected to be recovered principally through sale transaction rather than through continuing use. Non-current assets, classified as held for sale are measured at the lower of their carrying amounts and the fair value less costs to sell. The criteria for assets held for sale classification is regarded as met only when the sale is highly probable and the asset is available for immediate sale in its present condition.

5.5. Impairment of Non-Financial Assets-

As at each reporting date, the Company assesses the situation, whether there is an indication that a non-financial asset is required to be impaired and also whether there is an indication of reversal of impairment, if any, recognised in the previous periods. The impairment loss, if any, is recognised in the statement of profit and loss. A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation, if there was no impairment.

5.6. Financial Instruments-

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. The company recognises a financial instrument when it becomes a party to the contractual provisions of instrument.

a) Financial Assets-

i. Initial Recognition

All financial assets are recognised initially at transaction value and where such transaction values are different from fair value, at fair value. Transaction costs that are attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to the fair value of such financial assets on initial recognition.

ii. Subsequent Measurement

For purposes of subsequent measurement, financial assets are classified in following categories:

Financial Assets measured at Amortised Cost

Financial assets are subsequently measured at amortised cost, if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent measurement is done using effective interest rate (EIR) method and resultant interest income from these financial assets is included in finance income. Impairment losses and reversals thereof arising on these assets are recognised in the Statement of Profit and Loss.

Financial Assets Measured at Fair Value through Other Comprehensive Income

Financial assets are measured at fair value through Other Comprehensive Income (OCI), if financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and to sell financial assets and the contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent measurement, until they are derecognised or reclassified, is done at fair value and unrealised gains and losses are recognised in other comprehensive income except for the recognition of impairment losses and reversals thereof, interest revenue and foreign exchange gains and losses are recognised in the Statement of Profit and Loss.

Financial Assets Measured at Fair Value through Profit or loss

Financial assets are measured at fair value through Profit or loss unless it is measured at amortised cost or at fair value through OCI. Subsequent measurement is done at fair value and unrealised gains and losses are recognised in the statement of profit and loss.

Investment in equity instruments issued by subsidiary, associate and joint venture companies are measured at cost less impairment.

iii. Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition.

The impairment provisions for financials assets are mainly based on past history, assumptions about risk of defaults, expected loss rates and timing of cash flows. As a practical expedient, the company uses a standard provision matrix. The company applies standard ECL impairment allowance based on ageing of receivables to estimate the provision amount. However, if credit risk has increased significantly, lifetime ECL is used.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive after applying a standard provision matrix. ECL impairment loss allowance or reversal thereof is recognised in the Statement of Profit and Loss.

iv. De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

b. Financial Liabilities-**i. Initial Recognition**

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs that are not recognised at fair value through profit and loss account.

ii. Subsequent Measurement

For the purposes of subsequent measurement, financial liabilities are classified and measured as follows-

Financial liabilities at FVTPL

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Financial liabilities at amortised cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the Statement of Profit and Loss. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

iii. De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

5.7. Fair Value Measurements-

Measurement of assets and liabilities at fair value is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability.

Fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the assets in its highest and the best use or selling it to another market participant that would use the asset in its highest and best use.

All assets and liabilities for which fair value is measured or disclosed are categorised within fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level-1 -Quoted market prices in the active market for identical assets and liabilities.

Level-2- Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level-3 – Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly unobservable.

5.8. Borrowing Costs-

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset, that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as a part of the cost of the asset. All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they occur.

5.9. Inventories-

- a. Raw material, components, stores and spares are valued at lower of cost measured on weighted average cost basis or net realisable value. However, these items are considered to be realisable at cost if the finished products in which they will be used, are expected to be sold at or above cost
- b. Work in Progress relating to manufacturing is valued at lower of cost of production or net realisable value.
- c. Finished Goods are valued at lower of cost or net realisable value. Cost includes related overheads.

5.8. Foreign Currency Transactions-

The functional currency and presentation currency of the company is Indian Rupee. Transactions in currencies other than the company's functional currency are recorded on initial recognition using the exchange rate prevailing on the date of transaction except where consideration is received or paid in advance in which case the date of such payment or receipt of advance is considered as the date of transaction for determining the exchange rate to be used for initial recognition of the related asset, expense or liability, income. At each Balance Sheet date, foreign currency monetary items are restated using the closing rate.

Non-monetary items are measured at historical cost and are not retranslated. Exchange differences that arise on settlement of monetary items or on restating of monetary items at each Balance Sheet date at the closing rate are recognised in the Statement of Profit and Loss in the period in which they arise.

5.9. Provisions, Contingent Liabilities and Contingent Assets-

- a. Provisions are recognised only when-
 - i. the Company has a present obligation as a result of past event (legal or constructive):
 - ii. a probable outflow of resources embodying economic benefits will be required to settle the obligation; and
 - iii. the amount of obligation can be reliably estimated.

Provision is measured using cash flows estimated to settle the present obligation. The carrying amount of provision is the present value of those cash flows.
- b. Contingent liabilities are disclosed in case of:
 - i. a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation,

- ii. a present obligation arising from past events, when no reliable estimate is possible,
- iii. a possible obligation arising from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.
- c. Possible obligations arising from past events where likelihood of actual outflow of resources is remote are not considered as contingent liabilities.
- d. Contingent assets are neither recognised, nor disclosed.
- e. Provisions and Contingent Liabilities are reviewed at each Balance Sheet date.

5.10. Revenue Recognition-

a. Revenue from contracts with Customers

Revenue is recognised when or as the entity satisfies associated performance obligation by transferring control of promised goods or services or both to a customer at an amount that reflects the consideration which the Company expects to receive in exchange for those goods or services. In case of multiple performance obligations, the revenue is recognised to the extent of transaction price allocated to the performance obligation that is satisfied.

The transaction price of goods sold and services rendered is net of variable consideration on account of discounts offered by the Company as part of the contract. Revenue is recognised only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

Revenue from sale of goods

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

Revenue from services

Revenue from erection and commissioning services is recognised on completion of contractual obligations.

b. Other Revenue

Interest income is recognised on time proportion basis determined by the amount outstanding and the rate applicable using the effective interest rate method.

Dividend income is recognised when the Company's right to receive the same is established.

5.11. Warranty Expenses-

The estimated liability for product warranties is recorded at the end of financial year. These estimates are established using historical information on the nature, frequency and average cost of warranty claims and management estimates regarding possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claim will arise - being typically up to 2 to 3 years.

5.12. Research and Development Expenses-

- a. Research and Development Expenses, other than Capital Expenses are charged to Profit and Loss Account as and when incurred.
- b. Capital expenditure incurred for research and development activities are included in respective Fixed Assets and Depreciation is provided as per rates specified, in Schedule II of the Companies Act, 2013.

5.13. Tax Expenses-

- a. Provision for Current Tax is made on the basis of taxable income for the current accounting period computed in accordance with the provisions of Income Tax Act, 1961.

The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

Current tax relating to items recognised outside the statement of profit and loss is recognised, either in OCI or in equity. Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

- b. Provision for Deferred Tax is recognised for all taxable temporary differences between carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profits and is quantified using tax rates and laws enacted or substantially enacted as on the reporting date. Deferred tax asset is recognised and carried forward only to the extent that it is probable that taxable profits will be available against with those deductible temporary differences can be utilised in the future.

5.14. Leases-

The Company assesses and designates a contract as a lease contract, at inception of a contract. The determination of whether an arrangement is a lease is based on the substance of the arrangement. The arrangement is a lease if fulfilment of the arrangement is dependent on the use of an identified asset or assets and the arrangement conveys a right to control use of the identified asset or assets for a period of time in exchange for a consideration, even if that right is not explicitly specified in an arrangement.

Accounting as lessee-

In case of contracts of material value where the Company is a Lessee, it recognises a right of use asset (ROU asset) and a lease liability on the commencement date of the contract.

A ROU asset is valued using cost model. At the commencement of the lease ROU asset is recognised at cost which comprises of - total lease payments to be made over the lease term valued at its present value using Company's incremental borrowing rate, initial direct costs and costs of restoration; net of lease incentives received. ROU asset is depreciated over the lease term on straight line basis over the shorter of the lease term and useful life of the underlying asset.

The Company determines the lease term as the non-cancellable period of a lease, together with periods covered by an option to extend the lease, where the Company is reasonably certain to exercise that option.

A lease liability is recognised at present value of total lease payments to be made over the lease term using Company's incremental borrowing rate. Lease liability is increased to reflect interest on the lease liability and reduced to reflect payments made to the lessor. The carrying value of lease liability is reassessed when there is change in lease term.

The Company has availed recognition exemption and chosen not to apply the above accounting treatment for short term leases and leases for low value underlying assets where lease payment associated with those leases are recognised as an expense as and when incurred on systematic basic.

5.15. Employee Benefits-

a. Short Term Employee Benefits

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are expensed in the period in which the employee renders the related service.

b. Post-Employment Benefits:

i. Defined Contribution Plans

The State governed Employee Provident Fund and Pension Scheme, Employees State Insurance Scheme are the defined contribution plans. The liability on account of Company's contributions paid or payable under these schemes is recognised during the period in which the employee renders the related service and is charged to the Statement of Profit and Loss. The Company has no further obligation beyond these contributions towards employees.

ii. Defined Benefit Plans

The employees' gratuity fund scheme is the Company's defined benefit plan. The present value of the obligation under the said defined benefit plan is determined on the basis of actuarial valuation from an independent actuary using the Projected Unit Credit Method. Actuarial gains and losses are recognised immediately in the balance sheet with a corresponding debit or credit to other comprehensive income in the period in which they occur and not reclassified to Statement of Profit or Loss in subsequent periods.

c. Long Term Employee Benefits:

The accruing liability on account of encashment of leave entitlement of employees as per the rules of the Company is determined and provided for on the basis of the actuarial valuation from an independent actuary. Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss in the period in which they occur.

5.16. Segment-

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker regularly monitors and reviews the operating result of the Company through identified segments. The reporting of segment information is the same as provided to the Management for the purpose of the performance assessment and resource allocation to the segments. Segment accounting policies are in line with the accounting policies of the company

5.17. Earnings Per Share-

Basic EPS amount is calculated by dividing the net profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

5.18. Cash Flow-

The Cash Flow Statement is prepared by the Indirect Method set out in Ind AS-7 'Cash Flow Statement' and presents cash flow by operating, investing and financing activities of the Company.

6. Recent Accounting Pronouncements:

The Ministry of Corporate Affairs (MCA) through the Companies (Indian Accounting Standards) Amendment Rules, 2021, has notified certain amendments to certain existing Ind ASs which are applicable with immediate effect from the date of the notification. The details are as under-

Ind AS 116 - Leases – The amendments extend the benefits of the COVID 19 related rent concession that were introduced in the previous year which allowed lessees to recognize COVID 19 related rent concessions as income rather than as lease modification for a certain period.

Ind AS 109 - Financial Instruments – The amendment provides certain practical expedients and additional temporary exception from applying hedge accounting. Both are due to Interest Rate Benchmark Reform

Ind AS 107 - Financial Instruments - Recognition, Presentation and Disclosure – The amendment clarifies the certain additional disclosures to be made on account of Interest Rate Benchmark Reform

All other amendments relating to certain other Ind Ass are largely clarificatory or editorial in nature.

The Company does not expect any significant impact of the amendments on its financial statements.

(Amount in Rs Lakhs)

Note 8: Property, Plant and Equipment and Intangible Assets

PARTICULARS	GROSS BLOCK			DEPRECIATION & AMORTISATION			NET BLOCK	
	As at 01 April 2020	Additions	Transferred to Held For Sale	As at 31 March 2021	Deductions	For the Year	As at 31 March 2021	As on 31 March 2020
1. Property, Plant and Equipment								
Leasehold Land	237.03	-	-	237.03	-	2.53	28.68	208.35
Factory Building	732.84	-	-	732.84	-	29.70	449.29	283.55
Non Factory Building	639.86	-	-	639.86	-	19.39	272.69	367.17
Plant & Machinery	373.75	-	-	358.17	15.57	10.41	312.41	45.76
Patterns, Jigs & Moulds	47.69	-	-	41.63	6.06	3.04	27.85	13.78
Computer Machinery	36.99	-	-	25.76	11.23	0.06	24.38	1.37
Vehicle	9.75	-	-	9.75	-	-	9.31	0.44
Furniture & Fixtures and Office Equipment	21.89	-	-	4.85	17.04	1.20	1.82	3.03
Total (1)	2,099.80	-	-	2,049.89	49.91	66.33	1,126.43	923.46
Previous Year	2,120.44	-	-	2,099.80	20.64	73.99	1,109.07	990.73
2. Intangible Assets								
Software	4.03	-	-	4.03	-	1.46	3.34	0.69
Total (2)	4.03	-	-	4.03	-	1.46	3.34	0.69
Previous Year	36.29	-	-	4.03	32.26	1.48	1.88	2.15
TOTAL	2,103.83	-	-	2,053.92	49.91	67.80	1,129.77	924.14

(Amount in Rs Lakh)

