

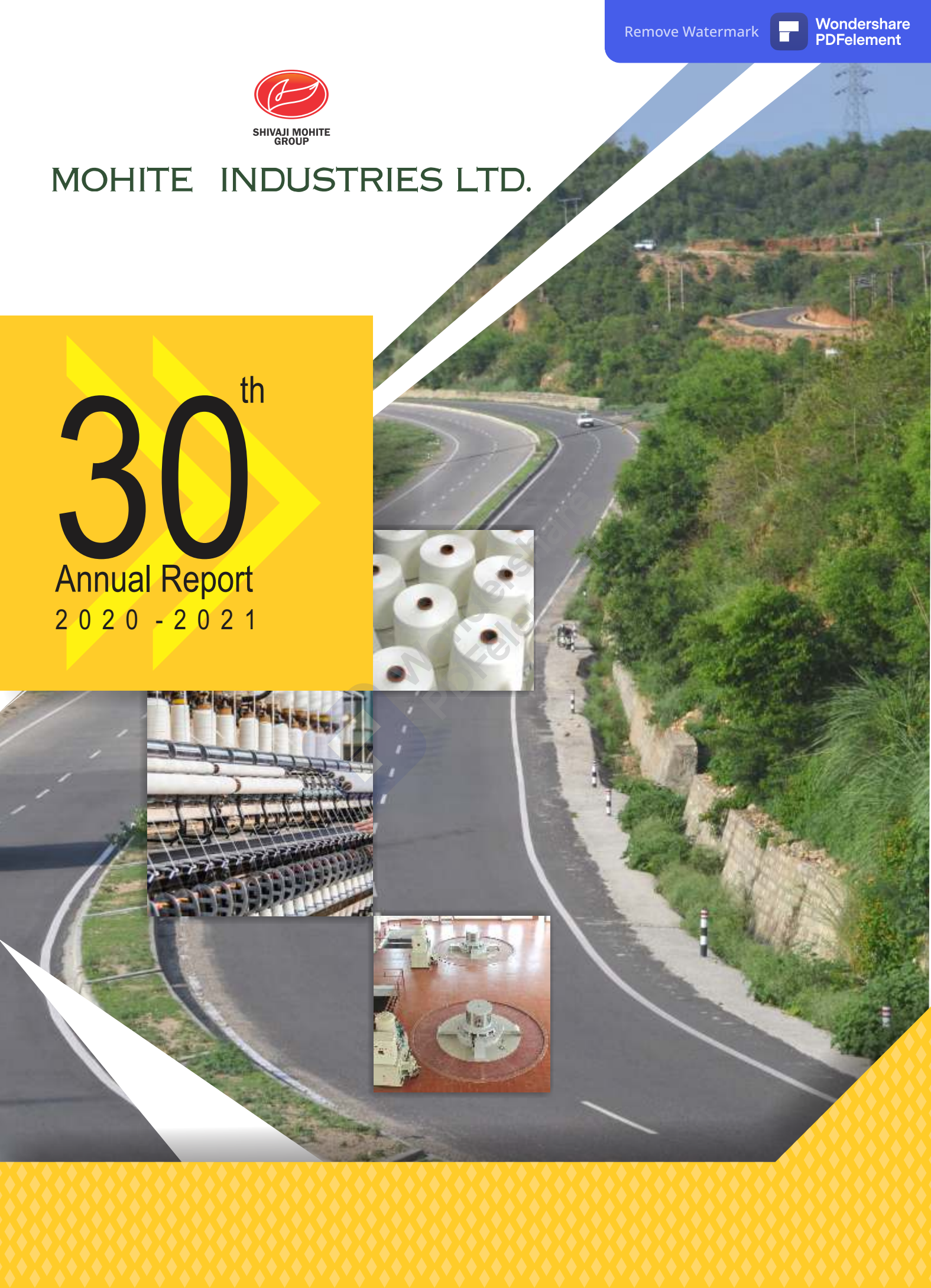


SHIVAJI MOHITE
GROUP

MOHITE INDUSTRIES LTD.

30th

Annual Report
2020 - 2021





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BOARD OF DIRECTORS

Shivaji Ramchandra Mohite

Managing Director

Monika Shivaji Mohite

Joint Managing Director

Abhay Shamrao Bhide

Wholetime/Executive Director & CEO

Vijay Madanlal Nawandhar (ceased to be director w.e.f 01st Oct. 2020)

Independent Director

Shankar Hindurao Patil (ceased to be director w.e.f 01st Oct. 2020)

Independent Director

Ranjeet Dinkarrao Patil (ceased to be director w.e.f 01st Oct. 2020)

Independent Director

Nikhil Vijay Nawandhar (Appointed to be director w.e.f 24th Oct. 2020)

Independent Director

Bhushan Madhukar Deshpande (Appointed to be director w.e.f 24th Oct. 2020)

Independent Director

Annasaheb Dhondiba More (Appointed to be director w.e.f 24th Oct. 2020)

Independent Director

SPINNING UNIT & REGISTERED OFFICE

R.S.No. 347, Ambapwadi Phata,
NH - 4, Vadgaon, Tal - Hatkanangale,
Dist.- Kolhapur INDIA 416112
web - www.mohite.com
email - mohitex@bsnl.in cs@mohite.com
Phone - +91 99223 70707 96235 70707

HYDRO-ELECTRIC
POWER PROJECT
Radhanagari Hydro
Power Project
Radhanagari Dam foot ,
A/p-Fejiwade,
Tal- Radhanagari, Dist - Kolhapur.

BANKERS
Bank of Baroda,
Shahupuri, Kolhapur

AUDITOR

Prashant Hirawdekar & Associates
Chartered Accountants, Kolhapur

INTERNAL AUDITORS

N. M. Pathan & Co.
Chartered Accountants, Kolhapur

COST AUDITOR

Mr. Sudhakar V. Vhatte
Cost & Management Accountant, Solapur

SECRETARIAL AUDITOR

Mr. Dilip D. Pange
Company Secretary in Practice, Kolhapur

CHIEF FINANCE OFFICER

Priyanka Abhijit Patil

COMPANY SECRETARY

CS Ashvini Prataprao Kalekar

DIRECTOR'S REPORT

Dear Shareholders,

Your Director's have pleasure in presenting the 30th Annual Report of the Company along with the Audited Financial Statements and Auditor's report for the year ended 31st March, 2021

1. FINANCIAL RESULTS :

(₹ in Lakhs)

Particulars	For the year ended on 31 st March 2021 (Standalone)	For the year ended on 31 st March 2020 (Standalone)	For the year ended on 31 st March 2021 (Consolidated)	For the year ended on 31 st March 2020 (Consolidated)
Income from Operations				
a) Revenue from Business Operations	6477.98	9648.80	8866.45	11983.81
b) Other Income	314.78	266.35	321.12	268.20
Total Income from Operation	6792.76	9915.15	9187.57	12252.01
Profit Before Finance costs, Depreciation & Tax	1405.84	1577.79	1852.45	1904.30
Less : Finance Costs	806.78	837.50	926.07	881.55
Profit before Depreciation & Tax	599.06	740.29	926.38	1022.90
Less : Depreciation	523.91	588.63	553.53	600.32
Profit before Tax	75.15	151.66	372.85	422.58
Less - Current Tax	7.80	24.75	47.80	24.75
Less - Previous year adjustment of Tax	-	-	-	-
Less -Deferred Tax	(29.77)	(28.72)	(29.77)	(28.72)
Profit/ (Loss) for the period from continuing operations	97.12	155.63	354.82	426.55
Other Comprehensive Income Net of Tax	-	-	-	-
Total Comprehensive Income After Tax	97.12	155.63	354.82	426.55
Amount Transferred to General Reserve	-	-	-	-
Balance of Profit Brought Forward	-	6872.59	-	6872.59
Short Provision of Income Tax	-	-	-	-
Depreciation Reversal	-	-	-	-
Balance carried to Balance Sheet	7125.35	7028.23	7397.63	7166.50
Earning per share (Basic)/ (Diluted)	0.48	0.77	1.77	2.12

PERFORMANCE REVIEW-**Standalone results -**

During the Financial year under review the Company has achieved standalone revenue of ₹ 6477.98 Lakhs and that for previous year was ₹ 9648.80 Lakhs. The net Profit (after tax) of ₹ 97.12 Lakhs during the year and that for previous year there was net profit (after tax) of ₹ 155.63 Lakhs.

Consolidated Results -

During the Financial year under review the Company has achieved consolidated revenue of ₹ 8866.45 Lakhs and that for previous year was ₹ 11983.81 Lakhs. The net Profit (after tax) of ₹ 354.82 Lakhs during the year and that for previous year there was net profit (after tax) of ₹ 426.55 Lakhs.

The performance of the company and state of affairs has been comprehensively covered in the management discussion and analysis report.

2. DIVIDEND

The Board of Directors do not recommend the payment of dividend for the financial year 2020-21.

3. TRANSFER TO RESERVES

There is no any amount transferred to any reserve during the year under consideration.

4. DIRECTORS & KMP

The Board of directors is duly constituted the detailed composition of which is given in Corporate Governance Report forming part of this report. In accordance with the provisions of Section 152 of the Companies Act, 2013 read with Companies (Management & Administration) Rules, 2014 and Articles of Association of the Company, Director Mrs. Monika Shivaji Mohite (DIN : 00425614), retire by rotation at the ensuing Annual General Meeting and being eligible offered herself for re-appointment and your Board recommends for her re-appointment.

Term of all Independent directors Mr. Vijay Madanlal Nawandhar (DIN 00218197), Mr. Ranjeet Dinkarrao Patil (DIN 02496342) and Mr. Shankar Hindurao Patil (DIN 03198638) was expired on 30th September 2020 and in terms of provisions of section 149(11) as they all were appointed for two consecutive terms and therefore were not eligible for reappointment. Hence they all three were ceased to be director with effect from 01st October 2020. In annual general meeting of the Company held on Saturday 24th October 2020, as per recommendation of the Board the members approved the appointment of Mr. Annasaheb Dhondiba More, (DIN 08861721), Mr. Bhushan Madhukar Deshpande (DIN 08861720) & Mr. Nikhil Vijay Nawandhar (DIN01291811) as an independent directors

Besides above there are no any other changes in composition of the Board.

5. COMMITTEES OF THE BOARD

There are five Committees of the Board. Those are as follows

- Audit Committee
- Stakeholders' Relationship Committee
- Nomination and Remuneration Committee
- Risk Management Committee
- Corporate Social Responsibility Committee

The composition of committees and changes therein during the year, along with their charters, composition and meetings held during the year are provided in the Report on Corporate Governance, a part of this Annual Report.