PARTICULARS	As at 31 March 2021	As at 31 March 2020
9 INVESTMENTS- NON CURRENT		
i INVESTMENT IN EQUITY INSTRUMENTS		
(a) Trade, Unquoted and fully paid up (valued at Fair Value through Other Comprehensive Income)		
1,000 (Previous Year 1,000) Equity Shares of Rs. 10/- each in Saraswat Co-operative Bank Limited.	0.10	0.10
1,000 (Previous year 1,000) Equity Shares of Rs. 10/- each in S. L. Kirloskar CSR Foundation	0.10	0.10
3,75,000 (Previous Year 3,75,000) Equity Shares of Rs. 10/- each in Kirloskar Management Services Private Limited	37.50	37.50
(b) Investment in Associate Company (Trade, Unquoted and fully paid up, valued at cost)	-	-
49,000 (Previous Year 49,000) Equity Shares of Rs. 1/- each in Navasasayam Dandekar Private Limited	0.49	0.49
(c) Non Trade, Quoted and fully paid up (valued at valued at Fair Value through Other Comprehensive Income)	-	-
50,000 Equity Shares of Rs. 2/- each (Previous Year 50,000 Equity Shares of Rs. 2/- each) in Gujarat Gas Limited	274.88	116.30
291,375 (Previous Year 291,375) Equity Shares of Rs. 2/- each in Indraprastha Gas Limited	1,488.34	1,133.01
29,950 (Previous Year 29,950) Equity Shares of Rs. 1/- each in Marico Limited	123.24	82.32
5,450 (Previous Year 5,450) Equity Shares of Rs. 10/- each in Lakshmi Machine Works Limited	365.03	125.37
4,901 (Previous Year 4,901) Equity Shares of Rs. 10/- each in ICRA Limited	160.95	106.11
15,590 (Previous Year 15,590) Equity Shares of Rs. 1/- each in CRISIL Limited	286.26	195.65
Nil (Previous Year 2,820) Equity Shares of Rs. 10/- each in Bajaj Holdings & Investments limited	-	50.75
Nil (Previous Year 3,995) Equity Shares of Rs. 10/- each in Bajaj Auto Limited	-	80.89
NIL (Previous Year Nil) Equity Shares of Rs. 2/- each in Gruh Finance Limited**	-	-
Nil (Previous Year 47,786) Equity Shares of Rs. 10/- each in Bandhan Bank Limited**	-	97.32
Total	2,736.89	2,025.91
**Bandhan Bank Shares have been issued in a scheme of swap when Bandhan bank has taken over Gruh Finance. The company received 67,786 Shares of Bandhan Bank against 1,10,539 shares of Gruh Finance Held		
9.1 Details of Quoted Investments		
Aggregate amount of quoted investments and market value thereof		
Cost	194.68	283.79
Market Value	2,698.70	1,987.72
10 LOANS- NON CURRENT		
(Un-secured and considered good)		
i Security Deposits	2.27	5.86
Total	2.27	5.86

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(Amount in Rs Lakhs)

PARTICULARS	As at 31 March 2021	As at 31 March 2020
10 INVENTORIES		
i Raw Materials	63.12	74.69
ii Work-in-progress	11.33	15.38
iii Finished Goods	6.23	16.65
Total	80.67	106.71
11 TRADE RECEIVABLES		
Unsecured		
i Considered good	19.37	14.32
ii Considered doubtful	3.49	3.49
Less : Allowance for Expected Credit Loss	(3.49)	(3.49)
Total	19.37	14.32
12 CASH AND CASH EQUIVALENTS		
i Cash on hand	0.08	0.08
ii Balances with Banks In Current Accounts	160.04	19.45
Total	160.12	19.53
13 OTHER BANK BALANCES		
i Deposit with Bank held as security against Guarantee	76.47	72.54
Total	76.47	72.54
14 OTHER CURRENT FINANCIAL ASSETS (Unsecured)		
i Other Receivables (considered good)	4.89	4.23
ii Balance with Statutory Authorities	141.31	145.89
iii Receivable against Sale of Investments	90.41	-
Total	236.61	150.12
15 CURRENT TAX ASSETS (NET) Advance Income Tax (Including TDS) (Net of Provision for Tax)	175.38	173.77
Total	175.38	173.77
16 OTHER CURRENT ASSETS		
i Advances to Suppliers	30.51	26.06
ii Prepaid Expenses	1.49	0.20
iii Other Advances	1.54	0.99
Total	33.54	27.24
17 ASSETS HELD FOR SALE		
i Freehold Land	0.47	0.47
ii Factory Building	0.65	0.65
iii Non- Factory Building	2.91	2.91
Total	4.03	4.03

PARTICULARS	As at 31 March 2021		As at 31 March 2020	
	Number	Rs. in Lakhs	Number	Rs. in Lakhs
18 EQUITY SHARE CAPITAL				
I Authorised				
Equity Shares of ₹ 1/- each	20,000,000	200.00	20,000,000	200.00
Total	20,000,000	200.00	20,000,000	200.00
ii Issued, Subscribed and fully paid up	-	-	-	-
	4,761,387	47.61	4,761,387	47.61
	-	-	-	-
Total	4,761,387	47.61	4,761,387	47.61

18.1 Reconciliation of Shares :

PARTICULARS	As at 31 March 2021		As at 31 March 2020	
	Number	Rs. in Lakhs	Number	Rs. in Lakhs
Equity Shares				
Outstanding at the beginning of the year	4,761,387	47.61	4,761,387	47.61
Issued/Bought back during the year	-	-	-	-
Outstanding at the end of the year	4,761,387	47.61	4,761,387	47.61

18.2 Rights, preferences and restrictions attached to equity shares :

The equity shares have rights, preferences and restrictions which are in accordance with the provisions of law, in particular the Companies Act, 2013.

18.3 Details of shares held by each shareholder holding more than 5% shares:

NAME OF SHAREHOLDER	As at 31 March 2021		As at 31 March 2020	
	Number	%	Number	%
Jyotsna G. Kulkarni	954,280	20.04%	954,280	20.04%
Atul C. Kirloskar *	416,609	8.75%	560,780	11.78%
Rahul C. Kirloskar *	549,820	11.55%	549,820	11.55%
Arti A. Kirloskar	255,829	5.37%	400,000	8.40%
Alpana R. Kirloskar	400,000	8.40%	400,000	8.40%
K.V.Development & Investment Company Pvt. Ltd.	268,664	5.64%	268,664	5.64%

* In addition to above, Atul C. Kirloskar and Rahul C. Kirloskar are holding 360 shares each as Karta of Atul C. Kirloskar HUF and Rahul C. Kirloskar HUF respectively.

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(Amount in Rs Lakhs)

PARTICULARS	General Reserves	Retained Earnings	Other Comprehensive Income	Total
19 OTHER EQUITY				
Balance as on 31 March, 2019	977.61	200.77	2,308.33	3,486.71
Total Comprehensive Income for the year	-	-	-	-
Profit/(Loss) for the year	-	(340.80)	-	(340.80)
Remeasurements gains/(loss) on defined benefit plans	-	-	1.64	1.64
Fair value changes in Equity instruments	-	-	(252.08)	(252.08)
Realised Gain on Sale of Investments	-	334.07	(334.07)	-
Balance as at 31 March, 2020	977.61	194.04	1,723.82	2,895.47
Total Comprehensive Income for the year				
Profit/(Loss) for the year	-	(114.67)	-	(114.67)
Remeasurements gains/(loss) on defined benefit plans	-	-	2.52	2.52
Fair value changes in Equity instruments	-	-	1,094.39	1,094.39
Realised Gain on Sale of Investments	-	294.30	(294.30)	-
Balance as at 31 March, 2021	977.61	373.67	2,526.43	3,877.71

(Amount in Rs Lakhs)

PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
20 PROVISIONS- NON CURRENT		
i Provision for Employee Benefits		
(a) Leave Encashment	1.86	2.21
Total	1.86	2.21
21 DEFERRED TAX LIABILITIES (NET)		
i Deferred Tax Liability		
On account of timing difference in Depreciation	71.11	68.48
Total	71.11	68.48
22 OTHER NON-CURRENT LIABILITIES		
i Trade & Security Deposits	-	1.06
Total	-	1.06

(Amount in Rs Lakhs)

PARTICULARS		AS AT 31 st March 2021	AS AT 31 st March 2020
23	TRADE PAYABLES		
i	Micro, Small and Medium Enterprises	8.62	19.77
ii	Others for Goods and Services	222.89	294.72
	Total	231.51	314.49
24	OTHER CURRENT FINANCIAL LIABILITIES		
i	Expenses and Other Payables	78.87	73.06
ii	Other Liabilities	6.79	8.73
iii	Ex-gratia & Superannuation Payable	4.68	4.61
	Total	90.34	86.39
25	OTHER CURRENT LIABILITIES		
i	Advance from Customers	80.87	106.84
	Total	80.87	106.84
26	PROVISIONS- CURRENT		
i	Provision for Employee Benefits		
(a)	Gratuity	2.32	2.19
(b)	Leave Encashment	0.74	0.92
ii	Others		
(a)	Sales tax	40.75	57.57
(b)	Warranty	4.68	9.68
	Total	48.49	70.36

(Amount in Rs Lakhs)

PARTICULARS		2020-21	2019-20
27	REVENUE FROM OPERATIONS		
i	Sale of Products	456.40	419.27
ii	Other Operating Revenue	0.64	1.35
	Total	457.04	420.62
28	OTHER INCOME		
i	Interest from Banks	4.25	2.82
ii	Dividend	18.06	31.23
iii	Sundry Provisions written back	26.32	4.89
iv	Sundry Balances written back	25.54	-
v	Other Miscellenous Income	8.04	-
	Total	82.21	38.94

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(Amount in Rs Lakhs)

PARTICULARS		2020-21	2019-20
29	COST OF MATERIALS CONSUMED		
i	Raw Materials		
	Opening Stock	74.69	70.58
	Add : Purchases	280.35	217.84
		355.04	288.42
	Less : Closing Stock	63.12	74.69
		291.92	213.73
	Total	291.92	213.73
30	CHANGES IN INVENTORIES OF WORK IN PROGRESS & FINISHED GOODS		
	Opening Stock		
	Work-in-Progress	15.38	15.90
	Finished Goods	16.65	35.29
		32.03	51.19
	Less:		
	Closing Stock		
	Work-in-Progress	11.33	15.38
	Finished Goods	6.23	16.65
		17.56	32.03
	(INCREASE) / DECREASE	14.47	19.17
31	EMPLOYEE BENEFITS EXPENSES		
i	Salaries, Wages, Bonus & Other Allowances	153.10	177.67
ii	Gratuity	2.65	2.68
iii	Contribution to PF/ESI & Other Funds	3.49	5.14
iv	Staff/Labour Welfare Expenses	1.32	10.78
	Total	160.56	196.27

(Amount in Rs Lakhs)

PARTICULARS		2020-21		2019-20	
32	OTHER EXPENSES				
i	Rent		1.36		3.34
ii	Rates & Taxes		9.89		11.89
iii	Insurance charges		0.81		2.22
iv	Power & Fuel		15.27		14.93
v	Repairs & Maintenance				
	(a) Building	0.20		0.45	
	(b) Plant & Machinery	8.20		1.84	
	(c) Other Assets	0.07		0.11	
			8.47		2.41
vi	Payment to Auditors				
	a) Statutory Audit fees	4.50		3.25	
	b) Tax Audit Fees	-		0.75	
	c) Out of Pocket Expenses	-		0.49	
			4.50		4.49
vii	Selling & Distribution Expenses				
	a) Commission on sales	-		7.13	
	b) Sales Promotion	0.31		0.77	
	c) Warranty	2.23		2.06	
	d) Carriage Outward	1.55		2.24	
			4.09		12.20
viii	Travelling & Conveyance		3.03		22.37
ix	Communication Expenses		1.31		1.96
x	Legal & Professional Fees		35.73		116.70
xi	Directors Sitting Fees		2.40		2.70
xii	Security Expenses		5.61		14.92
xiii	Office & Miscellaneous Expenses		8.67		14.88
xiv	Sundry Balances written off		14.47		2.12
xv	Fixed Assets written off		0.94		0.25
xvii	Provision for Sales Tax liability		-		57.57
xviii	Sales Tax Paid under Amnesty Scheme		-		36.77
	Total		116.55		321.70

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Note C: NOTES FORMING PART OF ACCOUNTS- Other Notes

33. Contingent Liabilities not provided for in respect of:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
A.	Disputed Liabilities in respect of Income Tax	704.94	704.94
B.	Disputed Liabilities in respect of Wealth Tax	22.64	22.64
C.	Claims against the Company by the Creditors not acknowledged as debts	6.00	6.00
D.	Bank Guarantee provided in respect of Labour NOC	70.00	70.00
E.	Certain parties have either filed cases against the company, or the Company has been made a party in respect of certain transactions relating to sale of land. The Company has been legally advised that it is in a position to defend its stand and as such does not expect any material financial liability.		

34. Disclosure pursuant to Ind AS 12 'Income Taxes':

a) Major components of income tax and deferred tax expense

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Major Components of Tax Expense / (Income):		
Current Income Tax Charge		
Current Income Tax	-	-
Adjustments in respect of current income tax of previous year	-	-
Deferred Tax		
Relating to origination and reversal of temporary differences	2.63	(25.99)
Net Tax Expense	2.63	(25.99)

b) Reconciliation of tax expense and accounting profit multiplied by India's domestic tax rate :

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Accounting profit /(loss) before tax	(112.04)	(366.79)
Statutory income tax rate (MAT rate)	15.6	15.6
Tax at statutory income tax rate on profit as per books	-	-
Tax impact of difference in depreciation as per books and income tax act	-	-
Tax impact of expenses not deductible	-	-
Tax impact on expenses allowable under MAT	-	-
Others -	-	-
Tax relating to earlier period	-	-
Income Tax expense reported in the statement of profit & loss	-	-

c) Details of tax assets & liabilities:

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Income Tax Assets	447.13	445.52
Income Tax Liabilities	271.75	271.75
Net Current Income tax assets at the end	175.38	173.77

d) Gross movement in the current income tax asset/ (liability):

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Net Income Tax Asset as at the beginning	173.77	122.92
Income Tax paid / TDS	1.61	50.86
Current income tax expenses	-	-
Net refund received for earlier years	-	-
Income Tax for earlier years	-	-
Net income tax Asset as at the end	175.38	173.77

e) Reconciliation of Deferred tax assets/(liabilities):

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Deferred Tax Liabilities (Net) as at the beginning	(68.48)	(94.47)
Deferred Tax Income/ Expense recognized in Statement of Profit & Loss:		
Difference between WDV of PPE as per books & Income Tax	(2.63)	25.99
Deferred Tax Liabilities (Net) as at the end	(71.11)	(68.48)

35. Disclosure pursuant to Ind AS 19 on 'Employee Benefits'

a. Defined benefit plans: Gratuity Plan

i. General descriptions of defined benefit plans: Gratuity Plan

The Company has established a gratuity plan wherein every employee is entitled to the benefit equivalent to thirty days' salary for each completed year of service. The same is payable on termination of service or retirement whichever is earlier. The benefit vests after five years of continuous service.

The funds are managed by LIC who have made investments as per their policy; and a detailed break-up of composition of investments made by LIC in various securities is not, at present, available.

ii. The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Present Value of Obligation at the end of period	36.72	34.34
	Fair value of Plan Assets at the end of period	34.39	32.15
	Current Liability / (asset)	(2.32)	(2.19)
2	Amounts reflected in the balance sheet		
	Liabilities		
	a) Current Liability	2.32	2.19
	b) Non-Current Liability	34.39	32.15

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- iii. Movement in the present value of defined obligation during the year representing reconciliation of opening and closing balances thereof are as follows:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Present value of benefit obligation at the beginning of the year	34.34	35.57
2	Transfer In/(Out)	-	-
3	Current service cost	2.56	2.60
4	Amount paid on settlement	-	-
5	Interest cost	2.03	2.32
6	Re-measurements on obligation [Actuarial (Gain) / Loss]:	(2.21)	(1.43)
7	Actuarial (Gains) / Losses arising from changes in demographic assumption	-	-
8	Financial assumption	-	-
9	Actuarial (Gains) / Losses arising from changes in experience adjustment	-	-
10	Benefits paid	-	(4.73)
11	Past Service Cost	-	-
12	Present value of Defined Benefit Obligation as at end of the year	36.72	34.34

- iv. Changes in the fair value of plan assets during the year representing reconciliation of opening and closing balances thereof are as follows:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Fair value of Plan Assets at the beginning of the year	32.15	34.45
2	Transfer In/(Out)	-	-
3	Interest income	1.91	2.25
4	Actuarial gains / (losses)	-	-
5	Contributions from the employer	0.46	-
6	Re-measurement Gain (Loss): Return on plan assets, excluding amount recognized in Interest Income – Gain/ (Loss)	0.31	0.21
7	Mortality Charges & Taxes	(0.44)	(0.03)
8	Benefits paid	-	(4.73)
9	Amount paid on settlement	-	-
10	Fair value of Plan Assets as on the end of the year	34.39	32.15
11	Actual Returns on Plan Assets	2.22	2.45

- v. Expenses recognized in the statement of Profit and Loss.

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Current Service Cost	2.56	2.60
2	Net Interest Expenses	0.12	0.08
3	Settlement (Gain) / Loss	-	-
4	Past Service Cost	-	-
5	Net periodic benefit cost recognized in the statement of profit & loss at the end of period	2.67	2.68

vi. Amount recognized in statement of other Comprehensive Income.

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Opening amount recognized in OCI outside profit & loss account	(9.21)	(7.57)
2	Re-measurement for the year- obligation (Gain) /Loss	(2.21)	(1.43)
3	Re-measurement for the year- plan asset (Gain) /Loss	(0.31)	(0.21)
4	Total Re-measurement cost/(credit) for the year recognized in OCI	(2.52)	(1.64)
5.	Closing amount recognized in OCI outside profit & loss account	(11.73)	(9.21)

vii. Actual contribution and benefit payments for the year.

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Actual benefit paid directly by the company	NIL	(4.73)
2	Actual contributions	0.46	Nil

viii. Assumptions:

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Discount Rate	5.50%	5.90%
2	Rate of increase in compensation levels	5.00%	5.00%
3	Expected Rate of return on plan assets	5.90%	7.00%
4	Expected average remaining working lives of employees (years)*	3.82*	4.19*

*It is actuarially calculated term of the liability using probabilities of death, withdrawal and retirement.

ix. Sensitivity analysis: A quantitative sensitivity analysis for significant assumption is as shown below:
Effect of Defined Benefits Obligation (DBO) on account of 1% change in the assumed rates:

(Amount in Rs Lakhs)

DBO Rates Types	Discount Rate		Salary Escalation Rate		Withdrawal Rate	
	1% Increase	1% Decrease	1% Increase	1% Decrease	1% Increase	1% Decrease
Year						
31-Mar-2021	36.27	37.18	37.04	36.40	36.72	36.71
31-Mar-2020	33.77	34.95	34.77	33.93	34.34	34.35

b. Leave Encashment:

Net (asset) / liability recognized in the Balance Sheet:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Present Value of Obligation	2.60	3.05
2	Funded Status	Nil	Nil
3	Net liability/(asset) recognized in Balance Sheet	2.60	3.05
	a) Current Liability	0.74	0.92
	b) Non-Current Liability	1.86	2.13

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36. Disclosure pursuant to Ind AS-24 'Related Party Disclosures'

Name of the related party and their relatives and nature of relationship

- a) Key Management Personnel:
 - i. Mangesh S. Joshi - Executive Director
Relatives of Executive Director
Wife: Ruchira M. Joshi
Son: Mayank M. Joshi
Daughter: Mihika M. Joshi
 - ii. Nihal Kulkarni – Chairman
 - iii. Smita Raichurkar – Non-Executive Director
 - iv. Pawan Rathi - Independent Director
 - v. Saurabh Patwardhan – Independent Director
 - vi. Chinmay Bhandari - Independent Director
 - vii. Shishir Panse - Chief Financial Officer (from 15-June-2020 till 31-Mar-2021)
 - viii. Sayalee Yengul – Company Secretary (w.e.f. 15-June-2020)
- b) Enterprise in which Directors are interested:
Kloudq Technologies Ltd.
- c) Enterprise in which the Company is member:
Kirloskar Management Services Private Limited
- d) Associate Company:
Navasasyam Dandekar Private Limited

Details of transactions during the year with Related Party:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	FY 2020-21	FY 2019-20
1.	Remuneration to Executive Director & Key Managerial Personnel:		
	Mangesh S. Joshi	42.36	42.36
	Mahavir Barlotia (from 14-02-19 to 14-03-20)	NA	5.91
	Ajay Shrivastava (from 14-02-19 to 09-03-20)	NA	4.10
	Shishir Panse	10.17	NA
	Sayalee Yengul	8.33	NA
	*Remuneration excludes statutory contributions made by Company such as Gratuity, PF, and reimbursements and perquisites etc.		
2.	Payments to Directors as Sitting Fees		
	Nihal Kulkarni	0.30	0.30
	Saurabh Patwardhan	0.25	0.35
	Pawan Rathi	0.65	0.75
	Smita Raichurkar	0.60	0.15
	Chinmay Bhandari	0.60	0.15
3.	Investment in Associate Company Navasasyam Dandekar Private Limited	0.49	0.49
4.	Investment in other Promoter held Company Kirloskar Management Services Private Limited	37.50	37.50
5.	Sales to Associate Company Navasasyam Dandekar Private Limited	323.62	-
6.	Purchases from Associate Company Navasasyam Dandekar Private Limited	27.91	-
7.	Reimbursement of Expenses from Associate Company Navasasyam Dandekar Private Limited	9.85	-
8.	Dividend Income from Associate Company Navasasyam Dandekar Private Limited	0.28	-

37. Disclosure pursuant to Ind AS – 33 'Earnings Per Share':

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Profit/ (Loss) after tax as per Statement of Profit & Loss attributable to Equity Shareholders	(114.67)	(340.80)
2	Weighted Average number of equity shares used as denominator for calculating EPS	4,761,387	4,761,387
3	Basic and Diluted Earnings Per Share (Rs.)	(2.41)	(7.16)
4	Face Value per equity share (Rs.)	1.00	1.00

38. Disclosure pursuant to Ind AS – 37 'Provisions, Contingent Liabilities and Contingent Assets'

Details of Warranty provision and its movement during the year

(Amount in Rs Lakhs)

PROVISION FOR WARRANTY	FY 2020-21	FY 2019-20
Carrying amount at the beginning of the year	9.68	8.33
Additional provision made during the year	2.23	2.09
Amount used during the year	0.18	0.74
Unused amounts reversed during the year	7.05	-
Carrying amount at the end of the year	4.68	9.68

(Amount in Rs Lakhs)

PROVISION FOR SALES TAX LIABILITY	FY 2020-21	FY 2019-20
Carrying amount at the beginning of the year	57.57	91.00
Additional provision made during the year	-	57.57
Amount used during the year	(16.82)	91.00
Unused amounts reversed during the year	-	-
Carrying amount at the end of the year	40.75	57.57

39. Disclosure pursuant to Ind AS 107 -Financial risk management

The activities of the Company expose it to a variety of financial risks. The Company's risk management policies are focused to identify the unpredictability of financial markets, put required controls, monitor and minimize potential adverse effects on its financial performance. The risk management policies and systems are reviewed periodically to reflect changes in market conditions and company's activities. Board of Directors has overall responsibility for the setup and oversight of company's risk management framework.

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

(A) Credit risk; (B) Liquidity risk and (C) Market risk.

(A) Credit risk:

Credit risk refers to the risk of default on its obligation by the customer or counterparty in meeting its contractual obligations, resulting into a financial loss to the company. The maximum exposure to the credit risk is primarily from company's trade and other receivables amounting to as at 31 March, 2021 Rs. 3,231.65Lakhs and as at 31 March, 2020 Rs. 2,288.20 Lakhs. Details of receivables and other current assets are as per the table below:

G. G. DANDEKAR MACHINE WORKS LIMITED

(Amount in Rs Lakhs)

PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
Investments	0.49	0.49
Loans	2.27	5.86
Trade Receivable	19.37	14.32
Cash & Cash Equivalents (Excluding Cash on Hand)	160.04	19.45
Other Bank Balances	76.47	72.54
Other Financial Assets	236.61	150.12
Total financial Assets Carried at Amortised Cost	495.25	262.78
Investments	2,736.40	2,025.42
Total Financial Assets Carried at Fair Value	2,736.40	2,025.42

Receivables are reviewed, managed and controlled for each customer separately. Credit risk is managed through credit approvals process by establishing credit limits and continuously monitoring the creditworthiness of customers to whom credit is extended in the normal course of business. An impairment analysis is performed at each reporting date on an individual basis for major customers. Company has a practice to provide for doubtful debts on a case-to-case basis after considering inter-alia customer's credibility etc.

The allowance for Expected Credit Loss on customer balances for the year ended 31 March, 2021 and 31 March, 2020 was Rs. 3.49 Lakhs and Rs. 3.49 Lakhs respectively.

There is no significant credit risk on cash and cash equivalents as the Company generally invest in deposits with banks.

There is no significant credit risk on other receivables, which mainly comprise of security deposits and amounts with statutory authorities.

(B) Liquidity risk

Liquidity risk refers to the risk that the Company may encounter in meeting its obligations associated with its financial liabilities on time or at a reasonable price. The Company's Accounts and Finance department is responsible for liquidity and fund flow management. In addition to that, processes and policies related to such risks are overseen by the Senior Management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

The Company has no outstanding term borrowings as on 31 March 2021.

(C) Market risk:

Market risk refers to the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices. It comprises of below mentioned three types of risks:

- i) Currency risk
- ii) Interest rate risk
- iii) Other price risk such as equity/debt securities price risk

i) Currency risk

Currency risk refers to the risk that arises when future commercial transactions and recognized assets and liabilities are denominated in a currency that is not the Company's functional currency. Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Company mainly operates in Indian domestic market. The maximum exposure to the currency risk is primarily from trade payables on account of goods imported into the country. The Company does not have any foreign currency payables as at the year-end hence, the Company does not have any currency risk at present.

ii) Interest rate risk

Interest rate risk refers to the risk that fair value or future cash flows of financial instrument will fluctuate because of changes in market interest rates. The Company does not have any long term or short-term borrowings as on year-end date hence, the Company does not have any interest risk at present.

iii) Equity Price risk

Price risk refers to the risk of fluctuations in the value of assets and liabilities as a result of change in market prices of Investments.

The fair value of Company's investments measured at fair value through other comprehensive income exposes the Company to equity price risks. These investments are subject to changes in the market price of securities. The fair value of Company's investment in quoted equity securities as at 31 March, 2021 and 31 March, 2020 was Rs. 2,698.70 Lakhs and Rs. 1,987.72 Lakhs respectively.

40. Disclosure pursuant to Ind AS- 108 'Operating Segments'

The Company operates only in one segment namely "Food Processing Machinery". Therefore, separate disclosures pursuant to Indian Accounting Standard- 108 on "Segment Reporting" is not required.

41. Disclosure pursuant to Ind AS- 115 'Revenue from Contracts with Customers'

a. Reconciliation of Revenue from Operations with revenue from contracts with Customers:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	For the Year 2020-2021	For the Year 2019-2020
1	Revenue recognized over a period of time	Nil	Nil
2	Revenue recognized at a point in time		
	-- Manufacturing Activity	457.04	420.62
3	Total Revenue from Contract with Customer (1 to 2)	457.04	420.62
4	Total Revenue from Operations as per Note No. 27	457.04	420.62

b. **Particulars of Performance obligations relating to Revenue from Contract with Customers- Manufacturing Activities**

The Company is manufacturer of Machinery for Rice Milling. The performance obligations of the company for these activities are generally satisfied as and when goods are delivered and/or erected as the case may be depending upon terms of respective contracts. Payments are received in advance and/or as per pre-decided milestones depending on the terms of the respective contracts.

- c. As the entire revenue is recognized 'at point in time' there are no contract assets and contract liabilities for the Company
- d. The Company has opted for practical expedient as all the performance obligations have an original expected duration of one year or less. Hence, disclosure regarding 'transaction price allocated to the remaining performance obligations' is not required

42. Disclosure pursuant to Ind AS- 116 'Leases'

The Company's leases mainly comprise of leasehold land and residential premises and office equipment.

Company has taken exemptions for not to consider the leases under Ind AS 116 – Leases which have non-cancellable period (Lock in period) or lease period of 12 months or less as on initial application date.

The Company has elected not to classify low value items lease under Leases as permitted by Para 5 of Ind AS 116.

Accordingly, During the year, the Company paid lease rent aggregating to Rs.1.36 Lakhs (Previous Year: Rs. 3.34 Lakhs)

43. During the year, the Company sold certain investments being equity shares of listed companies, for Rs. 383.41 Lakhs. The sale resulted in a Profit of Rs. 294.30 Lakhs which has been transferred to Retained Earnings with corresponding adjustment in the 'Other Comprehensive Income' under Other Equity.