6. AUDIT COMMITTEE

The Company has duly constituted Audit Committee. The details as to composition and functioning of the committee are provided in the Report on Corporate Governance. All recommendations made by Audit committee are accepted by the Board during year under consideration.

7. MEETINGS OF THE BOARD

The Board met 5 times during the year i.e. 04.05.2020, 03.09.2020, 15.09.2020, 13.11.2020 and 13.02.2021. The details regarding attendance of directors is given in the Report on Corporate Governance.

The gap in meeting held on 04.05.2020 and on 03.09.2020 was of 121 days, which is more than maximum allowed gap between two consecutive boards meeting i.e. 120 days. The violation is due to inadvertence and besides this violation all meetings were duly convened.

8. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(3)(c) of the Companies Act, 2013 the Board hereby submit its responsibility Statement :-

- (a) in the preparation of the annual accounts for FY 2020-21, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year 2020-21 and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

9. ANNUAL PERFORMANCE EVALUATION

Pursuant to the applicable provisions of the Act and the Listing Regulations, the Board has carried out an Annual Evaluation of its own performance, performance of the Directors and the working of its Committees on the evaluation criteria defined by Nomination and Remuneration Committee (NRC) for performance evaluation process of the Board, its Committees and Directors.

The Board's functioning was evaluated on various aspects, including inter-alia the structure of the Board, meeting of the Board, functions of the Board, degree of fulfillment of key responsibilities, establishment and delineation of responsibilities to various Committees, effectiveness of Board processes, information and functioning.

The Committees of the Board were assessed on the degree of fulfillment of key responsibilities, adequacy of Committee composition and effectiveness of Meetings. The Directors were evaluated on aspects such as attendance, contribution at Board / Committee Meetings and guidance / support to the Management outside Board / Committee Meetings.

The performance assessment of Non-Independent Directors, Board as a whole and the Chairman were evaluated in separate meetings of Independent Directors. The same was also discussed in the meetings of NRC and the Board. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

10. PUBLIC DEPOSIT

During the year under review the Company has not accepted any deposit within the meaning of Section 73 and Section 76 of the Companies Act 2013 read with the Companies (Acceptance of Deposits) Rule 2014.

11. EXTRACT OF ANNUAL RETURN

As per the requirements of Section 92(3) of the Act and Rules framed thereunder, the extract of the Annual Return for FY 2020-21 is uploaded on the website of the Company www.mohite.com and the same is available at <http://www.mohite.com/pdf/Annual%20Report/extract-annual-return-MGT-9-2021.pdf>

12. SHARE CAPITAL

The Paid-up Equity Share Capital of the Company as on March 31, 2021 was ₹ 20.0997 Crore comprising of 20099700 equity shares of ₹ 10/- each. During the year under review, your Company has neither issued any shares with differential voting rights nor has granted any stock options or sweat equity. The Equity Shares of your Company are presently listed on BSE Ltd. only. The Company has duly paid the listing fees to BSE Ltd. for the Financial Year 2021-22.

13. REMUNERATION POLICY

The Board of Directors in consonance with the recommendation of Nomination and Remuneration Committee (NRC) has adopted a terms of reference which, inter alia deals with the criteria for identification of members of the Board of Directors and selection/appointment of the Key Managerial Personnel/Senior Management Personnel of the Company. The NRC recommends appointment of Director/appointment or re-appointment of Managing Director based on their qualifications, expertise, positive attributes and independence in accordance with prescribed provisions of the Companies Act, 2013 and rules framed thereunder and Listing Regulations. The NRC in addition to ensuring diversity of race and gender, also considers the impact the appointee would have on Board's balance of professional experience, background, viewpoints, skills and areas of expertise.

The Board of Directors in consonance with the recommendation of Nomination and Remuneration Committee has also adopted the Remuneration Policy for the Directors, Key Managerial personnel and Senior Managerial personnel. The guiding principles of the Remuneration Policy are stated in the Report on Corporate Governance which forms part of the Annual Report.

14. RISK MANAGEMENT AND ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Even though it is not mandatory, the Company has constituted a Risk Management Committee which has been entrusted with the responsibility to assist the Board in approving the Company's Risk Management Framework and overseeing all the risks that the organization faces such as strategic, financial, liquidity, security, regulatory, legal, reputational and other risks that have been identified and assessed to ensure that there is a sound Risk Management Policy in place to address such concerns / risks. The Risk Management process covers risk identification, assessment, analysis and mitigation. Incorporating sustainability in the process also helps to align potential exposures with the risk appetite and highlight risks associated with chosen strategies.

The Audit Committee has additional oversight in the area of financial risks and controls. Major risks identified by the business and functions are systematically addressed through mitigating actions on a continuing basis.

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the 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 disclosures

15. CORPORATE SOCIAL RESPONSIBILITY INITIATIVE

As per provisions of the Companies (Amendment) Act 2017, the company does not incur any Corporate social responsibility liability for FY 2020-21 and also for current FY 2021-22 as it doesn't fulfill the criteria applicable.

But the Company has duly constituted Corporate Social Responsibility (CSR) Committee as provisions relating to same were applicable to company under old criteria in previous years and company continued with same CSR Committee. The Committee has framed the CSR Policy on Corporate Social Responsibility as per Schedule VII of the Companies Act, 2013 which is disclosed on website of the company under sub-heading Corporate Governance - heading Investor Relations. PARVATI MOHITE FOUNDATION, a Sec. 8 Company, has been incorporated as sole purpose vehicle to undertake CSR activities. The company had contributed ₹10.00 lakhs to 'Tata Memorial Center' in FY 2019-2020 through PARVATI MOHITE FOUNDATION. Other than that the company has not undertaken then after any CSR activity

The details as per the provisions of Rule 8 of Companies (Corporate Social Responsibility) Rules, 2014 are annexed herewith as **Annexure I**.

16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188 (1) OF THE COMPANIES ACT, 2013

All related party transactions that were entered into by the Company during the financial year under review were generally on arms' length basis and in the ordinary course of business. The disclosure of related party transactions as required under Section 134(3)(h) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in prescribed Form AOC-2 is given in **Annexure II**, which is attached hereto and forms a part of the Directors' Report. There are no material significant related parties transactions entered into by the Company with its Promoters, Directors, Key Managerial Personnel or other designated persons, which may have a potential conflict with the interest of the Company at large. All related party transactions are placed before the meeting(s) of Audit Committee for its approval.

The statement giving details of all related party transactions to be entered into together with relevant documents/information are placed before the Audit Committee for approval and also already entered transactions are placed for review and updation on quarterly basis. The Company's Policy on materiality of Related Party Transactions and dealing with Related Party Transactions, as approved by the Board of Directors, is uploaded on the Company's website and can be accessed at weblink : <http://www.mohite.com/pdf/new-data/Policy%20on%20Dealing%20with%20Related%20Party%20Transactions.pdf>

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

There are no other material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

18. MATERIAL CHANGES AND COMMITMENT OCCURRED DURING THE YEAR UNDER REVIEW AFFECTING THE FINANCIAL POSITION OF THE COMPANY

During the financial year under consideration, in wake of COVID 19 pandemic and lockdown situation in many states and union territories across country, the operations of the company were totally closed/ stopped for near about 6 months i.e. from 22nd March 2020 to 22nd September 2020. As operations were totally closed it badly impacts on financial and operational position of the company. Besides that there was no changes occurred during the year under consideration affecting financial position of the Company

19. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The particulars of Loans, Guarantees and Investments in pursuance to Section 186 of the Companies Act, 2013 have been disclosed in the financial statements read together with Notes annexed to and forming an integral part of the financial statements..

20. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORT

The Secretarial Compliance Report and secretarial audit report issued by secretarial auditor pointed out some violation made by the company during the financial year 2020-21. Details of violation and comments of the board thereon are as below-

Sr. No	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Deviation	Comments of Board of directors
1	<p>(a) Regulation 27(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;</p> <p>(b) SEBI circular no SEBI/HO/CFD /CMD1/CIR/P/2020/38 Dt.19th March 2020</p> <p>Reg. 27(2) requires that the listed entity shall submit a quarterly compliance report on corporate governance to the recognised stock exchange within fifteen days from close of the quarter. And circular extended the date for quarter ended of 31st March 2020 up to 15th May 2020 due to COVID 19 pandemic.</p>	<p>The listed entity delayed the submission of a quarterly compliance report on corporate governance for quarter ended on 31st March 2020 to the recognised stock exchange. The delay was of 45 days.</p>	<p>Due to COVID 19 pandemic and lockdown the Companies operations were totally closed during period from 22nd March 2020 to 22nd September 2020. That's why access to office was difficult and consequently compliance of various rules and regulations were also hindered. The company submitted the compliance report on corporate governance for quarter ended on 31st March 2020 on 30th June 2020 i.e. with delay of 45 days</p>
2	<p>a) Reg. 33(3)(a) & (b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015</p> <p>b) SEBI circular no SEBI/HO/CFD/ CMD1/CIR/P/2020/38 Dt. 19th March 2020</p> <p>c) SEBI circular no SEBI/HO/CFD/ CMD1/CIR/P/2020/106 Dt. 24th May 2020</p> <p>Reg. 33 requires that Audited Financial statements to be submitted within 60 days of end of the quarter and year ended on 31st March 2020 while both circulars read together due date extended up to 31st July 2020</p>	<p>The listed entity delayed the submission of a quarterly and yearly audited financial statement for period ended on 31st March 2020 to the recognised stock exchange. The delay was of 32 days.</p>	<p>Due to COVID 19 pandemic and lockdown the Companies operations were totally closed during period from 22nd March 2020 to 22nd September 2020. That's why access to office was difficult and consequently compliance of various rules and regulations were also hindered.</p> <p>The company submitted the quarterly and yearly audited financial statement for period ended on 31st March 2020 on 03rd September 2020 with delay of 32days.</p> <p>The penalty of ₹188800/- was levied for delay in submission of Financial results for period ended on 31st March 2020. And also accounts of promoters are freezed for non-payment of penalty.</p> <p>The Company replied that delay was due to abnormal situation arose due to COVID 19 pandemic, as company totally scaled down its</p>

			operation since end of March 2020 (i.e. declaration of lockdown) till 22 nd Sept. 2020. Access to books of accounts, preparation, finalization and audit of financial statements was so difficult that's why delay in submission occurred. And the Company has paid the penalty before date of this report
3	a) Regulation 17 (2) of SEBI LODR Regulation 2015 provides that -The board of directors shall meet at least four time a year, with a maximum gap of one hundred and twenty days between any two meetings”.	It is observed that the gap between Board meeting held in 04-05-2020 and 03-09-2020 is of 121 days.(i.e. exceeds 120 days)	During lockdown preparation of accounting statements and audit thereof was so difficult and 03 rd Sept. 2020 was only earliest possible date on which accounts were ready for consideration and adoption hence, board meeting was held on 03 rd Sept. 2020. Violation was not due to negligence or intentional one but due to abnormal situation arose. The Company has submitted its clarification to BSE.
4	Section 135 of the Companies Act 2013 and rules thereunder.	Company incurred CSR liability aggregating of ₹ 47.89 lakhs during FY 2014-15, 2015-16, 2016-17 and 2017-18. Still end of the FY 2019-2020 Company has failed to spend all the amount of liability on CSR activities. Also company fails to transfer the same to such unspent amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year	The company from FY 2018-19 not covered under applicable criteria for CSR. The Company has formed Sec.8 company exclusively for undertaking CSR activities. But still The Parvati Mohite Foundation (the said Sec. 8 Company) has not undertaken any CSR activity. During year 2019-2020 ₹10.00 lakhs were transferred to 'Parvati Mohite Foundation and Parvati Mohite Foundation donate that amount to 'TATA MEMORIAL CENTRE' The Company will spent remaining CSR funds in this year on CSR activities.