Post balance sheet date, the Company has further sold certain investments being equity shares of listed companies for Rs. 401.02 Lakhs. The sale resulted in a Profit of Rs. 360.96 Lakhs which has been transferred to Retained Earnings with corresponding adjustment in the 'Other Comprehensive Income' under Other Equity.

44. In the Financial Year 2019-20 the Company entered into a joint venture with other industry experts in grain processing technology and formed a joint venture company 'Navasasyam Dandekar Private Limited (NDPL)'. The Company holds 49% stake in the JV Company. The Company is engaged in the business of machinery for processing of grains, pulses (dal), cereals, legumes, oil seeds, animal feed, breweries, seed spices, tropical spices, paddy, rice etc. in India and overseas.

G. G. DANDEKAR MACHINE WORKS LIMITED

Form AOC 1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries: Not Applicable

Part "B": Associates and Joint Ventures

Name of Associates/Joint Ventures	Navasasyam Dandekar Private Limited
1. Latest audited Balance Sheet Date	31-03-2021
2. Shares of Associate/Joint Ventures held by the company on the year end	
Number of shares	49,000 out of 100,000
Amount of Investment in Associates/Joint Venture	Rs. 49,000/-
Extend of Holding %	49%
3. Description of how there is significant influence	Common Directors and Shareholding of 49%
4. Reason why the associate/joint venture is not consolidated	N.A
5. Net worth attributable to Shareholding as per latest audited Balance Sheet	Rs. 257.24 Lakhs
6. Profit / Loss for the year	Rs. 254.55 Lakhs
i. Considered in Consolidation	Yes
ii. Not Considered in Consolidation	NA

45. Post balance sheet date, the Company has invested Rs. 380.01 Lakhs in 14,989 nos. of 6% Compulsorily Convertible (Non-Cumulative) Preference Shares (CCPS) of Navasasyam Dandekar Pvt. Ltd., the Associate Company of the Company, for a period up to 20 years, having of Rs. 100/- each at a premium of Rs. 2,435.28/- per share.

46. During FY 2019-20, the Company had opted for the Maharashtra Settlement of Arrears of Tax, Interest, Penalty or Late Fee Ordinance, 2019 (the Amnesty Scheme) for the period FY 2010-11 to FY 2015-16 and settled the liability under the amnesty scheme by making payment of Rs. 90.74Lakhs and dues for FY 2016-17 and FY 2017-18 are under assessment.

47. **Business implications of COVID -19:**

The Company has taken into account the possible impact of COVID-19 pandemic (the pandemic) in preparation of these standalone financial statements, including but not limited to its reassessment of liquidity and going concern assumption and recoverability of carrying value of financial and non-financial assets.

On the basis of assessment and evaluation of the business and economic conditions, the Company believes that the impact of the pandemic is not material to these financial statements and expects to recover carrying value of its assets. As the impact assessment of the pandemic is a continuous process, the Company evaluates the consequences periodically and takes appropriate actions to mitigate its impact.

The impact of the pandemic on financial statement may differ from estimates due to the uncertainties associated with duration, re-emergence and nature of the pandemic.

48. The Company owes amounts to suppliers under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosure pursuant to the said Act are as under:

(Amount in Rs Lakhs)

PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
Principal Amount due to supplier under MSMED	8.62	19.77
Interest accrued, due to supplier under MSMED Act on the above & unpaid	3.60	5.42
Payment made to suppliers (other than interest) beyond appointed day during the year	0.85	0.99
Interest paid to suppliers under MSMED Act (other than Sec 16)	-	-
Interest paid to suppliers under MSMED Act (under Sec 16)	-	-
Interest due and payable towards suppliers under MSMED Act for payment already made	0.10	0.10
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act	4.64	5.42

49. Previous year's figures have been regrouped and /or rearranged wherever necessary.

As per our report of even date attached

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadilkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED

Independent Auditor's Report

To the Members of
G. G. Dandekar Machine Works Limited,
Nagpur.

Report on the audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying consolidated financial statements of G. G. Dandekar Machine Works Limited ("the Holding Company") which includes share of profit in its associate company (together referred to as the "Group"), which comprise the Consolidated Balance Sheet as at 31 March, 2021, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended and notes to the consolidated financial statements including a summary of significant accounting policies and other explanatory information.
2. 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 principles generally accepted in India, including Ind AS specified under Section 133 of the Act, of the state of affairs (financial position) of the Group as at 31 March, 2021, and total comprehensive income (financial performance comprising profit and other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for opinion

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

Key Audit Matters

4. 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.
5. Description of each key audit matter in accordance with SA 701.

Sr. No.	The key audit matters	How our audit addressed the key audit matters
1.	<p><u>Manufacturing activity of the Holding Company at Nagpur:</u></p> <p>There has been decline in the turnover of the manufacturing activity of the Holding Company over the years. The activity is also facing a situation of negative working capital. This had resulted in piling up of creditors. This has also adversely affected the manufacturing schedules and consequently resulted in delays in execution of sales orders.</p>	<ul style="list-style-type: none">• We discussed with the Management and Management informed us initiatives/ efforts taken to streamline the operations.• To overcome these issues, during the previous financial year, the Holding Company promoted another associate private limited company 'Navasasyam Dandekar Private Limited (NDPL)' with certain industry experts in grain processing technology.• As per the audited financial statements for the Financial Year 2020-21 the operations of NDPL have resulted in profits.• We are informed that the Management is confident of achieving business synergy and growth in the manufacturing activity with the promotion of NDPL. The management is confident that above steps will help to streamline the operations

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

6. The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's annual report, but does not include the consolidated financial statements, standalone financial statements and our auditors report thereon.
7. Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
8. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the associate company audited by the other auditors, to the extent it relates to this entity and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. Other information so far as it relates to associate company, is traced from their financial statements audited by the other auditors. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Consolidated Financial Statements

9. The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group including its associate company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("the Rules").
10. The respective Board of Directors of the companies included in the Group and of its associate company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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.
11. In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates are responsible for assessing ability of respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group and of its associates are also responsible for overseeing financial reporting process of the Group and of its associates.

Auditor's Responsibility for the audit of the consolidated financial statements

12. 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.
13. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the holding company has adequate internal financial controls in place and the operating effectiveness of such controls.

G. G. DANDEKAR MACHINE WORKS LIMITED

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on ability of the Group and its associates 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 auditors' report. However, future events or conditions may cause the Group and its associates to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates to express an opinion on the consolidated financial statements. For the entities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
14. Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.
15. We communicate with those charged with governance of the Holding Company 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.
16. 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.
17. 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

18. We did not audit financial information of an associate entity; whose financial statements reflect total assets of Rs. 257.24 Lakhs as at 31 March 2021 and total revenues of Rs. 2,504.60 Lakhs, total net profit after tax of Rs. 254.55 Lakhs for the year ended 31 March 2021. Financial Statements of above entity have been audited by its independent auditor. The independent auditor's report on the financial statements of this entity have been furnished to us and our opinion on consolidated financial statements, in so far it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditor and the procedures performed by us are as stated above. Our opinion is not modified in respect of this matter.
19. In our earlier limited review reports issued pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), we had invited your attention to the facts relating to decline in the turnover of food processing machinery activity (the Activity) of the Holding Company and that the Company has promoted another company 'Navasasyam Dandekar Private Limited' (JV Company) in a joint venture with certain industry experts. As per the audited financial statements for the Financial Year 2020-21 the operations of JV Company have resulted in profits. We are informed that the Management is confident of achieving business synergy and growth in the manufacturing activity of the Holding Company with the promotion of the JV Company. Despite the stabilization of activities of the JV Company and view of the Management regarding business synergy and growth in the manufacturing activity, we are of the view that sustenance of the activity depends on the achievement of business synergy of the Company and the JV Company. Our opinion is not modified in this respect.

Report on Other Legal and Regulatory Requirements

20. As required by sub-section 3 of Section 143 of the Act, based on our audit and on the consideration of the report of the other auditors on the separate financial information of the associates referred to in the Other Matters section above we report, to the extent applicable, 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 have been kept by the Company so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity and the 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 Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the Directors of the Holding Company as on 31 March, 2021, and taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its associate company, none of the Directors of the Group companies are disqualified as on 31 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 auditors' reports of the Holding Company and its associate company. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of that company.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and its associate;
 - ii. The Group did not have any long-term contracts, including derivative contracts, for which there were any material foreseeable losses; and
 - iii. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Group.
- h) With respect to the matter to be included in the Auditors' Report under section 197(16):

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

For Kulkarni Soman & Associates,
Chartered Accountants,
[F.R.No. 139786 – W]

Bageshri Khadiilkar
Partner
M.No. 139656
UDIN: 21139656AAAAAX6487

Place : Pune
Date : 29.06.2021

“Annexure - A” to the Independent Auditor's Report

(Referred to in Paragraph 20(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013('the Act')

1. We have audited the internal financial controls over financial reporting of G. G. Dandekar Machine Works Limited (“the Holding Company”) and its associate company as of 31 March, 2021 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

3. Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company and its associates based on our audit. We conducted our audit in accordance with the 'Guidance Note' issued by the ICAI 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors of associate company in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial control system over financial reporting of the Holding Company and its associate company.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

8. In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph below, the Holding Company and its associate company have, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal controls over financial reporting criteria established by the respective companies considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

Other Matters

9. Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to associate company is based solely on the corresponding report of the auditors of such company. Our opinion is not modified in respect of this matter.

For Kulkarni Soman & Associates,
Chartered Accountants,
[F.R.No. 139786 – W]

Bageshri Khadilkar
Partner
M.No. 139656
UDIN: 21139656AAAAAX6487

Place : Pune
Date : 29.06.2021

G. G. DANDEKAR MACHINE WORKS LIMITED

G. G. DANDEKAR MACHINE WORKS LIMITED CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

Sr.No.	PARTICULARS	Note No.	AS AT 31.03.2021	AS AT 31.03.2020
			Rs. in Lakhs	Rs. in Lakhs
	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment	8	923.46	990.73
	(b) Intangible Assets	8	0.69	2.15
	(c) Financial Assets			
	(i) Investments	9	2,860.23	2,027.01
	(ii) Loans	10	2.27	5.86
			3,786.65	3,025.75
2	Current assets			
	(a) Inventories	11	80.67	106.71
	(b) Financial Assets			
	(i) Trade Receivables	12	19.37	14.32
	(ii) Cash and Cash Equivalents	13	160.12	19.53
	(iii) Bank Balances other than (ii) above	14	76.47	72.54
	(v) Others	15	236.61	150.12
	(c) Current Tax Assets (Net)	16	175.38	173.77
	(d) Other Current Assets	17	33.54	27.24
			782.16	564.23
3	Assets classified as held for sale	18	4.03	4.03
	TOTAL		4,572.84	3,594.01
	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share capital	19	47.61	47.61
	(b) Other equity	20	4,001.05	2,896.56
			4,048.66	2,944.18
	Liabilities			
1	Non-current liabilities			
	(a) Provisions	21	1.86	2.21
	(b) Deferred Tax Liabilities (Net)	22	71.11	68.48
	(c) Other Non-Current Liabilities	23	-	1.06
			72.97	71.75
2	Current liabilities			
	(a) Financial Liabilities			
	(i) Trade Payables	24	231.51	314.49
	(ii) Other Financial Liabilities	25	90.34	86.39
	(b) Other Current Liabilities	26	80.87	106.84
	(c) Provisions	27	48.49	70.36
			451.21	578.08
3	Liabilities associated with assets held for sale			
	TOTAL		4,572.84	3,594.01

Notes 1 to 48 form an integral part of the Financial Statements
As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadiolkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

Sr.No.	PARTICULARS	Note No.	For the year ended on 31st March, 2021 Rs. in Lakhs	For the year ended on 31st March, 2020 Rs. in Lakhs
1	INCOME			
	(a) Revenue from Operations	28	457.04	420.62
	(b) Other Income	29	82.21	38.94
	Total Income		<u>539.25</u>	<u>459.55</u>
2	EXPENSES			
	(a) Cost of Materials Consumed	30	291.92	213.73
	(b) Changes in Inventories of Finished Goods, Work-in-progress & Stock-in-trade	31	14.47	19.17
	(c) Employee Benefits Expense	32	160.56	196.27
	(d) Depreciation and Amortisation Expense	8	67.80	75.47
	(e) Operational & Other Expenses	33	116.55	321.70
	Total Expenses		<u>651.29</u>	<u>826.34</u>
3	Profit/ (Loss) before exceptional items and tax		<u>(112.04)</u>	<u>(366.79)</u>
	Add / (Less): Exceptional Items		-	-
4	Profit/ (Loss) Before Tax		(112.04)	(366.79)
5	Less: Tax Expense		-	-
	(a) Current Tax		-	-
	(b) Tax relating to prior period		-	-
	(c) Deferred Tax		2.63	(25.99)
			<u>2.63</u>	<u>(25.99)</u>
6	Profit after tax but before share in profit of Associate Company for the year		<u>(114.67)</u>	<u>(340.80)</u>
7	Share in Profit/ (Loss) of Associate Company		122.24	1.10
8	Profit/ (Loss) for the Period		<u>7.57</u>	<u>(339.70)</u>
9	Other Comprehensive Income			
	(a) Items that will not be reclassified to profit or loss			
	Remeasurement of post employment benefit obligations		2.52	1.64
	Changes in fair value of FVOCI Equity Instruments		1,094.39	(252.08)
	(b) Income tax relating to items that will not be reclassified to profit or loss		-	-
	(c) Items that will be reclassified to profit or loss		-	-
	(d) Income tax relating to items that will be reclassified to profit or loss		-	-
			<u>1,096.91</u>	<u>(250.45)</u>
8	Total Comprehensive Income for the period		<u>1,104.48</u>	<u>(590.14)</u>
9	Earnings Per Equity Share:		-	-
	Basic & Diluted		<u>0.16</u>	<u>(7.13)</u>

Notes 1 to 48 form an integral part of the Financial Statements
As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadiolkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED

G. G. DANDEKAR MACHINE WORKS LIMITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31st MARCH 2021

(Amount in Rs Lakhs)

PARTICULARS			Number of Shares	Amount
1 EQUITY SHARE CAPITAL				
Balance as at 1 April 2019			4,761,387	47.61
Shares issued during the year			-	-
Balance as at 31 March 2020			4,761,387	47.61
Shares issued during the year			-	-
Balance as at 31 March 2021			4,761,387	47.61
PARTICULARS	General Reserves	Retained Earnings	Other Comprehensive Income	Total
2 OTHER EQUITY				
Balance as on 31 March, 2019	977.61	200.77	2,308.33	3,486.71
Total Comprehensive Income for the year	-	(339.69)	-	(339.69)
Remeasurements gains/(loss) on defined benefit plans	-	-	1.64	1.64
Fair value changes in Equity instruments	-	-	(252.08)	(252.08)
Realised Gain on Sale of Investments	-	334.07	(334.07)	-
Balance as at 31 March, 2020	977.61	195.14	1,723.82	2,896.57
Total Comprehensive Income for the year				
Total Comprehensive Income for the year	-	7.57	-	7.57
Remeasurements gains/(loss) on defined benefit plans	-	-	2.52	2.52
Fair value changes in Equity instruments	-	-	1,094.39	1,094.39
Realised Gain on Sale of Investments	-	294.30	(294.30)	-
Balance as at 31 March, 2021	977.61	497.01	2,526.43	4,001.05
3 TOTAL EQUITY AS ON 31 MARCH, 2021				4,048.66
TOTAL EQUITY AS ON 31 MARCH, 2020				2,944.18

Notes 1 to 48 form an integral part of the Financial Statements
As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadiolkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
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Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

PARTICULARS	For the Year Ended on 31.03.2021	For the Year Ended on 31.03.2020
	Rs. in Lakhs	Rs. in Lakhs
Cash Flow from Operating Activities		
Net Profit before tax	(112.04)	(366.79)
Adjustment for:		
- Depreciation	67.80	75.47
- Gratuity	2.52	1.64
- Assets Written off	0.94	0.25
- Interest & Dividend received	(22.31)	(34.05)
Operating profit before working capital changes	(63.10)	(323.48)
(Increase) / Decrease in Other Non Current asset	3.59	0.14
(Increase) / Decrease in Inventories	26.04	15.06
(Increase) / Decrease in Trade Receivables	(5.05)	(0.08)
(Increase) / Decrease in Other Bank Balances	(3.93)	-
(Increase) / Decrease in Other Financial Assets	(86.49)	113.32
(Increase) / Decrease in Other Current Assets	(6.30)	(9.66)
Increase / (Decrease) in Provisions	(22.21)	(30.85)
Increase / (Decrease) in Trade Payables	(82.97)	70.08
Increase / (Decrease) in Other Financial Liabilities	3.94	(84.05)
Increase / (Decrease) in Other Non Current Liabilities	(1.06)	-
Increase / (Decrease) in Other Current Liabilities	(25.98)	40.18
Cash generated from operations	(263.53)	(209.35)
Direct Taxes (Paid)/Refunded	(1.61)	(50.86)
Net cash from operating activities	(265.13)	(260.21)
Cash Flow from Investing Activities		
Purchase of fixed assets	-	-
Deposit with Banks	-	(70.00)
Interest & Dividend received	22.31	34.05
Proceeds / (Repayment) from Non Current Investments	383.41	349.86
Investment in Associate	-	(0.49)
Purchase of non-current investments	-	(37.50)
Net Cash flow from investing activities	405.73	275.92
Cash Flow from Financing Activities		
Interest paid	-	-
Net Cash flow from Financing Activities	-	-
Increase / (Decrease) in cash and cash equivalents	140.59	15.72
Cash and cash equivalents at beginning of the year	19.53	3.81
Cash and cash equivalents at end of the year	160.12	19.53

Notes 1 to 48 form an integral part of the Financial Statements
As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadilkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

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Chief Financial Officer

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Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

G. G. DANDEKAR MACHINE WORKS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31 MARCH, 2021

1. Corporate Overview:

G. G. Dandekar Machine Works Limited ('the Holding Company') is a Public Limited Company domiciled and registered in India. The Registered Office of the Holding Company is situated at 211/A, MIDC Butibori Industrial Area, Kinhi Village, Tal. Hingna, Dist. Nagpur 441122. The equity shares of the Holding Company are listed on the Bombay Stock Exchange (BSE).

The Consolidated Financial Statements comprise the financial statements of the Holding Company and its associate entity (together referred to as "the Group").

The Group is engaged in the manufacturing of "Food Processing Machineries".

These consolidated financial statements were approved for issue by the Board of Directors on 29th June, 2021.

2. Basis of Preparation, Presentation and Measurement:

These consolidated financial statements of the Holding Company comply in all material respects, with the Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act 2013 ('Act'), read together with the Companies (Indian Accounting Standards) Rules, 2015 ('Rules'), as amended and other relevant provisions of the Act.

These consolidated financial statements have been prepared on an accrual basis and under historical cost convention, except for certain financial assets and financial liabilities that have been measured at fair value.

These consolidated financial statements are presented in Indian Rupees (Rs.) which are rounded to the nearest Lakhs (up to two decimals), unless otherwise stated.

3. Basis and Principles of Consolidation:

- a. The consolidated financial statements incorporate the financial statements of the Holding Company and its Associate entity.
- b. When the Group has significant influence over the other entity, it recognises such interests as associates. Significant influence is the power to participate in the financial and operating policy decisions of the entity but is not control or joint control over the entity.
- c. The results of associates are incorporated in the consolidated financial statements using equity method of accounting after making necessary adjustments to achieve uniformity in application of accounting policies, wherever applicable.
- d. As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Holding Company's separate financial statements.

4. Basis of Current and Non-Current Classification:

All assets and liabilities have been classified as Current or Non-Current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of the activities and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of Current/ Non-Current classification of assets and liabilities. Accordingly, asset is treated as current when it is expected to be realised within twelve months after the reporting period, and liability is current when it is due to be settled within twelve months after the reporting period.

5. Use of Estimates:

The preparation of Financial Statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that may affect the reported amounts in the Balance Sheet, Statement of Profit and Loss and related disclosures of the contingent liabilities and others at the end of each reporting period.

The estimates are based on the management's best knowledge of current events and actions. However, due to uncertainties relating to these judgments, assumptions and estimates, the actual amounts may differ. Estimates and underlying assumptions are reviewed on an ongoing basis on each reporting date and may change from period to period. Appropriate changes in estimates are made prospectively, when the management becomes aware of changes in circumstances surrounding the estimates and the differences, if any, between the actual results and estimates are recognised in the period in which the results are known or materialised and, if material, their effects are disclosed in the notes to the Financial Statements.

6. Significant Accounting Policies:

6.1. Property, Plant and Equipment (PPE)-

An item of PPE is recognised when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. PPE is stated at its original cost net of tax / duty credits availed, if any, but including borrowing costs for qualifying assets and other attributable costs incurred for bringing the asset to its working condition for its intended use, less accumulated depreciation and cumulative impairment, if any.

Subsequent expenditure incurred is included in the asset's carrying amount appropriately, only when it is probable that future economic benefits associated with the item will flow to the Group and cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the statement of Profit and Loss during the reporting period in which they are incurred.

Items of PPE not ready for its intended use on the reporting date are disclosed as "Capital Work in Progress".

An item of PPE is de-recognised upon disposal or when retired from active use when no future benefits are expected from its use. Gains/ losses on de-recognition are recognised in the statement of Profit and Loss.

6.2. Intangible Assets-

An Intangible asset is recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Group and the cost of the asset can be measured reliably and is stated at cost less accumulated amortisation and impairments, if any.

Software, which is not an integral part of any related hardware, is classified as an intangible asset.

The carrying amount of an intangible asset is de-recognised on disposal or when no future economic benefits are expected to flow from its use or disposal. The gain or loss arising from de-recognition is recognised in the Statement of Profit and Loss.

6.3. Depreciation and Amortisation-

- a. Depreciation on fixed assets is charged on Written Down Value method using the useful lives and residual values of all the assets, as prescribed under Part – C of Schedule II to the Companies Act, 2013, except as stated in para (b) & (c) below
- b. Leasehold land is amortised on straight line basis over the period of lease.
- c. Computer Software are being amortised on Straight Line basis over a period of 6 years.
- d. The residual value and useful lives are reviewed on regular basis and the changes in estimate, when relevant, are accounted for on a prospective basis.

6.4. Non- Current Assets Held for Sale-

The Group classifies non-current assets as held for sale if their carrying amounts are expected to be recovered principally through sale transaction rather than through continuing use. Non-current assets, classified as held for sale are measured at the lower of their carrying amounts and the fair value less costs to sell. The criteria for assets held for sale classification is regarded as met only when the sale is highly probable and the asset is available for immediate sale in its present condition.

6.5. Impairment of Non-Financial Assets-

As at each reporting date, the Group assesses the situation, whether there is an indication that a non-financial asset is required to be impaired and also whether there is an indication of reversal of impairment, if any, recognised in the previous periods. The impairment loss, if any, is recognised in the statement of profit and loss. A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation, if there was no impairment.

6.6. Financial Instruments-

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. The Group recognises a financial instrument when it becomes a party to the contractual provisions of instrument.

a) Financial Assets-

i. Initial Recognition

All financial assets are recognised initially at transaction value and where such transaction values are different from fair value, at fair value. Transaction costs that are attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to the fair value of such financial assets on initial recognition.

ii. Subsequent Measurement

For purposes of subsequent measurement, financial assets are classified in following categories:

Financial Assets measured at Amortised Cost

Financial assets are subsequently measured at amortised cost, if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent measurement is done using effective interest rate (EIR) method and resultant interest income from these financial assets is included in finance income. Impairment losses and reversals thereof arising on these assets are recognised in the Statement of Profit and Loss.

Financial Assets Measured at Fair Value through Other Comprehensive Income

Financial assets are measured at fair value through Other Comprehensive Income (OCI), if financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and to sell financial assets and the contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent measurement, until they are derecognised or reclassified, is done at fair value and unrealised gains and losses are recognised in other comprehensive income except for the recognition of impairment losses and reversals thereof, interest revenue and foreign exchange gains and losses are recognised in the Statement of Profit and Loss.

Financial Assets Measured at Fair Value through Profit or loss

Financial assets are measured at fair value through Profit or loss unless it is measured at amortised cost or at fair value through OCI. Subsequent measurement is done at fair value and unrealised gains and losses are recognised in the statement of profit and loss.

Investment in equity instruments issued by subsidiary, associate and joint venture companies are measured at cost less impairment.

iii. Impairment of Financial Assets

In accordance with Ind AS 109, the Group applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures. The Group follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition.

The impairment provisions for financials assets are mainly based on past history, assumptions about risk of defaults, expected loss rates and timing of cash flows. As a practical expedient, the Group uses a standard provision matrix. The Group applies standard ECL impairment allowance based on ageing of receivables to estimate the provision amount. However, if credit risk has increased significantly, lifetime ECL is used.

ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive after applying a standard provision matrix. ECL impairment loss allowance or reversal thereof is recognised in the Statement of Profit and Loss.

iv. De-recognition of Financial Assets

The Group de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognises its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

b. Financial Liabilities-

i. Initial Recognition

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs that are not recognised at fair value through profit and loss account.

ii. Subsequent Measurement

For the purposes of subsequent measurement, financial liabilities are classified and measured as follows-

Financial liabilities at FVTPL

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Financial liabilities at amortised cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the Statement of Profit and Loss. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

iii. De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

6.7. Fair Value Measurements-

Measurement of assets and liabilities at fair value is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability.

Fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the assets in its highest and the best use or selling it to another market participant that would use the asset in its highest and best use.

All assets and liabilities for which fair value is measured or disclosed are categorised within fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level-1 -Quoted market prices in the active market for identical assets and liabilities.

Level-2- Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level-3 – Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly unobservable.

6.8. Borrowing Costs-

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset, that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as a part of the cost of the asset. All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they occur.

6.9. Inventories-

- a. Raw material, components, stores and spares are valued at lower of cost measured on weighted average cost basis or net realisable value. However, these items are considered to be realisable at cost if the finished products in which they will be used, are expected to be sold at or above cost
- b. Work in Progress relating to manufacturing is valued at lower of cost of production or net realisable value.
- c. Finished Goods are valued at lower of cost or net realisable value. Cost includes related overheads.

6.10. Foreign Currency Transactions-

The functional currency and presentation currency of the Group is Indian Rupee. Transactions in currencies other than the Group's functional currency are recorded on initial recognition using the exchange rate prevailing on the date of transaction except where consideration is received or paid in advance in which case the date of such payment or receipt of advance is considered as the date of transaction for determining the exchange rate to be used for initial recognition of the related asset, expense or liability, income. At each Balance Sheet date, foreign currency monetary items are restated using the closing rate.

Non-monetary items are measured at historical cost and are not retranslated. Exchange differences that arise on settlement of monetary items or on restating of monetary items at each Balance Sheet date at the closing rate are recognised in the Statement of Profit and Loss in the period in which they arise.

6.11. Provisions, Contingent Liabilities and Contingent Assets-

a. Provisions are recognised only when-

- i. the Group has a present obligation as a result of past event (legal or constructive);
- ii. a probable outflow of resources embodying economic benefits will be required to settle the obligation; and
- iii. the amount of obligation can be reliably estimated.

Provision is measured using cash flows estimated to settle the present obligation. The carrying amount of provision is the present value of those cash flows.

b. Contingent liabilities are disclosed in case of:

- i. a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation,
 - ii. a present obligation arising from past events, when no reliable estimate is possible,
 - iii. a possible obligation arising from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group.
- c. Possible obligations arising from past events where likelihood of actual outflow of resources is remote are not considered as contingent liabilities.
- d. Contingent assets are neither recognised, nor disclosed.
- e. Provisions and Contingent Liabilities are reviewed at each Balance Sheet date.

6.12. Revenue Recognition-

a. **Revenue from contracts with Customers:**

Revenue is recognised when or as the entity satisfies associated performance obligation by transferring control of promised goods or services or both to a customer at an amount that reflects the consideration which the Group expects to receive in exchange for those goods or services. In case of multiple performance obligations, the revenue is recognised to the extent of transaction price allocated to the performance obligation that is satisfied.