There were no qualifications, reservations or adverse remarks made by of the Auditors of the company or by Cost Auditors in their respective Reports.

21. DECLARATION OF INDEPENDENT DIRECTORS

All the Independent Directors of the Company have given their declarations to the Company under Section 149(7) of the Act that they meet the criteria of independence as provided under Section 149(6) of the Act read with Regulation 16(1)(b) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 (“the Listing Regulations”). There has been no change in the circumstances affecting their status as Independent Directors of the Company.

In the opinion of the Board, they fulfill the conditions of independence as specified in the Act and the Listing Regulations and are independent of the management.

22. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

In terms of Section 124, 125 of the Companies Act, 2013 there was no any pending unclaimed or unpaid Interim Dividend relating to any previous years due for remittance to Investor Education and Protection Fund (IEPF).

23. 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

There was no order passed by any regulator or court or tribunal, which impacts the going concern status of the Company or will have bearing on Company's operations in future.

But during year under consideration BSE Ltd imposed penalty for delay in compliance of the provisions of SEBI (LODR) Regulation 2015, penalty details are given in point no 20 to this report.

24. WHISTLE BLOWER POLICY

The Company has adopted a Whistle Blower Policy to provide a formal mechanism to the Directors' and employees to report their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct. The Policy provides for adequate safeguards against victimization of employees, who avail of the mechanism and provides to employees' direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company have been denied access to the Audit Committee. The Whistle Blower Policy has been posted on the website of the Company at www.mohite.com

25. SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013, the Secretarial Audit Report received from Shri. Dilip Pange, Practicing Company Secretary, Kolhapur is appended as **Annexure III** and forms part of this report. Report is qualified. Mr. Dilip Pange, Kolhapur Membership No.6423, CP No.2516, is reappointed as Secretarial Auditor of the company for year 2021-22.

26. INTERNAL AUDIT

M/s N. M. Pathan & Co, Chartered Accountants, Kolhapur (proprietor Mr. Neehal Pathan, Membership No130017) were appointed as Internal Auditors of the Company for F. Y. 2020-21. The Internal Auditors of the company conducts financial, operational and management audit of various functions and areas. Their reports are placed before the Audit Committee and appropriate actions as deemed fit are initiated based on the reports.

The Board has reappointed M/s. N. M. Pathan & Co, (Proprietor Mr. Neehal Pathan, Membership No.130017) Chartered Accountants, Kolhapur as its Internal Auditor for F. Y. 2021-22.

27. CORPORATE GOVERNANCE

The Company has Pursuant to Regulation 34 and Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the following have been made a part of the Annual Report and are attached to this report:-

- Report on Corporate Governance
- Management Discussion and Analysis Report
- Auditors' Certificate regarding compliance of conditions of Corporate Governance
- Confirmation by CEO as to compliance of Code of Conduct

28. PARTICULARS OF EMPLOYEES REMUNERATION

There is no employee in the company which comes under provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Details of remuneration paid to all the directors / employees and details of the ratio of remuneration of each Director to the median employee's remuneration is provided in Corporate Governance Report and **Annexure-IV & V** to this Report.

Remuneration from subsidiary

During year under consideration from June 2020, Mr. Shivaji Mohite, was appointed as Managing Director and Mrs. Monika Mohite as Joint Managing Director of subsidiary company and both are receiving remuneration of ₹ 300000/-pm and ₹ 200000/-pm respectively from subsidiary.

29. AUDITORS

M/s PRASHANT HIRAWDEKAR & ASSOCIATES, Chartered Accountants, Kolhapur proprietor HIRAWDEKAR PRASHANT SUBHASH (having membership number 133498) was appointed as statutory Auditors of the Company for five years i.e. up to conclusion of thirty first Annual General Meeting of the Company to be held in year 2022, subject to ratification in each succeeding Annual General Meeting. However, after the amendment in Section 139 of the Act, effective 7th May, 2018, ratification by members every year for the appointment of the Statutory Auditors is no longer required. The Company has received eligibility cum consent letter from him expressing his willingness to be continued as Statutory Auditor. He is not disqualified from being appointed as Auditor.

30. COST AUDITORS AND COST RECORDS

As per the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, the Board of Directors of the Company appointed Shri. S. V. Vhatte, Cost & Management Accountant, Solapur as Cost Auditors of the Company to conduct audit of cost records maintained by the Company for year 2021-22 at a remuneration of ₹ 60000/- (Rupees Sixty Thousand Only) plus taxes and out of pocket expenses. A resolution seeking approval of the members for ratifying the remuneration payable to the Cost Auditors for FY 2021-22 is provided in the Notice of the ensuing Annual General Meeting.

The Cost accounts and records as required to be maintained under Section 148(1) of Act are duly made and maintained by the Company.

31. SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE

Your Company has a subsidiary namely Solitaire Constructions Private Limited, belongs to same promoter group as that of your company and from financial year under consideration the subsidiary has become a material subsidiary company as defined under Regulation 16 of the Listing Regulations. Accordingly, the corporate governance requirements as applicable with respect to material unlisted subsidiary have been complied with.

The Company has formulated a policy for determining Material Subsidiaries and the Policy is disclosed on the Company's website at www.mohite.com.

A Statement containing the salient features of the financial statements of subsidiary company as prescribed under the first proviso to sub-section (3) of section 129 of the Companies Act, 2013 read with rule 5 of The Companies (Accounts) Rules, 2014 is attached as per the prescribed format and forms a part of the Annual Report. In accordance with the provisions of Section 136 of the Companies Act, 2013 and the amendments thereto, read with Listing Regulations, the audited financial statements, including the consolidated financial statements and related information of the Company and financial statements of the subsidiary company will be available on the Company's website www.mohite.com.

The company doesn't have associates or joint venture companies. The board of directors decided to sale out entire investment in subsidiary to purchaser who are promoter and member of promoter group of the company for consideration as set out below.

32. DIVESTMENT IN SUBSIDIARY

The board of directors decided to sale out entire investment in subsidiary to purchaser, who are promoter and member of promoter group of the company for consideration as set out below.

Sr. No	Purchaser	No. of Shares	Consideration (₹)
1.	Shivaji Ramchandra Mohite	1305000	1,56,60,000/-
2	Monika Shivaji Mohite	585000	70,20,000/-
3	Dhruv Shivaji Mohite	450000	54,00,000/-

The Company holds 52% shares in its subsidiary viz. Solitaire Constructions Private Limited. Presently subsidiary has no any project and in future subsidiary company will earn only from maintenance activity and there is no possibility that subsidiary will receive any construction project. Also your company's financial liquidity badly affected due to pandemic lockdown in overall market, hence in order to meet financial need for business operations of the company management come out with this proposal. There are less chances of improvement in the performance of subsidiary in future.

In view of the above, it was decided by the Board of Directors of the Company to sell, transfer or otherwise disposes of the entire holding of the Company in its subsidiary and proposed resolution seeking approval will be placed before shareholder in forthcoming Annual General Meeting.

33. CONSOLIDATED FINANCIAL STATEMENTS

The audited consolidated financial statements of the Company as of and for the year ended March 31, 2021 have also been prepared in the same form and manner as that of the Company and are in accordance with the applicable provisions of the Act and the rules and regulations made thereunder, read with Indian Accounting Standard (Ind AS)-110 "Consolidated Financial Statements forms a part of the Annual Report.

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

Pursuant to the provisions of Section 134 (3) (m) of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, details regarding Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo for the year under review is given as "Annexure VII".

35. INFORMATION UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has constituted an Internal Complaint Committee as required under Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year, no complaint was filed during year under consideration. No complaint was pending at the beginning or end of the year under review.

36. REPORTING OF FRAUDS

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or to the Board as required under Section 143(12) of the Act and the rules made thereunder.

37. ACKNOWLEDGMENT :

Your Directors wishes to thank the employees for their dedication and the excellence they have displayed in conducting the operations of the Company. Directors also place on record their sincere thanks to bankers, customers, suppliers, business associates, consultants, market intermediaries, various Government Authorities for their continued support extended to the Company during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed.

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Place - Vadgaon, Kolhapur

Date - 27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

ANNEXURE - I

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

	Particulars	Details
1	A brief outline of the Company's CSR policy	The Board of Mohite Industries Limited may decide to undertake its CSR activities as recommended by the CSR Committee through a registered trust or a registered society or a company established the Section 8 Company or its associate companies pursuant to Section 135 of the Companies Act, 2013 and rules made there-under . The Company has adopted CSR Policy and the details of policy are displayed on website of the Company.
2	The Composition of the CSR Committee.	1. Mr. Shivaji Ramchandra Mohite, - Chairman 2. Mr. Abhay Shamrao Bhide, - Member 3. Mr. Vijay Madanlal Nawandhar, -Member (Member till 30 th Sept 2020 then after ceased) 4. Nikhil Vijaykumar Nawandhar, – Member (Member from 24 th Oct. 2020)
3	The web-link where Composition of CSR-committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.	http://www.mohite.com/pdf/new-data/CSR%20Policy%20---.pdf
4	The details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014.	NA
5	The amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year.	NA
6	Average net profit of the company as per section 135(5).	NA
7	a) Two percent of average net profit of the company as per section 135(5) b) Surplus arising out of the CSR projects or Programmes or activities of the previous financial years. c) Amount required to be set off for the financial year d) Total CSR obligation for the financial year (7a+7b-7c).	NA NA NA NIL
8	(a) CSR amount spent or unspent for the financial year: b) Details of CSR amount spent against ongoing projects for the financial year: c) Details of CSR amount spent against other than ongoing projects for the financial year: d) Amount spent in Administrative Overheads e) Amount spent on Impact Assessment, if applicable	NA NA NA NA NA

	(f) Total amount spent for the Financial Year (8b+8c+8d+8e)	NA
	(g) Excess amount for set off, if any	NA
9	(a) Details of Unspent CSR amount for the preceding three financial years : NIL <ul style="list-style-type: none"> But company has unspent CSR liability amount for financial years 2014-15 (₹ 0.44 lakhs), 2015-16 (₹12.94 lakhs), 2016-17 (₹ 13.59 lakhs), 2017-18 (10.92 lakhs) i.e. in total Unspent CSR liability is ₹ 37.89 lakhs 	
	(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NA	
10	In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year	NA

The implementation and monitoring of CSR Policy will be in compliance with CSR objectives and Policy of the company.

SD/-

Shivaji Mohite

Managing Director and Chairman CSR Committee

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Place - Vadgaon, Kolhapur

Date - 27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

ANNEXURE - II

[Pursuant to Clause (h) of Sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

Details of contracts or arrangements or transactions not at arm's length basis :

(1) The Company has not entered into any contract or arrangement or transaction with its related parties, which is not at arm's length during the year ended on March 31, 2021.

(2) Details of material contracts or arrangement or transactions at arm's length basis :

Name of the related party and nature of relationship	Solitaire Constructions Private Limited (same promoter group company & subsidiary)	Chirag Sanditext Private Limited (same promoter group company having common shareholders and directors)	Mahalaxmi Cotton Ginning Pressing & Oil Industries, (Partnership firm whose partners are also shareholders, directors and promoter of the Company)	Mohite Motors Private Limited (same promoter group company having common shareholders and directors)
Nature of contracts/ arrangements / transactions	Loans & advances	Loans & advances	Loans & advances	1)Loans and Advances 2)Services Rendered
Duration of the contracts/ arrangements / transactions	NA	NA	NA	NA
Salient terms of the contracts or arrangement or transactions including the value, if any, (Financial Year 2018-19)	1) Advances given ₹ 9,22,37,664/ 2) Advances received ₹ 1,33,43,521/-	1) Advances given ₹ 15,00,000/-	NA	1) Advances given ₹ 1,37,05,772/- 2) Advances received ₹ 1,63,93,752/- 3) Labour Charges ₹ 1,09, 15,500/-
Date of approval by the Board, if any	NA	NA	NA	13-11-2020
Amount paid as advances	Outstanding ₹ 10,79,76,769/- (receivable)	Outstanding ₹ 3,49,03,510 /- (receivable)	Outstanding ₹ 2,61,30,563/- (receivable)	Outstanding ₹ 39,26,907/- (payable)

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Place - Vadgaon, Kolhapur

Date - 27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

Annexure – III

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 of Managerial Personnel) Rules, 2014]

To,

The Members,

Mohite Industries Limited

R.S. NO. 347, Ambapwadi Phata, N.H. 4, Vadgaon, Kolhapur -416112

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

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Mohite Industries Limited ("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;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (Not applicable during Audit Period)
- (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, 2015
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; - (Not applicable during Audit Period)
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations 2014 (Not applicable during Audit Period)
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable during Audit Period)
 - (f) The Securities and Exchange Board of India (Registrars to Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client ; (Not applicable during Audit Period).
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable during Audit Period).
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998. (Not applicable during Audit Period)
- (vi) The Company has complied with following other laws applicable to the Company –
 - (a) The Factories Act, 1948 & the Rules Made there under.
 - (b) The Water (Prevention and Control of Pollution) Act 1974 & the Rules Made there under.
 - (c) The Air (Prevention and Control of Pollution) Act 1981 & the Rules Made there under.
 - (d) The Employees Provident Fund and Miscellaneous Provisions Act 1952.
 - (e) The Minimum Wages Act, 1948 and the Rules Made there under.
 - (f) The Payment of Wages Act, 1936 & the Rules Made there under.
 - (g) The Payment of Gratuity

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) The SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

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

I further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, 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.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

I further report that during the audit period there were no specific events/actions having a major bearing on the company's affairs. I specifically noted here below mentioned considerable events happen along with observation/violations

A) Change Of Independent directors-

The term of existing independent directors was expired on 30th Sept.2020 and they were not eligible for reappointment hence new three independent directors were appointed during the year who are qualified and eligible to act as independent directors New independents directors so appointed are as below

Mr. Nikhil Vijay Nawandhar (DIN 01291811)

Mr. Bhushan Madhukar Deshpande (DIN 08861720)

Mr. Annasaheb Dhondiba More (DIN 08861721)

B) In order to obey the guidelines issued by local govt. and other higher authorities due to COVID -19 pandemic, during year under consideration company's operation were totally closed from end of March 2020 to Sept 2020.

C) Observations/Violations

are as mentioned in table below

Sr. No	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Deviation	Observations/ Remarks of the Practicing Company Secretary
1.	<p>(a) Regulation 27(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;</p> <p>(b) SEBI circular no SEBI /HO/ CFD/CMD 1/CIR /P /2020/38 Dt. 19th March 2020</p> <p>Reg. 27(2) requires that the listed entity shall submit a quarterly compliance report on corporate governance to the recognised stock exchange within fifteen days from close of the quarter. And circular extended the date for quarter ended of 31st March 2020 up to 15th May 2020 due to COVID 19 pandemic.</p>	<p>The listed entity delayed the submission of a quarterly compliance report on corporate governance for quarter ended on 31st March 2020 to the recognised stock exchange. The delay was of 45 days.</p>	<p>The Listed entity submitted the compliance report on corporate governance for quarter ended on 31st March 2020 on 30th June 2020 i.e. with delay of 45 days</p>
2.	<p>a) Reg. 33(3)(a) & (b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015</p> <p>b) SEBI circular no SEBI/HO/CFD/ CMD1/CIR/P/2020/38 Dt. 19th March 2020</p> <p>c) SEBI circular no SEBI/HO/CFD/ CMD1/CIR/P/2020/106 Dt. 24th May 2020</p>	<p>The listed entity delayed the submission of a quarterly and yearly audited financial statement for period ended on 31st March 2020 to the recognised stock exchange. The delay was of 32 days.</p>	<p>The Listed entity submitted the quarterly and yearly audited financial statement for period ended on 31st March 2020 on 03rd September 2020 with delay of 32days.</p> <p>The penalty of ₹ 188800/- was levied for delay in submission of Financial results for period ended on 31st March 2020. And also accounts of promoters are freezed for non-payment of penalty.</p>

	Reg. 33 requires that Audited Financial statements to be submitted within 60 days of end of the quarter and year ended on 31 st March 2020 while both circulars read together due date extended up to 31 st July 2020		<p>The Company replied that delay was due to abnormal situation arose due to COVID 19 pandemic ,as company totally scaled down its operation since end of March 2020 (i.e. declaration of lockdown) till 22nd Sept. 2020. Access to books of accounts, preparation, finalization and audit of financial statements was so difficult that's why delay in submission occurred.</p> <p>The penalty was paid after end of financial year but before this report</p>
3	a) Regulation 17 (2) of SEBI LODR Regulation 2015 provides that - The board of directors shall meet at least four time a year, with a maximum me gap of one hundred and twenty days between any two meetings”.	It is observed that the gap between Board meeting held in 04-05-2020 and 03-09-2020 is of 121 days.(i.e. exceeds 120 days)	The company submitted that during lockdown preparation of accounting statements and audit thereof was so difficult and 03 rd Sept. 2020 was only earliest possible date on which accounts were ready for consideration and adoption hence, board meeting was held on 03 rd Sept. 2020. Violation was not due to negligence or intentional one but due to abnormal situation arose. The Company has submitted its clarification to BSE
4	Section 135 of the Companies Act 2013 and rules thereunder.	Company incurred CSR liability aggregating of ₹ 47.89 lakhs during FY2014-15, 2015-16, 2016-17 and 2017-18. Still end of the FY 2019-2020 Company has failed to spend all the amount of liability on CSR activities. Also company fails to transfer the same to such unspent amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year	Company has formed Sec.8 company exclusively for undertaking CSR activities. But still The Parvati Mohite Foundation (the said Sec. 8 Company) has not undertaken any CSR activity. During year 2019-2020 ₹ 10.00 lakhs were transferred to 'Parvati Mohite Foundation and Parvati Mohite Foundation spent /transferred that amount to 'TATA MEMORIAL CENTRE'

D) Further I note that during year 2019-2020 company received final show cause notices from ROC regarding violations observed during inspection of Books of accounts of the Company undertaken in financial year 2018-19 under section 206(5) of the Companies Act 2013. But still company has not approached for any compounding application nor concerned regulatory authority taken any action further in that concern.

Place - Kolhapur

Date - 24th August, 2021

MR. DILIP PANGE

Practicing Company Secretary

| FCS No. 6423 | CP No. 2516

UDIN : F006423C000826253

To,

The Members,

Mohite Industries Limited
R. S. No. 347, Ambapwadi Phata,
N.H. 4, Vadgaon, Kolhapur - 416112

My report of above date provided in Form MR-3 is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the company my responsibility is to express an opinion on these secretarial records based on audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices followed here provide a reasonable basis for my opinion.
3. I am not required to verify the correctness and appropriateness of financial records and books of account of the company as it is part of financial audit as per the provisions of the Companies Act, 2013.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company

Place - Kolhapur

Date - 24th August, 2021

MR. DILIP PANGE

Practicing Company Secretary
| FCS No. 6423 | CP No. 2516
UDIN : F006423C000826253

ANNEXURE – IV**Disclosure pursuant to section 197(12) of the Companies Act 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule 2014****(I) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year-**

Sr. No	Name of Director	The ratio of remuneration of each director to the median remuneration of the employees
1	Shivaji Ramchandra Mohite(CMD)	9.31
2	Monika Shivaji Mohite (Jt. MD)	4.66
3	Abhay Shamrao Bhide (WTD)	28.85
(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	
1	Shivaji Ramchandra Mohite(CMD)	Not Applicable
2	Monika Shivaji Mohite (Joint MD)	Not Applicable
3	Abhay Shamrao Bhide (WTD)	Not Applicable
4	Priyanka Abhijit Patil (CFO)	Not applicable
5	Ashvini Kalekar (Company Secretary)	Not applicable
(iii)	The percentage increase in the median remuneration of employees in the financial year	-30.26 %
(iv)	The number of permanent employees on the rolls of company;	344
(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;	Average percentile increase made in the salaries of employees other than the managerial personnel in the financial year is -8.74 % while the average increase in Managerial Remuneration during last year was-59.20%

We hereby affirm that the remuneration is as per policy formed and recommended by Nomination and Remuneration Committee and adopted by the Company.