The transaction price of goods sold and services rendered is net of variable consideration on account of discounts offered by the Group as part of the contract. Revenue is recognised only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

Revenue from sale of goods

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

Revenue from services

Revenue from erection and commissioning services is recognised on completion of contractual obligations.

b. **Other Revenue:**

Interest income is recognised on time proportion basis determined by the amount outstanding and the rate applicable using the effective interest rate method.

Dividend income is recognised when the Group's right to receive the same is established.

6.13. Warranty expenses-

The estimated liability for product warranties is recorded at the end of financial year. These estimates are established using historical information on the nature, frequency and average cost of warranty claims and management estimates regarding possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claim will arise - being typically up to 2 to 3 years.

6.14. Research and Development Expenses-

- a. Research and Development Expenses, other than Capital Expenses are charged to Profit and Loss Account as and when incurred.

- b. Capital expenditure incurred for research and development activities are included in respective Fixed Assets and Depreciation is provided as per rates specified, in Schedule II of the Companies Act, 2013.

6.15. Tax Expenses-

- a. Provision for Current Tax is made on the basis of taxable income for the current accounting period computed in accordance with the provisions of Income Tax Act, 1961.

The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

Current income tax relating to items recognised outside the statement of profit and loss is recognised, either in OCI or in equity. Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

- b. Provision for Deferred Tax is recognised for all taxable temporary differences between carrying amounts of assets and liabilities in the Group's financial statements and the corresponding tax bases used in computation of taxable profits and is quantified using tax rates and laws enacted or substantially enacted as on the reporting date. Deferred tax asset is recognised and carried forward only to the extent that it is probable that taxable profits will be available against with those deductible temporary differences can be utilised in the future.

6.16. Leases-

The Group assesses and designates a contract as a lease contract, at inception of a contract. The determination of whether an arrangement is a lease is based on the substance of the arrangement. The arrangement is a lease if fulfilment of the arrangement is dependent on the use of an identified asset or assets and the arrangement conveys a right to control use of the identified asset or assets for a period of time in exchange for a consideration, even if that right is not explicitly specified in an arrangement.

Accounting as lessee-

In case of contracts of material value where the Group is a Lessee; it recognises a right of use asset (ROU asset) and a lease liability on the commencement date of the contract.

A ROU asset is valued using cost model. At the commencement of the lease ROU asset is recognised at cost which comprises of - total lease payments to be made over the lease term valued at its present value using Group's incremental borrowing rate, initial direct costs and costs of restoration; net of lease incentives received. ROU asset is depreciated over the lease term on straight line basis over the shorter of the lease term and useful life of the underlying asset.

The Group determines the lease term as the non-cancellable period of a lease, together with periods covered by an option to extend the lease, where the Group is reasonably certain to exercise that option.

A lease liability is recognised at present value of total lease payments to be made over the lease term using Group's incremental borrowing rate. Lease liability is increased to reflect interest on the lease liability and reduced to reflect payments made to the lessor. The carrying value of lease liability is reassessed when there is change in lease term.

The Group has availed recognition exemption and chosen not to apply the above accounting treatment for short term leases and leases for low value underlying assets where lease payment associated with those leases are recognised as an expense as and when incurred on systematic basis.

6.17. Employee Benefits-

- a. Short Term Employee Benefits

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are expensed in the period in which the employee renders the related service.

- b. Post-Employment Benefits:

- i. Defined Contribution Plans

The State governed Employee Provident Fund and Pension Scheme, Employees State Insurance Scheme are the defined contribution plans. The liability on account of Group's contributions paid or payable under these schemes is recognised during the period in which the employee renders the related service and is charged to the Statement of Profit and Loss. The Group has no further obligation beyond these contributions towards employees.

- ii. Defined Benefit Plans

The employees' gratuity fund scheme is the Group's defined benefit plan. The present value of the obligation under the said defined benefit plan is determined on the basis of actuarial valuation from an independent actuary using the Projected Unit Credit Method. Actuarial gains and losses are recognised immediately in the balance sheet with a corresponding debit or credit to other comprehensive income in the period in which they occur and not reclassified to Statement of Profit or Loss in subsequent periods.

c. Long Term Employee Benefits:

The accruing liability on account of encashment of leave entitlement of employees as per the rules of the Group is determined and provided for on the basis of the actuarial valuation from an independent actuary. Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss in the period in which they occur.

6.18. Segment-

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker regularly monitors and reviews the operating result of the Group through identified segments. The reporting of segment information is the same as provided to the Management for the purpose of the performance assessment and resource allocation to the segments. Segment accounting policies are in line with the accounting policies of the Group.

6.19. Earnings Per Share-

Basic EPS amount is calculated by dividing the net profit for the year attributable to equity holders of the Holding Company by the weighted average number of Equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

6.20. Cash Flow-

The Cash Flow Statement is prepared by the Indirect Method set out in Ind AS-7 'Cash Flow Statement' and presents cash flow by operating, investing and financing activities of the Group.

7. Recent Accounting Pronouncements

The Ministry of Corporate Affairs (MCA) through the Companies (Indian Accounting Standards) Amendment Rules, 2021, has notified certain amendments to certain existing Ind ASs which are applicable with immediate effect from the date of the notification. The details are as under-

Ind AS 116 - Leases – The amendments extend the benefits of the COVID 19 related rent concession that were introduced in the previous year which allowed lessees to recognize COVID 19 related rent concessions as income rather than as lease modification for a certain period.

Ind AS 109 - Financial Instruments – The amendment provides certain practical expedients and additional temporary exception from applying hedge accounting. Both are due to Interest Rate Benchmark Reform

Ind AS 107 - Financial Instruments - Recognition, Presentation and Disclosure – The amendment clarifies the certain additional disclosures to be made on account of Interest Rate Benchmark Reform

All other amendments relating to certain other Ind Ass are largely clarificatory or editorial in nature.

The Group does not expect any significant impact of the amendments on its financial statements.

PARTICULARS	GROSS BLOCK					DEPRECIATION & AMORTISATION					NET BLOCK	
	As at 01 April 2020	Additions	Transferred to Held For Sale	Deductions	As at 31 March 2021	As on 01 April 2020	For the Year	Transferred to Held For Sale	Deductions	As at 31 March 2021	As on 31 March 2021	As on 31 March 2020
1. Property, Plant and Equipment												
Leasehold Land	237.03	-	-	-	237.03	26.15	2.53	-	-	28.68	208.35	210.88
Factory Building	732.84	-	-	-	732.84	419.59	29.70	-	-	449.29	283.55	313.25
Non Factory Building	639.86	-	-	-	639.86	253.30	19.39	-	-	272.69	367.17	386.56
Plant & Machinery	373.75	-	15.57	-	358.17	317.34	10.41	-	15.34	312.41	45.76	56.41
Patterns, Jigs & Moulds	47.69	-	6.06	-	41.63	30.69	3.04	-	5.88	27.85	13.78	17.00
Computer Machinery	36.99	-	11.23	-	25.76	35.13	0.06	-	10.81	24.38	1.37	1.86
Vehicle	9.75	-	-	-	9.75	9.31	-	-	-	9.31	0.44	0.44
Furniture & Fixtures and Office Equipment	21.89	-	17.04	-	4.85	17.57	1.20	-	16.95	1.82	3.03	4.32
Total (1)	2,099.80	-	49.91	-	2,049.89	1,109.07	66.33	-	48.98	1,126.43	923.46	990.73
Previous Year	2,120.44	-	20.64	-	2,099.80	1,055.47	73.99	-	20.39	1,109.07	990.73	1,064.97
2. Intangible Assets												
Software	4.03	-	-	-	4.03	1.88	1.46	-	-	3.34	0.69	2.15
Total (2)	4.03	-	-	-	4.03	1.88	1.46	-	-	3.34	0.69	2.15
Previous Year	36.29	-	32.26	-	4.03	32.67	1.48	-	32.26	1.88	2.15	3.62
TOTAL	2,103.83	-	49.91	-	2,053.92	1,110.95	67.80	-	48.98	1,129.77	924.14	992.88

Note 8: Property, Plant and Equipment and Intangible Assets

(Amount in Rs Lakhs)

G. G. DANDEKAR MACHINE WORKS LIMITED

(Amount in Rs Lakhs)

PARTICULARS	As at 31 March 2021	As at 31 March 2020
9 INVESTMENTS- NON CURRENT		
i INVESTMENT IN EQUITY INSTRUMENTS		
(a) Trade, Unquoted and fully paid up (valued at Fair Value through Other Comprehensive Income)		
1,000 (Previous Year 1,000) Equity Shares of Rs. 10/- each in Saraswat Co-operative Bank Limited.	0.10	0.10
1,000 (Previous year 1,000) Equity Shares of Rs. 10/- each in S. L. Kirloskar CSR Foundation	0.10	0.10
3,75,000 (Previous Year 3,75,000) Equity Shares of Rs. 10/- each in Kirloskar Management Services Private Limited	37.50	37.50
(b) Investment in Associate Company (Trade, Unquoted and fully paid up, valued at cost)		
49,000 (Previous Year 49,000) Equity Shares of Rs. 1/- each in Navasasayam Dandekar Private Limited	0.49	0.49
Opening balance	1.10	-
Add: Share in Profit of associate for the year	122.24	1.10
	123.83	1.59
(c) Non Trade, Quoted and fully paid up (valued at Fair Value through Other Comprehensive Income)		
50,000 Equity Shares of Rs. 2/- each (Previous Year 50,000 Equity Shares of Rs. 2/- each) in Gujarat Gas Limited	274.88	116.30
291,375 (Previous Year 291,375) Equity Shares of Rs. 2/- each in Indraprastha Gas Limited	1,488.34	1,133.01
29,950 (Previous Year 29,950) Equity Shares of Rs. 1/- each in Marico Limited	123.24	82.32
5,450 (Previous Year 5,450) Equity Shares of Rs. 10/- each in Lakshmi Machine Works Limited	365.03	125.37
4,901 (Previous Year 4,901) Equity Shares of Rs. 10/- each in ICRA Limited	160.95	106.11
15,590 (Previous Year 15,590) Equity Shares of Rs. 1/- each in CRISIL Limited	286.26	195.65
Nil (Previous Year 2,820) Equity Shares of Rs. 10/- each in Bajaj Holdings & Investments limited	-	50.75
Nil (Previous Year 3,995) Equity Shares of Rs. 10/- each in Bajaj Auto Limited	-	80.89
NIL (Previous Year Nil) Equity Shares of Rs. 2/- each in Gruh Finance Limited**	-	-
Nil (Previous Year 47,786) Equity Shares of Rs. 10/- each in Bandhan Bank Limited**	-	97.32
Total	2,860.23	2,027.01
**Bandhan Bank Shares have been issued in a scheme of swap when Bandhan bank has taken over Gruh Finance. The company received 67,786 Shares of Bandhan Bank against 1,10,539 shares of Gruh Finance Held		
9.1 Details of Quoted Investments		
Aggregate amount of quoted investments and market value thereof		
Cost	194.68	283.79
Market Value	2,698.70	1,987.72
10 LOANS- NON CURRENT		
(Un-secured and considered good)		
i Security Deposits	2.27	5.86
Total	2.27	5.86

(Amount in Rs. Lakhs)

PARTICULARS	As at 31 March 2021	As at 31 March 2020
11 INVENTORIES		
i Raw Materials	63.12	74.69
ii Work-in-progress	11.33	15.38
iii Finished Goods	6.23	16.65
Total	80.67	106.71
12 TRADE RECEIVABLES		
Unsecured		
i Considered good	19.37	14.32
ii Considered doubtful	3.49	3.49
Less : Allowance for Expected Credit Loss	(3.49)	(3.49)
Total	19.37	14.32
13 CASH AND CASH EQUIVALENTS		
i Cash on hand	0.08	0.08
ii Balances with Banks In Current Accounts	160.05	19.45
Total	160.12	19.53
14 OTHER BANK BALANCES		
i Deposit with Bank held as security against Guarantee	76.47	72.54
Total	76.47	72.54
15 OTHER CURRENT FINANCIAL ASSETS (Unsecured)		
i Other Receivables (considered good)	4.89	4.23
ii Balance with Statutory Authorities	141.31	145.89
iii Receivable against Sale of Investments	90.41	-
Total	236.61	150.12
16 CURRENT TAX ASSETS (NET) Advance Income Tax (Including TDS) (Net of Provision for Tax)	175.38	173.77
Total	175.38	173.77
17 OTHER CURRENT ASSETS		
i Advances to Suppliers	30.51	26.06
ii Prepaid Expenses	1.49	0.20
iii Other Advances	1.54	0.99
Total	33.54	27.24
18 ASSETS HELD FOR SALE		
i Freehold Land	0.47	0.47
ii Factory Building	0.65	0.65
iii Non- Factory Building	2.91	2.91
Total	4.03	4.03

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PARTICULARS	As at 31 March 2021		As at 31 March 2020	
	Number	Rs. in Lakhs	Number	Rs. in Lakhs
19 EQUITY SHARE CAPITAL				
I Authorised				
Equity Shares of Rs. 1/- each	20,000,000	200	20,000,000	200
Total	20,000,000	200	20,000,000	200
ii Issued, Subscribed and fully paid up				
	4,761,387	47.61	4,761,387	47.61
Total	4,761,387	47.61	4,761,387	47.61

19.1 Reconciliation of Shares :

PARTICULARS	As at 31 March 2021		As at 31 March 2020	
	Number	Rs. in Lakhs	Number	Rs. in Lakhs
Equity Shares				
Outstanding at the beginning of the year	4,761,387	47.61	4,761,387	47.61
Issued/Bought back during the year	-	-	-	-
Outstanding at the end of the year	4,761,387	47.61	4,761,387	47.61

19.2 Rights, preferences and restrictions attached to equity shares :

The equity shares have rights, preferences and restrictions which are in accordance with the provisions of law, in particular the Companies Act, 2013.