Date : 27th August, 2021
Place : Vadgaon, Kolhapur

SHIVAJI R. MOHITE
Managing Director

MR. NIKHIL VIJAY NAWANDHAR
Chairman of Nomination &
Remuneration Committee

ANNEXURE V

Information as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

I Names of the top ten employees of the Company in terms of remuneration drawn

Sr. No.	Name of employee	Designation	Remuneration received (Amt. in Lakhs)	Nature of employment, whether contractual or otherwise	Qualifications and experience of the employee	Date of commencement of employment	Age (in Year) Last employment	Last employment held before joining the Company	The percentage of equity shares held by the employee in the Company within the meaning of Clause (iii) of sub-rule (2) Rule 5	Whether any such employee is a relative of any director or manager of the Company and if so, name of such director or manager
1	Shivaji Ramchandra Mohite	Managing Director	4.91	Contractual	B. Com	14/09/2001	53	NA	45.654	Monika Shivaji Mohite
2	Abhay Shamrao Bhide	Wholetime /Executive Director	15.2	Contractual	B. Tech	20/12/2008	48	Company-Nagreeka Exports Ltd., Yavluj, Tal-Panhala Dist-Kolhapur Designation-Vice President	NIL	NA
3	Anil Madhukar Sawant	General Manager (Eng.)	6.93	Permanent	D.I.E.	26/03/2018	53	Company-Jamshri Ranjitsinghji Spinning & Weaving Mill Solapur. Designation-Manager Engineering	NIL	NA
4	Shivalingappa Shivappa Magadam	General Manager	6.78	Permanent	D.T.T	02/01/2005	56	Company-Malprabha Co-Op Spinning Mill Ltd., Savundati, Karnatak Designation-Manager Production	NIL	NA
5	Sagar Nanaso Maske	Sr. Officer (Power Generation)	4.13	Permanent	B. E. - Electrical	01/06/2011	34	No	NIL	NA
6	Mayur Appasaheb Hegana	Sr. Officer (Power Generation)	4.06	Permanent	B. E. - Electrical	01/06/2011	38	No	NIL	NA
7	Sachin Krishnath Jadhav	Sr. Manager (Finance & Accounts)	3.87	Permanent	B.Com, M.B.A	28/05/2009	45	Company-Anshul Steels Ltd., Five Star MIDC Kolhapur Designation-Accounts Officer	NIL	NA
8	Omkarnath Ramakant Bongale	Sr. Officer (Power Generation)	3.67	Permanent	D.M.E.	07/08/2018	52	Company -Nagreeka Exports Ltd., Yavluj (Sr. Executive)	NIL	NA
9	Sukhadev Shankar Kale	Dy. Manager (Engg./Power Gen.)	3.66	Permanent	D.E.E.	07/11/2017	51	Company -Bombay Electric Supply & Transport (Dy. Charge Engineer)	NIL	NA
10	Kiran Maruti Mohite	Sr. Manager (Hr & Admin)	3.38	Permanent	M.S.W. (P.M & L.W.)	11/07/2007	45	Company-Wagpcos Ltd., Warananagar Tal-Panhala Dist- Kolhapur Designation- Labour Officer	NIL	NA

II No employees of the Company was drawing remuneration of ₹ 8,50,000/- p.m. or ₹ 1,02,00,000/- p.a.

III Name of employees who were employed throughout the Financial Year 2020-21 or part thereof and were paid remuneration in excess of Managing Director or Whole-time Director or Manager and holds along with his spouse and dependent children not less than 2% of equity shares of the Company.- NIL

IV None of employees are relative of any Director or Manager of the Company

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Vadgaon, Kolhapur
27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

Annexure VI
FORM NO. AOC.1

**Statement containing salient features of the financial statement of Subsidiaries/associate companies/joint ventures
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)**

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in ₹)

1	Sl. No	1
2	Name of the subsidiary	Solitaire Constructions Private Limited
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA
4	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	NA
5	Share capital	₹ 4,50,00,000/-
6	Reserves & surplus	₹ 5,23,60,983 /-
7	Total assets	₹ 34,74,16,093/-
8	Total Liabilities	₹ 25,00,55,110/-
9	Investments	₹ 20,40,000/-
10	Turnover	₹ 23,88,46,732/-
11	Profit before taxation	₹ 2,97,69,482/-
12	Provision for taxation	₹ 40,00,000/-
13	Profit after taxation	₹ 2,57,69,482 /-
14	Proposed Dividend	NIL
15	% of shareholding	52

Notes: The following information shall be furnished at the end of the statement:

1	Names of subsidiaries which are yet to commence operations	NIL
2	Names of subsidiaries which have been liquidated or sold during the year.	NIL

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Vadgaon, Kolhapur
27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

ANNEXURE VII TO THE DIRECTORS REPORT

Information under Section 134 of the Companies act, 2013 read with the Companies (Accounts) Rules 2014 and forming part of the Directors Report for the financial year ended on 31st March 2021.

A. CONSERVATION OF ENERGY

(a) Energy Conservation Measures Taken:

The Company has been taking continuous steps to conserve the energy and minimize energy cost at all levels. Regular efforts are made for optimization of process parameters, improving the operational efficiencies and reducing water and energy consumption. While undertaking expansion, modernization and technological up gradation of production facilities, due consideration is given to energy efficient plant and equipment's with multi product capabilities.

(b) Total energy consumption and energy consumption per unit of production in the prescribed Form 'A' Attached.

FORM 'A'

Form for disclosure of particulars with respect to conservation of energy

Particulars	2020-21	2019-20
A. Total Unit Generation through Own Hydro Electric Power Project	2,41,91,965	2,40,00,230
Less: Transmission Loss	4,12,283	4,16,341
Net in Our Account	2,37,79,682	2,35,83,889
Power & Fuel Consumption		
Electricity :		
Total Consumption during the year : (Kwh)	1,10,56,699	1,82,53,758
Total Amount (₹)	9,10,30,716/-	14,02,09,086/-
Own Generation through :		
Hydro Electric Power Project (Kwh)	0	37,68,071
Purchased Units (Kwh)	1,10,56,699	1,46,73,825
Sale to MSEDCL (Kwh)	2,37,79,682	1,94,68,108
Banking Units	-	3,47,710
B. Power Consumption per unit of Production of Finished Goods:		
Power Units Consumed / Production	4.48	4.46

B. TECHNOLOGY ABSORPTION:

Efforts made in Technology Absorption as per Form 'B' given below:

FORM B

RESEARCH AND DEVELOPMENT (R & D)

We have analyzed the market requirement and installed new Slub and Compact Cotton Yarn System in the plant to cater the required demand and analyzed Viscous and Polyester Yarn which showed good results.

1. Specific areas in which R & D has been carried out by the Company:

R & D activities are carried out continuously to produce good quality of Yarn and Fabric for exports.

2. Benefits derived as a result of the above R & D :

With the result of the R & D activities carried out, the Company has been able to produce quality Yarn.

3. Future Plan of Action:

The Company continues its efforts to maximize its productivity and at the same time enhance quality of its products.

4. Expenditure on R & D

Expenditure on R & D has been shown under respective heads of expenditure in the profit and loss account as no separate account is maintained.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

The Company is constantly making efforts to adopt latest technology wherever possible to improve quality of product, productivity and efficiency of the machineries. The company is also at a continuous endeavor to improve the efficiency of process by way of deep study of new technologies and exchange of information with other mills and machinery manufacturers.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

(a) Total Foreign Exchange used and earned.

(₹ In Lakhs)

Particulars	31-Mar-21	31-Mar-20
Foreign Exchange Earned		
Direct Export	NIL	NIL
Total	NIL	NIL
Foreign Exchange Used		
Imported Spares	26.86	17.76
Imported Machinery	NIL	NIL-
Total	26.86	17.76
Net Foreign Exchange Earned	(26.86)	(17.76)

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Place - Vadgaon, Kolhapur

Date - 27th August, 2021

SHIVAJI MOHITE
 MANAGING DIRECTOR
 DIN 00425441

MONIKA MOHITE
 JOINT MANAGING DIRECTOR
 DIN 00425614

CORPORATE GOVERNANCE REPORT

COMPANY'S CORPORATE GOVERNANCE PHILOSOPHY

The Corporate Governance refers to systems and policies that influence a corporation's administration. It involved regulatory mechanism and the roles and relationships between a company's management, board, shareholders and other stakeholders.

The importance of Corporate Governance lies in its contribution both to business prosperity and to accountability. Corporate Governance envisages commitment of the Company towards the attainment of high levels of transparency, accountability and business prosperity with the ultimate objective of realizing long term shareholder value, whilst taking into account the interest of all other stakeholders for wealth creation.

The Company will continue its efforts towards raising its standard in Corporate Governance and will also review its systems and procedures constantly in order to keep pace with the changing economic environment. The Company has complied with the applicable requirements of Corporate Governance and the Disclosures as contained in this Report are in accordance with Regulation 34(3) read with Para C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time (hereinafter referred to as "the Listing Regulations").

Corporate Governance at the Mohite Industries Ltd. is a continuing process and is based on belief that corporate governance is an integral element in improving efficiency and growth as well as enhancing investor confidence.

This report put before you how Corporate Governance provisions were complied with.

BOARD OF DIRECTORS AND COMMITTEES -

i) Composition :

The Board of Directors of the Company has an optimum combination of Executive and Non-Executive Directors. The present strength of the Board of Directors is six (6) including one Woman Director. The numbers of Independent Directors on the Board are three (3), which is half of the total number of Directors as laid down under Regulation 17 of the Listing Regulations. The composition of the Board of Directors is also in conformity with the provisions of Section 149 of the Companies Act, 2013.

None of the Directors on the Board is a member in more than Ten (10) Board level committees or acts as chairman of more than Five (5) Board level committees across all the public limited companies (listed or unlisted) in which he/she is a Director. The necessary disclosures regarding Committee memberships/ chairmanships have been made by the Directors. None of the Independent Directors serves as such on the Board of more than Seven (7) listed companies. Further, the Independent Directors do not serve as Whole-Time Director on the Board of any listed company. The Independent Non-Executive Directors fulfill the conditions of independence specified in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the Listing Regulations and individually have submitted a declaration that they meet the criteria of independence and that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. In the opinion of Board of Directors, the Independent Directors fulfill the conditions specified in the Listing Regulations and are independent of the management.

The Board of Directors is constituted as below.

Name of the Director	Designation
Executive Directors-	
Mr. Shivaji R. Mohite	Managing Director
Mrs. Monika S. Mohite	Joint Managing Director
Mr. Abhay S. Bhide	Wholetime/Executive Director
Independent Directors	
Mr. Vijay M. Nawandhar	Independent Director (up to 30 th September 2020)
Mr. Ranjit D. Patil	Independent Director (up to 30 th September 2020)
Mr. Shankar H. Patil	Independent Director (up to 30 th September 2020)
Mr. Nikhil Vijay Nawandhar	Independent Director (From 24 th October 2020)
Mr. Bhushan Madhukar Deshpande	Independent Director (From 24 th October 2020)
Mr. Annasaheb Dhondiba More	Independent Director (From 24 th October 2020)

Brief Profile of the Directors –

- Mr. Shivaji R. Mohite** (DIN 00425441) aged 53 year; Promoter, Managing Director of the Company. He is Bachelor of Commerce and has more than 24 years' experience in administration and management.
- Mrs. Monika S. Mohite** (DIN 00425614) aged 46 years, Promoter & Joint Managing Director of the Company. She has educational qualification as M. A.(English Literature) having experience of more than 18 years in administration.

3. **Mr. Abhay S. Bhide** (DIN 05307473) aged 48 years, Wholtime Director of the Company. He has educational qualification as B Tech and he has more than 23 years, vast experience in spinning industry especially cotton. Besides this he is well versed with erection and implementation of spinning project. He has got training at Ritter in Europe and USA for cotton. He is also a director, retires by rotation at the forthcoming Annual General Meeting of the Company pursuant to the provisions of Section 152 of the Act and being eligible, offers himself for re-appointment.
4. **Mr. Vijay M. Nawandhar** (DIN 00218197) Non-Executive & Independent Director of the Company and Practicing Chartered Accountant by Profession. **He is ceased to be director from 01st October 2020**
5. **Ranjeet D. Patil** (DIN 02496342), Non-Executive & Independent Director of the Company successful businessman in Earth Moving Business and Dozer ripper also having experience of construction of Irrigation Projects. **He is ceased to be director from 01st October 2020**
6. **Mr. Shankar H. Patil** (DIN 03198638) Non-Executive & Independent Director of the Company and he has experience of running banking, Construction and hotel Industry in Kolhapur region. He has keen interest in agriculture also. **He is ceased to be director from 01st October 2020.**
7. **Mr. Nikhil Vijay Nawandhar** (DIN 01291811), aged 37 years, Non-Executive & Independent Director of the Company and he has been practicing Chartered Accountant, Sangli since 2006. He has wide experience of taxation and audit.
8. **Mr. Bhushan Madhukar Deshpande** (DIN 08861720), aged 53 years, Non-Executive & Independent Director of the Company and he completed his education i.e. Diploma in Pharmacy in 1988 and since 1989 has been running his proprietary medical shop. Presently he is serving as Chairman of Pune Cricket Association
9. **Mr. Annasaheb Dhondiba More** (DIN 08861721) aged 64 years, Non-Executive & Independent Director of the company and he had completed his education in 1979 and then after worked as an engineer in Irrigation Department Government of Maharashtra.

Interse Relationship among Directors –

Mr. Shivaji R. Mohite, Managing Director and Mrs. Monika S. Mohite Joint. Managing Director of the Company are related to each other as husband-wife. Beside this there is no inter-se relationship among the directors.

Directors with Materially Significant Related Party Transactions, Pecuniary or Business Relationship with the Company:

Except for drawing remuneration by the Managing Director and the Whole Time Director none of the Directors have any other material significant Related Party Transactions, pecuniary or business relationship with the Company. Managing Directors are from promoter group and Company has subsidiary which also from same promoter group. The related party transactions with subsidiary company in detail is given in **Annexure II** to directors report and note to the Financial Statement forming a part of the Annual Report.

In the preparation of the Financial Statements, your Company has adopted accounting policies which are in line with the Indian Accounting Standards notified under Section 133 of the Companies Act, 2013 read together with the Companies (Indian Accounting Standards) Rules, 2015. The significant accounting policies, which are consistently applied, have been set out in the Notes to the Accounts. Suitable disclosure as required by the Indian Accounting Standards (Ind-AS 24) has been made in the Notes to the Financial Statements.

Number of Equity Shares held by Directors during the Financial Year 2020-21:

	Name of the Director	No of Equity shares hold during the year
1	Shivaji Ramchandra Mohite	9176324 Equity Shares of ₹ 10/- each (45.6540%)
2	Monika Shivaji Mohite	4656339 Equity Shares of ₹ 10/- each (23.1662%)
3	Abhay Shamrao Bhide	NIL
4	Vijaykumar Madanlal Nawandhar (ceased to be director from 01 st October 2020)	42500 Equity Shares of ₹ 10/- each (0.2114%)
5	Ranjeet Dinkarrao Patil (ceased to be director from 01 st October 2020)	NIL
6	Shankar Hindurao Patil (ceased to be director from 01 st October 2020)	NIL
7	Nikhil Vijay Nawandhar Director (From 24 th October 2020)	17592 Equity Shares of ₹ 10/- each (0.0875%)
8	Bhushan Madhukar Deshpande (From 24 th October 2020)	NIL
9	Annasaheb Dhondiba More (From 24 th October 2020)	NIL

A skill matrix setting out the core skills/expertise/competencies identified by the Board of Directors as required in the context of Company's business (es) and sector(s) for it to function effectively and those actually available with the Board are stated below:

- Knowledge and insight of Company's businesses of textile manufacturing and hydroelectric power, strategic plans, major risks/threats and potential opportunities and knowledge of the industry segments in which the Company operates.
- Behavioral Skills comprising of interalia, attributes and competencies to use their knowledge and skills to contribute effectively to the growth of the Company, adequate commitment and maintenance of confidentiality, sales and marketing, administration, and decision making.
- Financial and Management skills.
- Technical and professional skills
- Knowledge of legal regulations to the extent apply and extend to the Company

The details of skills / expertise / competence possessed by Directors are given below:

Sr. No	Name of Directors	Skill/expertise/competence
1	Shivaji Ramchandra Mohite	Industry & Market expertise, people & talent understanding, Management skill, Finance & risk expertise
2	Monika Shivaji Mohite	Strategy and Business, Industry & Market expertise, people & talent understanding, Management skill
3	Abhay Shamrao Bhide	Strategy and Business, Industry & Market expertise, people & talent understanding, Technical and professional expertise, risk expertise
4	Vijaykumar Madanlal Nawandhar (retired)	Financial & professional expertise, accounting & audit expertises, governance and legal.
5	Ranjeet Dinkarrao Patil (retired)	Industry & Market expertises
6	Shankar Hindurao Patil (retired)	Industry, Market and professional expertises
7	Nikhil Vijay Nawandhar	Financial & professional expertise, accounting & audit expertises, governance and legal.
8	Bhushan Madhukar Deshpande	people & talent understanding
9	Annasaheb Dhondiba More	people & talent understanding

ii) Meetings of the Board of Directors

The meetings of the Board of Directors are held at the Registered Office of the Company at R. S. No. 347, Ambapwadi Phata, Off NH-4, Vadgaon, Tal. Hatkanangale, Dist. Kolhapur – 416 112. During the year under review 5 Board Meetings were held i.e. on 04-05-2020, 03-09-2020, 15-09-2020, 13-11-2020 and 13-02-2021. The Agenda and the Explanatory Notes for each meeting are circulated in advance to all the Directors. Every Director is free to suggest the inclusion of the items on the Agenda. The Boards meetings were held in compliance with requirement of the Companies Act and SEBI (LODR) Regulations 2015 except in case of meeting held on 03rd Sept. 2020 there was gap between two meetings exceeds 120 days i.e. gap of 121 days. The violation was due to inadvertence and not intentional.

The attendance of the Board of Directors at the Meetings held during the year, number of other Directorships & Memberships of Committees as on March 31, 2021 is as follows:

Name of Director & Category of Directorship	No. of Board meetings attended	Attendance at last AGM	No. of other Directorships including the Company	No. of outside Committee position(s) held including the company	
				Member	Chairman
Mr. Shivaji R. Mohite (Managing Director)	05	Yes	19	2	2
Mrs. Monika S .Mohite (Joint Managing Director)	05	Yes	20	00	00
Mr. Abhay S. Bhide (Wholetime Director)	05	Yes	01	4	00
Mr. Vijay M. Nawandhar (Non Executive & Independent Director) (ceased to be director from 01 st October 2020)	03	Yes	03	5	02
Mr. Ranjeet D. Patil (Non-Executive & Independent Director) (ceased to be director from 01 st October 2020)	03	Yes	01	03	01
Mr. Shankar H. Patil (Non-Executive & Independent Director) (ceased to be director from 01 st October 2020)	03	Yes	03	02	00
Mr. Nikhil Vijay Nawandhar (From 24 th October 2020)	02	Yes	03	05	03
Mr. Bhushan Madhukar Deshpande (From 24 th October 2020)	02	No	01	02	00
Mr. Annasaheb Dhondiba More (From 24 th October 2020)	02	No	01	03	00

No of directorship, no of committee membership and committee chairmanship is mentioned by considering data as on last date of their respective directorship in the company.

The directorship held above is including alternate directorship and directorship in foreign companies, Section 8 Companies & Private Limited Companies. And also above directorship includes directorship in only one public and only one listed company.

Independent Directors Meeting (Section 149(8) & Clause VII of Schedule IV of the Companies Act 2013) –

During the year under review, the Independent Directors met on 12th and 13th November 2020 and inter alia to discuss evaluation of the performance of Non Independent Directors and the Board of Directors as a whole. All the Independent Directors were present at the Meeting.