19.3 Details of shares held by each shareholder holding more than 5% shares:

NAME OF SHAREHOLDER	As at 31 March 2021		As at 31 March 2020	
	Number	%	Number	%
Jyotsna G. Kulkarni	954,280	20.04%	954,280	20.04%
Atul C. Kirloskar *	416,609	8.75%	560,780	11.78%
Rahul C. Kirloskar *	549,820	11.55%	549,820	11.55%
Arti A. Kirloskar	255,829	5.37%	400,000	8.40%
Alpana R. Kirloskar	400,000	8.40%	400,000	8.40%
K.V.Development & Investment Company Pvt. Ltd.	268,664	5.64%	268,664	5.64%

* In addition to above, Atul C. Kirloskar and Rahul C. Kirloskar are holding 360 shares each as Karta of Atul C. Kirloskar HUF and Rahul C. Kirloskar HUF respectively.

(Amount in Rs Lakhs)

PARTICULARS		General Reserves	Retained Earnings	Other Comprehensive Income	Total
20	OTHER EQUITY				
	Balance as on 31 March, 2019	977.61	200.77	2,308.33	3,486.71
	Total Comprehensive Income for the year				
	Profit/(Loss) for the year	-	(339.70)	-	(339.70)
	Remeasurements gains/(loss) on defined benefit plans	-	-	1.64	1.64
	Fair value changes in Equity instruments	-	-	(252.08)	(252.08)
	Realised Gain on Sale of Investments	-	334.07	(334.07)	-
	Balance as at 31 March, 2020	977.61	195.13	1,723.82	2,896.56
	Total Comprehensive Income for the year				
	Profit/(Loss) for the year	-	7.57	-	7.57
	Remeasurements gains/(loss) on defined benefit plans	-	-	2.52	2.52
	Fair value changes in Equity instruments	-	-	1,094.39	1,094.39
	Realised Gain on Sale of Investments	-	294.30	(294.30)	-
	Balance as at 31 March, 2021	977.61	497.00	2,526.43	4,001.04

(Amount in Rs Lakhs)

PARTICULARS		AS AT 31 st March 2021	AS AT 31 st March 2020
21	PROVISIONS- NON CURRENT		
	i Provision for Employee Benefits		
	(a) Leave Encashment	1.86	2.21
	Total	1.86	2.21
22	DEFERRED TAX LIABILITIES (NET)		
	i Deferred Tax Liability		
	On account of timing difference in Depreciation	71.11	68.48
	Total	71.11	68.48
23	OTHER NON-CURRENT LIABILITIES		
	i Trade & Security Deposits	-	1.06
	Total	-	1.06

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(Amount in Rs Lakhs)

PARTICULARS		AS AT 31 st March 2021	AS AT 31 st March 2020
24	TRADE PAYABLES		
i	Micro, Small and Medium Enterprises	8.62	19.77
ii	Others for Goods and Services	222.89	294.72
	Total	231.51	314.49
25	OTHER CURRENT FINANCIAL LIABILITIES		
i	Expenses and Other Payables	78.87	73.06
ii	Other Liabilities	6.79	8.73
iii	Ex-gratia & Superannuation Payable	4.68	4.61
	Total	90.34	86.39
26	OTHER CURRENT LIABILITIES		
i	Advance from Customers	80.87	106.84
	Total	80.87	106.84
27	PROVISIONS- CURRENT		
i	Provision for Employee Benefits		
(a)	Gratuity	2.32	2.19
(b)	Leave Encashment	0.74	0.92
ii	Others		
(a)	Sales tax	40.75	57.57
(b)	Warranty	4.68	9.68
	Total	48.49	70.36

(Amount in Rs Lakhs)

PARTICULARS		2020-21	2019-20
28	REVENUE FROM OPERATIONS		
i	Sale of Products	456.40	419.27
ii	Other Operating Revenue	0.64	1.35
	Total	457.04	420.62
29	OTHER INCOME		
i	Interest from Banks	4.25	2.82
ii	Dividend	18.06	31.23
iii	Sundry Provisions written back	26.32	4.89
iv	Sundry Balances written back	25.54	-
v	Other Miscellaneous Income	8.04	-
	Total	82.21	38.94

(Amount in Rs Lakhs)

PARTICULARS		2020-21	2019-20
30	COST OF MATERIALS CONSUMED		
i	Raw Materials		
	Opening Stock	74.69	70.58
	Add : Purchases	280.35	217.84
		291.92	288.42
	Less : Closing Stock	63.12	74.69
		291.92	213.73
	Total	291.92	213.73
31	CHANGES IN INVENTORIES OF WORK IN PROGRESS & FINISHED GOODS		
	Opening Stock		
	Work-in-Progress	15.38	15.90
	Finished Goods	16.65	35.29
		32.03	51.19
	Less:		
	Closing Stock		
	Work-in-Progress	11.33	15.38
	Finished Goods	6.23	16.65
		17.55	32.03
	(INCREASE) / DECREASE	14.47	19.17
32	EMPLOYEE BENEFITS EXPENSES		
i	Salaries, Wages, Bonus & Other Allowances	153.10	177.67
ii	Gratuity	2.65	2.68
iii	Contribution to PF/ESI & Other Funds	3.49	5.14
iv	Staff/Labour Welfare Expenses	1.32	10.78
	Total	160.56	196.27

G. G. DANDEKAR MACHINE WORKS LIMITED

(Amount in Rs Lakhs)

PARTICULARS		2020-21		2019-20	
33	OTHER EXPENSES				
i	Rent		1.36		3.34
ii	Rates & Taxes		9.89		11.89
iii	Insurance charges		0.81		2.22
iv	Power & Fuel		15.27		14.93
v	Repairs & Maintenance				
	(a) Building	0.20		0.45	
	(b) Plant & Machinery	8.20		1.84	
	(c) Other Assets	0.07		0.11	
			8.47		2.41
vi	Payment to Auditors				
	Statutory Audit fees	4.50		3.25	
	(b) Tax Audit Fees	-		0.75	
	(c) Out of Pocket Expenses	-		0.49	
			4.50		4.49
vii	Selling & Distribution Expenses				
	(a) Commission on sales	-		7.13	
	(b) Sales Promotion	0.31		0.77	
	(c) Warranty	2.23		2.06	
	Carriage Outward	1.55		2.24	
			4.09		12.20
viii	Travelling & Conveyance		3.03		22.37
ix	Communication Expenses		1.31		1.96
x	Legal & Professional Fees		35.73		116.70
xi	Directors Sitting Fees		2.40		2.70
xii	Security Expenses		5.61		14.92
xiii	Office & Miscellaneous Expenses		8.67		14.88
xiv	Sundry Balances written off		14.47		2.12
xv	Fixed Assets written off		0.94		0.25
xvii	Provision for Sales Tax liability		-		57.57
xviii	Sales Tax Paid under Amnesty Scheme		-		36.77
	Total		116.55		321.70

Note C: NOTES FORMING PART OF ACCOUNTS- Other Notes**34. Contingent Liabilities not provided for in respect of:**

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
A.	Disputed Liabilities in respect of Income Tax	704.94	704.94
B.	Disputed Liabilities in respect of Wealth Tax	22.64	22.64
C.	Claims against the Group by the Creditors not acknowledged as debts	6.00	6.00
D.	Bank Guarantee provided in respect of Labour NOC	70.00	70.00
E.	Certain parties have either filed cases against the holding company, or the Holding Company has been made a party in respect of certain transactions relating to sale of land. The Holding Company has been legally advised that it is in a position to defend its stand and as such does not expect any material financial liability.		

34. Disclosure pursuant to Ind AS 12 'Income Taxes':**a) Major components of income tax and deferred tax expense**

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Major Components of Tax Expense / (Income):		
Current income tax charge		
Current income tax	-	-
Adjustments in respect of current income tax of previous year	-	-
Deferred tax		
Relating to origination and reversal of temporary differences	2.63	(25.99)
Net Tax expense	2.63	(25.99)

b) Reconciliation of tax expense and accounting profit multiplied by India's domestic tax rate :

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Accounting profit /(loss) before tax	10.20	(365.69)
Statutory income tax rate (MAT rate)	15.6	15.6
Tax at statutory income tax rate on profit as per books	-	-
Tax impact of difference in depreciation as per books and income tax act	-	-
Tax impact of expenses not deductible	-	-
Tax impact on expenses allowable under MAT	-	-
Others-	-	-
Tax relating to earlier period	-	-
Income Tax expense reported in the statement of profit & loss	-	-

c) Details of tax assets & liabilities:

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Income Tax Assets	447.13	445.52
Income Tax Liabilities	271.75	271.75
Net Current Income tax assets at the end	175.38	173.77

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d) Gross movement in the current income tax asset/ (liability):

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Net Income Tax Asset as at the beginning	173.77	122.92
Income Tax paid / TDS	1.61	50.86
Current income tax expenses	-	-
Net refund received for earlier years	-	-
Income Tax for earlier years	-	-
Net income tax Asset as at the end	175.38	173.77

e) Reconciliation of Deferred tax assets/(liabilities):

(Amount in Rs Lakhs)

PARTICULARS	2020-21	2019-20
Deferred Tax Liabilities (Net) as at the beginning	(68.48)	(94.47)
Deferred Tax Income/ Expense recognized in Statement of Profit & Loss:		
Difference between WDV of PPE as per books & Income Tax	(2.63)	25.99
Deferred Tax Liabilities (Net) as at the end	(71.11)	(68.48)

36. Disclosure pursuant to Ind AS 19 on 'Employee Benefits'

a. Defined benefit plans: Gratuity Plan

i. General descriptions of defined benefit plans: Gratuity Plan

The Holding Company has established a gratuity plan wherein every employee is entitled to the benefit equivalent to thirty days' salary for each completed year of service. The same is payable on termination of service or retirement whichever is earlier. The benefit vests after five years of continuous service.

The funds are managed by LIC who have made investments as per their policy; and a detailed break-up of composition of investments made by LIC in various securities is not, at present, available.

ii. The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Present Value of Obligation at the end of period	36.72	34.34
	Fair value of Plan Assets at the end of period	34.39	32.15
	Current Liability / (asset)	(2.32)	(2.19)
2	Amounts reflected in the balance sheet		
	Liabilities		
	a) Current Liability	2.32	2.19
	b) Non-Current Liability	34.39	32.15

- iii. Movement in the present value of defined obligation during the year representing reconciliation of opening and closing balances thereof are as follows:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Present value of benefit obligation at the beginning of the year	34.34	35.57
2	Transfer In/(Out)	-	-
3	Current service cost	2.56	2.60
4	Amount paid on settlement	-	-
5	Interest cost	2.03	2.32
6	Re-measurements on obligation [Actuarial (Gain) / Loss]:	(2.21)	(1.43)
7	Actuarial (Gains) / Losses arising from changes in demographic assumption	-	-
8	Financial assumption	-	-
9	Actuarial (Gains) / Losses arising from changes in experience adjustment	-	-
10	Benefits paid	-	(4.73)
11	Past Service Cost	-	-
12	Present value of Defined Benefit Obligation as at end of the year	36.72	34.34

- iv. Changes in the fair value of plan assets during the year representing reconciliation of opening and closing balances thereof are as follows:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Fair value of Plan Assets at the beginning of the year	32.15	34.45
2	Transfer In/(Out)	-	-
3	Interest income	1.91	2.25
4	Actuarial gains / (losses)	-	-
5	Contributions from the employer	0.46	-
6	Re-measurement Gain (Loss): Return on plan assets, excluding amount recognized in Interest Income – Gain/ (Loss)	0.31	0.21
7	Mortality Charges & Taxes	(0.44)	(0.03)
8	Benefits paid	-	(4.73)
9	Amount paid on settlement	-	-
10	Fair value of Plan Assets as on the end of the year	34.39	32.15
11	Actual Returns on Plan Assets	2.22	2.45

- v. Expenses recognized in the statement of Profit and Loss.

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Current Service Cost	2.56	2.60
2	Net Interest Expenses	0.12	0.08
3	Settlement (Gain) / Loss	-	-
4	Past Service Cost	-	-
5	Net periodic benefit cost recognized in the statement of profit & loss at the end of period	2.67	2.68

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vi. Amount recognized in statement of other Comprehensive Income.

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Opening amount recognized in OCI outside profit & loss account	(9.21)	(7.57)
2	Re-measurement for the year- obligation (Gain) /Loss	(2.21)	(1.43)
3	Re-measurement for the year- plan asset (Gain) /Loss	(0.31)	(0.21)
4	Total Re-measurement cost/(credit) for the year recognized in OCI	(2.52)	(1.64)
5.	Closing amount recognized in OCI outside profit & loss account	(11.73)	(9.21)

vii. Actual contribution and benefit payments for the year.

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Actual benefit paid directly	Nil	(4.73)
2	Actual contributions	0.46	Nil

viii. Assumptions:

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Discount Rate	5.50%	5.90%
2	Rate of increase in compensation levels	5.00%	5.00%
3	Expected Rate of return on plan assets	5.90%	7.00%
4	Expected average remaining working lives of employees (years)*	3.82*	4.19*

*It is actuarially calculated term of the liability using probabilities of death, withdrawal and retirement.

ix. Sensitivity analysis: A quantitative sensitivity analysis for significant assumption is as shown below:
Effect of Defined Benefits Obligation (DBO) on account of 1% change in the assumed rates:

DBO Rates Types	Discount Rate		Salary Escalation Rate		Withdrawal Rate	
	1% Increase	1% Decrease	1% Increase	1% Decrease	1% Increase	1% Decrease
Year						
31-Mar-2021	36.27	37.18	37.04	36.40	36.72	36.71
31-Mar-2020	33.77	34.95	34.77	33.93	34.34	34.35

b. Leave Encashment:

Net (asset) / liability recognized in the Balance Sheet:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Present Value of Obligation	2.60	3.05
2	Funded Status	Nil	Nil
3	Net liability/(asset) recognized in Balance Sheet	2.60	3.05
	a) Current Liability	0.74	0.92
	b) Non-Current Liability	1.86	2.13

37. Disclosure pursuant to Ind AS-24 'Related Party Disclosures'

Name of the related party and their relatives and nature of relationship

- a) Key Management Personnel:
- i. Mangesh S. Joshi - Executive Director
Relatives of Executive Director
Wife: Ruchira M. Joshi
Son: Mayank M. Joshi
Daughter: Mihika M. Joshi
 - ii. Nihal Kulkarni – Chairman
 - iii. Smita Raichurkar – Non-Executive Director
 - iv. Pawan Rathi- Independent Director
 - v. Saurabh Patwardhan – Independent Director
 - vi. Chinmay Bhandari- Independent Director
 - vii. Shishir Panse - Chief Financial Officer (from 15-June-2020 till 31-Mar-2021)
 - viii. Sayalee Yengul – Company Secretary (w.e.f. 15-June-2020)
- b) Enterprise in which Directors are interested:
- I. Kloudq Technologies Ltd.
- c) Enterprise in which the Holding Company is member:
- i. Kirloskar Management Services Private Limited
- d) Associate Company:
- Navasasyam Dandekar Private Limited

Details of transactions during the year with Related Party:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	FY 2020-21	FY 2019-20
1.	Remuneration to Executive Director & Key Managerial Personnel:		
	Mangesh S. Joshi	42.36	42.36
	Mahavir Barlota (from 14-02-19 to 14-03-20)	NA	5.91
	Ajay Shrivastava (from 14-02-19 to 09-03-20)	NA	4.10
	Shishir Panse (from 15-06-20 to 31-03-21)	10.17	NA
	Sayalee Yengul (from 15-06-20)	8.33	NA
	*Remuneration excludes statutory contributions such as Gratuity, PF, and reimbursements and perquisites etc.		
2.	Transactions with Enterprise in which Directors are interested		
	Software Subscription charges	Nil	Nil
3.	Payments to Directors as Sitting Fees		
	Nihal Kulkarni	0.30	0.30
	Saurabh Patwardhan	0.25	0.35
	Pawan Rathi	0.65	0.75
	Smita Raichurkar	0.60	0.15
	Chinmay Bhandari	0.60	0.15
4.	Investment in Associate Company Navasasyam Dandekar Private Limited	0.49	0.49
5.	Investment in other Promoter held Company Kirloskar Management Services Private Limited	37.50	37.50
6.	Sales to Associate Company Navasasyam Dandekar Private Limited	323.62	-
7.	Purchases from Associate Company Navasasyam Dandekar Private Limited	27.91	-
8.	Reimbursement of Expenses from Associate Company Navasasyam Dandekar Private Limited	9.85	-
9.	Dividend Income from Associate Company Navasasyam Dandekar Private Limited	0.28	-

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38. Disclosure pursuant to Ind AS - 33 'Earnings Per Share':

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	2020-21	2019-20
1	Profit/ (Loss) after tax as per Statement of Profit & Loss attributable to Equity Shareholders (Amount in Rs. Lakhs)	7.57	(339.69)
2	Weighted Average number of equity shares used as denominator for calculating EPS	4,761,387	4,761,387
3	Basic and Diluted Earnings Per Share (Rs.)	0.16	(7.13)
4	Face Value per equity share (Rs.)	1.00	1.00

39. Disclosure pursuant to Ind AS – 37 'Provisions, Contingent Liabilities and Contingent Assets'

Details of Warranty provision and its movement during the year

(Amount in Rs Lakhs)

PROVISION FOR WARRANTY	FY 2020-21	FY 2019-20
Carrying amount at the beginning of the year	9.68	8.33
Additional provision made during the year	2.23	2.09
Amount used during the year	(0.18)	(0.74)
Unused amounts reversed during the year	(7.05)	-
Carrying amount at the end of the year	4.68	9.68

(Amount in Rs Lakhs)

PROVISION FOR SALE TAX LIABILITY	FY 2020-21	FY 2019-20
Carrying amount at the beginning of the year	57.57	91.00
Additional provision made during the year	-	57.57
Amount used during the year	(16.82)	(91.00)
Unused amounts reversed during the year	-	-
Carrying amount at the end of the year	40.75	57.57

40. Disclosure pursuant to Ind AS 107 -Financial risk management

The activities of the Group expose it to a variety of financial risks. The Group's risk management policies are focused to identify the unpredictability of financial markets, put required controls, monitor and minimize potential adverse effects on its financial performance. The risk management policies and systems are reviewed periodically to reflect changes in market conditions and Group's activities. Respective Board of Directors have overall responsibility for the setup and oversight of Group's risk management framework.

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

(A) Credit risk; (B) Liquidity risk and (C) Market risk.

(A) Credit risk:

Credit risk refers to the risk of default on its obligation by the customer or counterparty in meeting its contractual obligations, resulting into a financial loss to the Group. The maximum exposure to the credit risk is primarily from Group's trade and other receivables amounting to as at 31 March, 2021 Rs. 3,354.99 Lakhs and as at 31 March, 2020 Rs. 2,289.30 Lakhs. Details of receivables and other current assets are as per the table below:

(Amount in Rs Lakhs)

PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
Investments	123.83	1.59
Loans	2.27	5.86
Trade Receivable	19.37	14.32
Cash & Cash Equivalents (Excluding Cash on Hand)	160.04	19.45
Other Bank Balances	76.47	72.54
Other Financial Assets	236.61	150.12
Total financial Assets Carried at Amortised Cost	618.59	263.88
Investments	2,736.40	2,025.42
Total Financial Assets Carried at Fair Value	2,736.40	2,025.42

Receivables are reviewed, managed and controlled for each customer separately. Credit risk is managed through credit approvals process by establishing credit limits and continuously monitoring the creditworthiness of customers to whom credit is extended in the normal course of business. An impairment analysis is performed at each reporting date on an individual basis for major customers. The Group has a practice to provide for doubtful debts on a case-to-case basis after considering inter-alia customer's credibility etc.

The allowance for Expected Credit Loss on customer balances for the year ended 31 March, 2021 and 31 March, 2020 was Rs. 3.49 Lakhs and Rs. 3.49 Lakhs respectively.

There is no significant credit risk on cash and cash equivalents as the Group generally invest in deposits with banks.

There is no significant credit risk on other receivables, which mainly comprise of security deposits and amounts with statutory authorities.

(B) Liquidity risk

Liquidity risk refers to the risk that the Group may encounter in meeting its obligations associated with its financial liabilities on time or at a reasonable price. The Group's Accounts and Finance department is responsible for liquidity and fund flow management. In addition to that, processes and policies related to such risks are overseen by the Senior Management. Management monitors the Group's net liquidity position through rolling forecasts on the basis of expected cash flows.

The Group has no outstanding term borrowings as on 31 March 2021.

(C) Market risk:

Market risk refers to the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices. It comprises of below mentioned three types of risks:

- i) Currency risk
- ii) Interest rate risk
- iii) Other price risk such as equity/debt securities price risk

i) Currency risk

Currency risk refers to the risk that arises when future commercial transactions and recognized assets and liabilities are denominated in a currency that is not the Group's functional currency. Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Group mainly operates in Indian domestic market. The maximum exposure to the currency risk is primarily from trade payables on account of goods imported into the country. The Group does not have any foreign currency payables as at the year-end hence, the Group does not have any currency risk at present.

ii) Interest rate risk

Interest rate risk refers to the risk that fair value or future cash flows of financial instrument will fluctuate because of changes in market interest rates. The Group does not have any long term or short-term borrowings as on year end date hence, the Group does not have any interest risk at present.

iii) Equity Price risk

Price risk refers to the risk of fluctuations in the value of assets and liabilities as a result of change in market prices of Investments.

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The fair value of Group's investments measured at fair value through other comprehensive income exposes the Group to equity price risks. These investments are subject to changes in the market price of securities. The fair value of Group's investment in quoted equity securities as at March 31, 2021 and March 31, 2020 was Rs. 2,698.70 Lakhs and Rs. 1,987.72 Lakhs respectively.

41. Disclosure pursuant to Ind AS- 108 'Operating Segments'

The Group operates in one segment namely "Food Processing Machinery". Therefore, separate disclosures pursuant to Indian Accounting Standard- 108 on "Segment Reporting" is not required.

42. Disclosure pursuant to Ind AS- 115 'Revenue from Contracts with Customers'

a. Reconciliation of Revenue from Operations with revenue from contracts with Customers:

(Amount in Rs Lakhs)

Sr. No.	PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
1	Revenue recognized over a period of time	--	--
2	Revenue recognized at a point in time		
	Manufacturing Activity	457.04	420.62
3	Total Revenue from Contract with Customer (1 to 2)	457.04	420.62
4	Total Revenue from Operations as per Note No. 28	457.04	420.62

b. Particulars of Performance obligations relating to Revenue from Contract with Customers- Manufacturing Activities

The Group is manufacturer of Machinery for Rice Milling, Dal milling, Spices grinding etc. The performance obligations of the Group for these activities are generally satisfied as and when goods are delivered and/or erected as the case may be depending upon terms of respective contracts. Payments are received in advance and/or as per pre-decided milestones depending on the terms of the respective contracts.

- c. As the entire revenue is recognized 'at point in time' there are no contract assets and contract liabilities for the Group.
- d. The Group has opted for practical expedient as all the performance obligations have an original expected duration of one year or less. Hence, disclosure regarding 'transaction price allocated to the remaining performance obligations' is not required

43. Disclosure pursuant to Ind AS- 116 'Leases'

The Group's leases mainly comprise of leasehold land and residential premises, office premises and office equipment.

The Group has taken exemptions for not to consider the leases under IND AS 116 which have non-cancellable period (Lock in period) or lease period of 12 months or less as on initial application date.

The Group has elected not to classify low value items lease under Leases as permitted by Para 5 of INDAS 116.

Accordingly, during the year, the Group paid lease rent aggregating to Rs. 1.36 Lakhs (Previous Year: Rs. 3.34 Lakhs).

44. During the year, the Group sold certain investments being equity shares of listed companies, for Rs. 383.41 Lakhs. The sale resulted in a Profit of Rs. 294.30 Lakhs which has been transferred to Retained Earnings with corresponding adjustment in the 'Other Comprehensive Income' under Other Equity.

Post balance sheet date, the Group has further sold certain investments being equity shares of listed companies for Rs. 401.02 Lakhs. The sale resulted in a Profit of Rs. 360.96 Lakhs which has been transferred to Retained Earnings with corresponding adjustment in the 'Other Comprehensive Income' under Other Equity.

45. Disclosure Pursuant to Ind AS 27 Separate Financial Statements

Name of Associate	Principal Place of business	As at	Proportion of direct ownership (%)	Proportion of effective ownership interest (%)	Proportion of effective voting power held (%)
Navasasyam Dandekar Private Limited	India	31 March 2021	49%	49%	49%
		31 March 2020	49%	49%	49%

Additional information pursuant to Schedule III to the Companies Act, 2013 for the year ended 31-March-2021

Particulars	As % of	As at	Parent Company - G. G. Dandekar Machine Works Limited		Associate Company - Navasayam Dandekar Private Limited	
			%	Amount Rs. in Lakhs	%	Amount Rs. in Lakhs
Net Assets i.e. total assets minus total liabilities	Consolidated Net Assets	31 March 2021	96.95%	3,925.32	3.11%	126.05
		31 March 2020	99.96%	2,943.08	0.05%	1.59
Share in Profit or Loss before tax	Consolidated Profit and Loss before tax	31 March 2021	(1,098.43)%	(112.04)	1,480.59%	151.02
		31 March 2020	100.36%	366.79	0.36%	1.33
Share in Other Comprehensive Income (OCI)	Consolidated OCI	31 March 2021	100%	1,096.91	Nil	Nil
		31 March 2020	100%	(250.45)	Nil	Nil
Share in Total Comprehensive Income	Consolidated Total Comprehensive Income	31 March 2021	88.93%	982.25	11.29%	124.73
		31 March 2020	100.19%	(591.24)	0.19%	1.10

46. Business implications of COVID -19:

The Group has taken into account the possible impact of COVID-19 pandemic (the pandemic) in preparation of these consolidated financial statements, including but not limited to its reassessment of liquidity and going concern assumption and recoverability of carrying value of financial and non-financial assets.

On the basis of assessment and evaluation of the business and economic conditions, the Group believes that the impact of the pandemic is not material to these financial statements and expects to recover carrying value of its assets. As the impact assessment of the pandemic is a continuous process, the Group evaluates the consequences periodically and takes appropriate actions to mitigate its impact.

The impact of the pandemic on financial statement may differ from estimates due to the uncertainties associated with duration, re-emergence and nature of the pandemic.

47. The Holding Company owes amounts to suppliers under The Micro, Small and Medium Enterprises Development Act, 2006 [MSMED Act]. The disclosure pursuant to the said Act are as under:

(Amount in Rs Lakhs)

PARTICULARS	AS AT 31 st March 2021	AS AT 31 st March 2020
Principal Amount due to supplier under MSMED	8.62	19.77
Interest accrued, due to supplier under MSMED Act on the above & unpaid	3.60	5.42
Payment made to suppliers (other than interest) beyond appointed day during the year	0.85	0.99
Interest paid to suppliers under MSMED Act (other than Sec 16)	-	-
Interest paid to suppliers under MSMED Act (under Sec 16)	-	-
Interest due and payable towards suppliers under MSMED Act for payment already made	0.10	0.10
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act	4.64	5.42

48. Previous year's figures have been regrouped and /or rearranged wherever necessary.

As per our report of even date attached

For and on behalf of the Board of Directors

For Kulkarni Soman & Associates
Chartered Accountants
[F.R. No. 139786-W]

Sd/-
Bageshri Khadilkar
Partner
M.No. 139656
Place : Pune
Date : 29-June-2021

Sd/-
Sayalee Yengul
Company Secretary

Sd/-
Anagha Kulkarni
Chief Financial Officer

Sd/-
Nihal Kulkarni
Chairman
DIN 01139147

Sd/-
Mangesh Joshi
Executive Director
DIN 07244555

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REGISTRAR AND SHARE TRANSFER AGENT

Link Intime India Private Limited

'Akshay Complex' Block No.202, 2nd Floor, Near Ganesh Temple,

Off Dhole Patil Road, Pune 411001

CIN : U67190MH1999PTC118368



Registered Office

G. G. DANDEKAR MACHINE WORKS LTD.

CIN : L99999MH1938PLC002869

211/A, MIDC, Butibori Industrial Area, Village Kinhi, Tal. Hingana Dist. Nagpur 441122. (India)

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