Familiarization Programme –

All Independent Directors of the Company are provided with necessary documents, reports and internal policies to enable them to familiarise with the Company's procedures and practices. Periodic presentations are made at the Board and Committee Meetings, on business and performance updates of the Company, business strategy and risks involved. Quarterly updates on relevant statutory changes covering important applicable laws are discussed at the Meetings of the Board of Directors. Three Independent directors were appointed during year under consideration and they were introduced about their role, responsibilities and also of compliances required under the Companies Act, SEBI regulations etc. The details familiarization is disclosed on website of the Company <http://www.mohite.com/pdf/new-data/Familiarisation%20Programme%20Imparted%20to%20Independent%20Director.pdf> Independent Directors has given declaration of Independence and all they fulfill the criteria u/sec. 149(6) Draft letter of appointment is available on the website of the Company www.mohite.com.

iii) BOARD COMMITTEES

The Company has currently five committees of board of directors i.e. the Audit Committee, the Nomination & Remuneration Committee, the Risk Management Committee, the Stakeholders Relationship Committee and Corporate Social Responsibility Committee. The constitution of Risk Management Committee is not applicable to the Company but as company has this Committee from previous period so company continued with this Committee during the year. The Board is responsible for constituting, assigning and co-opting the Members of the Committee.

(i) Audit committee –

The Board has constituted a well-qualified Audit Committee Majority of Members of Committee are Independent Directors including Chairman.

- (a) **Terms of Reference** -The Audit Committee is responsible for:
- Overseeing the Company's financial reporting process and disclosure of its financial information.
 - Recommending appointment, remuneration and terms of appointment of auditors
 - Reviewing and discussing with the Statutory Auditors, Internal Auditors and Cost auditors.
 - Reviewing major accounting policies and practices and adoption of applicable Accounting Standards.
 - Review the adequacy & effectiveness of the Company's Internal Control System.
 - Oversee & review the functioning of a Vigil Mechanism
 - Disclosure of contingent liabilities.
 - Reviewing the risk management mechanisms of the Company.
 - Reviewing and approving related party transactions.
 - Reviewing the quarterly and half-yearly financial results and the annual financial statements before they are submitted to the Board.
 - Reviewing operations, new initiatives and performance.
 - Review of loan utilization and/or advances from, investment by holding in subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments; and
 - Carrying out any other function as is mentioned in the terms of reference of the Audit Committee
- (b) The composition of Committee was changed during the year under consideration. It consist of four members out of which three are nonexecutive and independent directors and one is executive director. The Committee met 5 times during the year i.e. on 04-05-2020, 03-09-2020, 15-09-2020, 13-11-2020 and 13-02-2021. The attendance of Members at the Meeting and change in composition of committee is as follows:

Name of Member	Status	No. of Meetings attended
Mr. Vijay M. Nawandhar (Ceased to be member and chairman of the committee w.e. f. 01 st Oct. 2020)	Chairman	3
Mr. Ranjit D. Patil (Ceased to be member w.e. f. 01 st Oct. 2020)	Member	3
Mr. Abhay S. Bhide	Member	5
Mr. Shankar H. Patil (Ceased to be member r w.e. f. 01 st Oct. 2020)	Member	3
Mr. Nikhil V. Nawandhar (became member and chairman of the Committee w.e.f. 24 th Oct. 2020)	Chairman	2
Mr. Bhushan M. Deshpande (became member of the committee w.e.f. 24 th Oct. 2020)	Member	2
Mr. Annasaheb D. More (became member of the committee w.e.f. 24 th Oct. 2020)	Member	2

The Audit committee adheres to the SEBI Guidelines in terms of quorum for its meetings, functioning, role and powers as also set out in the Companies Act, 2013 and Secretarial Standards. The committee meetings were held in compliance with requirement of the Companies Act and SEBI (LODR) Regulations 2015 except in case of meeting held on 03rd Sept. 2020 there was gap between two meetings exceeds 120 days i.e. gap of 121 days. The violation was due to inadvertence and not intentional.

All members of audit committee were present at Annual General Meeting of the Company.

(ii) Nomination & Remuneration Committee :

The Nomination & Remuneration Committee comprising of three members all are non-executive- independent Directors.

(a) Terms of reference:

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

(b) There was change in composition of Committee during the year under consideration .The Committee met 4 times during the year on 04-05-2020, 15-09-2020, 13-11-2020 and 13-02-2021. The Composition and attendance of Members at the Meetings is as follows :

Name of Member	Status	No. of Meetings attended
Mr. Ranjit D. Patil (Ceased to be member and chairman of the committee w.e. f. 01 st Oct. 2020)	Chairman	2
Mr. Vijay M. Nawandhar (Ceased to be member w. e. f. 01 st Oct. 2020)	Member	2
Mr. Shankar H. Patil (Ceased to be member w. e. f. 01 st Oct. 2020)	Member	2
Mr. Nikhil V. Nawandhar (became member and chairman of the Committee w.e.f. 24 th Oct.2020)	Chairman	2
Mr. Bhushan M. Deshpande (became member of the committee w.e.f. 24 th Oct. 2020)	Member	2
Mr. Annasaheb D. More (became member of the committee w.e.f. 24 th Oct. 2020)	Member	2

(c) Remuneration Of Directors and Evaluation Criteria-

Relevant content of Remuneration Policy of the Company are given below

Qualifications for appointment of Directors (including Independent Directors)

- a) Persons of eminence, standing and knowledge with significant achievements in business, professions and/or public service;
- b) Their financial or business literacy/skills;
- c) Their textile/hydro power industry experience;
- d) Other appropriate qualification/experience to support /meet the objectives of the Company;
- e) As per the applicable provisions of Companies Act, 2013, Rules made thereunder and as per provisions of SEBI (LODR) Reg. 2015.

The Nomination and Remuneration Committee shall have discretion to consider and fix any other criteria or norms for selection of the most suitable candidate/s.

Positive attributes of Directors (including Independent Directors):

- a) Directors are to demonstrate integrity, credibility, trustworthiness, ability to handle conflict constructively and the willingness to address issues proactively;
- b) Actively update their knowledge and skills with the latest developments in the infrastructure industry, market conditions and applicable legal provisions;
- c) Willingness to devote sufficient time and attention to the Company's business and discharge their responsibilities.
- d) To assist in bringing independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct;
- e) Ability to develop a good working relationship with other Board members and contribute to the Board's working relationship with the senior management of the Company;
- f) To act within their authority, assist in protecting the legitimate interests of the Company, its shareholders and employees;
- e) Independent Directors to meet the requirements of the Companies Act, 2013 read with the Rules made there under and as per provisions of SEBI (LODR) Reg. 2015 as amended from time to time.

Independence Review Procedures**Annual Review**

The director's independence for the independent director will be determined by the Board on an annual basis upon the declaration made by such Director as per the provisions of the Companies Act, 2013 read with Rules thereon and as per provisions of SEBI (LODR) Reg. 2015

Individual Director's Independence Determinations

If a director nominee is considered for appointment to the Board between Annual General Meetings, a determination of independence, upon the recommendation of the Committee, shall be made by the Board prior to such appointment.

All determinations of independence shall be made on a case-by-case basis for each director after consideration of all the relevant facts and circumstances and the standards set forth herein. The Board reserves the right to determine that any director is not independent even if he or she satisfies the criteria set forth by the provisions of the Companies Act, 2013 read with Rules thereon and as per provisions of SEBI(LODR) Reg. 2015

Notice of Change of Independent Status

Each director has an affirmative obligation to inform the Board of any change in circumstances that may put his or her independence at issue.

Criteria for appointment of KMP/Senior Management -

- To possess the required qualifications, experience, skills & expertise to effectively discharge their duties and responsibilities;
- To practice and encourage professionalism and transparent working environment;
- To build teams and carry the team members along for achieving the goals/objectives and corporate mission;
- To adhere strictly to code of conduct

Term -

The Term of the Directors including Managing / Whole time Director / Independent Director shall be governed as per the provisions of the Act and Rules made thereunder and the SEBI (LODR) Reg. 2015, as amended from time to time.

Whereas the term of the KMP (other than the Managing / Whole time Director) and Senior Management shall be governed by the prevailing HR policies of the Company.

Evaluation -

The Committee shall carry out evaluation of performance of every Director. The Committee shall identify evaluation criteria which will evaluate Directors based on knowledge to perform the role, time and level of participation, performance of duties, level of oversight, professional conduct and independence. The appointment /re-appointment / continuation of Directors on the Board shall be subject to the outcome of the yearly evaluation process.

Removal -

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, Rules and Regulations thereunder and /or for any disciplinary reasons and subject to such applicable Acts, Rules and Regulations and the Company's prevailing HR policies, the Committee may recommend, to the Board, with reasons recorded in writing, removal of a Director, KMP or Senior Management.

Remuneration of Managing / Wholetime Director, KMP and Senior Management

The remuneration / compensation / commission, etc., as the case may be, to the Managing / Wholetime Director will be governed by the relevant provisions of the Companies Act, 2013 and applicable Rules and Regulations and will be

determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission, etc., as the case may be, shall be subject to the prior / post approval of the shareholders of the Company and Central Government, wherever required. Further, the Chairman & Managing Director of the Company in accordance with recommendation of Nomination and Remuneration Committee is authorised to decide the remuneration of KMP (other than Managing / Wholetime Director) and Senior Management based on the standard market practice and prevailing HR policies of the Company.

Remuneration to Non-executive / Independent Director –

The remuneration / commission / sitting fees, as the case may be, to the Non-Executive / Independent Director, shall be in accordance with the provisions of the Act and the Rules made thereunder for the time being in force and as may be decided by the Committee / Board / shareholders.

Independent Directors ("ID") and Non-Independent Non- Executive Directors ("NED") may be paid sitting fees (for attending the meetings of the Board and of committees of which they may be members) and commission within regulatory limits. The payment of sitting fees and commission will be recommended by the NRC and approved by the Board.

Quantum of sitting fees may be subject to review on a periodic basis, as required.

In addition to the sitting fees and commission, the Company may pay to any Director the reasonable expenditure incurred by him while performing his/her duty as director, for attending any boards/committee meeting, general meeting, court convened meeting, creditors meeting etc.

An Independent Director shall not be entitled to any stock option of the Company unless otherwise permitted in terms of the Act and provisions under SEBI (LODR) Regulation 2015, as amended from time to time.

Above mentioned qualification for director, positive attributes of directors are also applicable in case of Non-Executive /Independent Directors. Also in addition to that Non-executive directors shall be expertise and experienced personalities so as to have a diverse Board in fields like Manufacturing, finance, taxation, marketing, law, general management etc.

d) Details of remuneration paid to the directors are as follows: (₹ in lakhs)

Name	Salary	Consultancy Fee	Perquisites	Contribution to PF	Total
Mr. Shivaji Mohite	4.91	-	-	-	4.91
Mrs. Monika Mohite	2.45	-	-	-	2.45
Mr. Abhay Bhide	15.20	-	-	-	15.20
Mr. Vijay Nawandhar	-	-	-	-	-
Mr. Ranjeet D. Patil	-	-	-	-	-
Mr. Shankar H. Patil	-	-	-	-	-
Mr. Nikhil V. Nawandhar	-	-	-	-	-
Mr. Bhushan M. Deshpande	-	-	-	-	-
Mr. Annasaheb D. More	-	-	-	-	-

(iii) Stakeholders' Relationship Committee:

- (a) Terms of reference
- Redressal of investor's complaints.
 - Allotment of Shares, approval of transfer & transmission of shares, issue of duplicate Share certificates and new certificates on split/consolidation/renewal etc.
 - To approve the transfer of shares lodged with the Company.
 - To approve or authorise transmission/consolidation/sub-division/dematerialisation or rematerialisation of equity shares of the Company;
 - Resolving the grievances of the shareholders including complaints related to transfer /transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc;
 - Review of measures taken for effective exercise of voting rights by shareholders;
 - Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agents;
 - Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company

(b) Composition

There was change in Composition of committee during year under consideration. The 'Stakeholders' Relationship Committee' presently comprising two non-executive directors and one executive director. The Committee met 4 times during the year on 04-05-2020, 15-09-2020, 13-11-2020 and 13-02-2021. The Composition and attendance of Members at the Meetings is as follows.

Name of Member	Status	No. of Meetings attended
Mr. Vijay M. Nawandhar (Ceased to be member and chairman of the committee w.e. f. 01 st Oct. 2020)	Chairman	2
Mr. Abhay S. Bhide	Member	4
Mr. Ranjeet D. Patil Ceased to be member w. e. f. 01 st Oct. 2020)	Member	2
Mr. Nikhil V. Nawandhar (became member and chairman of the Committee w.e.f. 24 th Oct. 2020)	Chairman	2
Mr. Annasaheb D. More (became member and chairman of the Committee w.e.f. 24 th Oct. 2020)	Member	2

- (c) Name, Designation and Contact Details of Compliance Officer
Ashvini Prataprao Kalekar
Company Secretary
R. S. 347, Ambapwadi Phata, P. B. No. 1, Off N. H. 4, Vadgaon, Tal. Hatkanangale,
Dist - Kolhapur 416112 Maharashtra - MH Phone- 91 9623570707, 9922370707
- (d) During the year no complaints were received from the investors and there were no complaints pending at end of the year. .

(iv) **Risk Management Committee**

There was change in Composition of committee during year under consideration. The Committee met 4 times during the year on 04-05-2020, 15-09-2020, 13-11-2020 and 13-02-2021. The Composition and attendance of Members at the Meetings is as follows.

Name of Member	Status	No. of Meetings attended
Mr. Shivaji R. Mohite	Chairman	4
Mr. Abhay S. Bhide	Member	4
Mr. Vijay M. Nawandhar (Ceased to be member of the committee w.e. f. 01 st Oct. 2020)	Member	2
Mr. Nikhil V. Nawandhar (became member of the Committee w.e.f. 24 th Oct.2020)	Member	2

The committee reviewed the Company's risk management practices which include review of risks to the achievement of key business objectives covering growth, profitability, and actions taken to mitigate the risk.

The Company has in place mechanism to inform Board Members about the Risk Assessment and Minimization procedures and periodical reviews to ensure that risk is controlled by senior management employees through the means of a properly defined framework. The Company has laid down Risk management policy.

v) **Corporate Social Responsibility Committee**

In order to comply with provisions of Section 135 of the Companies Act, 2013, the Board of Directors of the Company has constituted the Corporate Social Responsibility Committee. The Composition and attendance of Members at the Meetings is as follows.

Name of Member	Status	No. of Meetings attended
Mr. Shivaji R. Mohite	Chairman	2
Mr. Abhay S. Bhide	Member	2
Mr. Vijay M. Nawandhar (Ceased to be member of the committee w.e. f. 01 st Oct. 2020)	Member	1
Mr. Nikhil V. Nawandhar (became member of the Committee w.e.f. 24 th Oct.2020)	Member	1

During the year, two Meetings were held on 15-09-2020 & 13-02-2021.

Terms of reference of the Committee inter alia, include the following:

- Formulate and recommend to the Board, a Corporate Social Responsibility Policy as specified in Schedule VII to the Companies Act, 2013;
- to finalise a list of CSR projects or programs or initiatives proposed to be undertaken periodically including the modalities for their execution/ implementation schedules and to review the same from time to time in accordance with requirements of section 135 of the Companies Act 2013;
- Recommend the amount of expenditure to be incurred on the activities referred to in clause (a);
- Monitor the Corporate Social Responsibility Policy, Review it, the CSR report and other disclosures on CSR matters for the approval of the Board for their inclusion in the Board report.

OTHER INFORMATION

(i) Risk Management Framework:

The Company has in place mechanism to provide guidance regarding the management of risk to support the achievement of corporate objectives, protect staff/workers and business assets and ensure financial sustainability. The Board of Directors, Audit Committee, Risk Management Committee, staff & employees all are part of this framework. It involves recognition, assessment, analysis, evaluation of the risk.

(ii) Code of Conduct:

The Board of Directors of the Company has laid down a Code of Conduct for all Board Members and Senior Management Personnel of the Company to provide them guidance and help to recognize and deal with ethical issues, provide mechanisms to report unethical conduct and foster a culture of honesty and accountability. The code governs the actions and working relationships of board members, officers and all other employees of the Company in dealing with fellow employees, guests, competitors, vendors, and suppliers, governmental & other agencies. It is the commitment to honest & ethical personal conduct, transparency, compliance of Law, health & safety etc.

Mr. Shivaji R. Mohite the Managing Director of the Company has given a declaration to the Company that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code.

As per provisions of SEBI (Prohibition of Insider Trading) Regulations, 2015, the Board has adopted Code of Fair disclosure for Prevention of Insider Trading which contains practices and procedures for fair disclosure of unpublished price sensitive information and regulating, monitoring and reporting of trading by insiders to be adopted by the Company and seeks to ensure timely, fair and adequate disclosure of price sensitive information to the investor & to enable them to take informed investment decisions with regard to the Company's Securities.

The procedure is prescribed to ensure that such information is not misused for any personal advantage.

The Company has laid down a code of conduct for all Board Members and senior management personnel of the Company. The declaration of Managing Director given below.

To the Shareholders of Mohite Industries Ltd.

Sub. Compliance with Code of Conduct

The Board has laid down a code of conduct for all Board Members and Senior Management of the Company. As per Regulation 17 and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, We hereby confirm and declare that the Boards Members and Senior Management have affirmed compliance with the Code of Conduct.

Vadgaon Kolhapur
27th August, 2021

Mr. Shivaji Mohite
Managing Director

Mr. Abhay Bhide
Wholetime Director

(iii) General Body Meeting

The last three Annual General Meetings of the Company were held at registered office of the Company at R. S. No.347, Ambapwadi Phata, Off N.H.4, P. B. No 1, Vadgaon, Tal. Hatkanangale, Dist. - Kolhapur as under:

Financial Year	Date	Time
2019-2020	24 th October 2020	11.00 a.m.
2018-2019	30 th September 2019	10.30 a.m.
2017-2018	25 th September 2018	10.30 a.m.

The following Special Resolutions were passed by the members at the last three Annual General meeting.

Annual General Meeting held on 24th October 2020

- Re-approval of remuneration to be paid to Mr. Abhay S. Bhide, Wholetime Director of the Company, for his remaining term of appointment as Wholetime Director payment

Annual General Meeting held on 30th September, 2019

- Re-appointment Mr. Shivaji R. Mohite as Chairman & Director of the Company
- Re-appointment Mrs. Monika S. Mohite as Joint Managing Director of the Company
- To seek approval for Material Related Party Transactions to be entered into with SOLITAIRE CONSTRUCTIONS PRIVATE LIMITED, a subsidiary of the Company

Annual General Meeting held on 25th September, 2018

Reappointment of Mr. Abhay S. Bhide (DIN : 05307473) as Wholetime Director of the Company for period of five years

No Extra-ordinary General Meetings were held during the last 3 (three) Financial Years

No Special Resolution was passed through Postal Ballot in last 3 (three) Financial Years

(iv) Other Disclosures:

- (a) During the year, there was no any transaction of material nature entered into with any related party that may have potential conflict with the interests of listed entity. The policy on dealing with Related Party Transactions is available on Company's website www.mohite.com
- (b) Details of compliance with mandatory requirements –
During the financial year under consideration some violations of provisions of the Listing Regulation 2015 was occurred, compliance of those provisions was done latter. Details of those violations are in detail commented in point no 20 to directors report. Other than those violations there were no instances of non-compliance of any matter related to the capital markets, by the Company, no penalties imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years.
The Company has complied with the requirements of the Stock Exchange, SEBI and other statutory authorities on all matters relating to capital market and also the Company has complied with all the mandatory requirements of the Listing Regulations.
- (c) Vigil Mechanism/Whistle Blower Policy-
The Company has to adopt Vigil Mechanism Policy/Whistle Blower Policy under Section 177(9) of the Companies act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 and as under Provisions of Securities and Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 to provide mechanism for reporting genuine concerns or grievance and covers disclosure of any unethical and improper or malpractices and events which have taken place/suspected to take place and also safeguards against victimization of directors or employees or any other person who avail the mechanism. Vigil Mechanism/Whistle Blower Policy is also available on the website of the Company www.mohite.com
- (d) Disclosure of Accounting Treatment:
In the preparation of financial statements, the Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India to the extent applicable.
- (e) CEO / CFO Certification :
As required under Regulation 17(8) of the Listing Regulations, a certificate from Mr. Shivaji Mohite, Managing Director and Abhay Bhide, Wholtime Director of the Company, certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs, was placed before the board.
- (f) Public, Rights and Other Issues :
There were no Public, Rights and Other Issues during the Financial Year 2020-21
- (g) Compliance Certificate on Corporate Governance:
As per Regulation 34 of the Listing Regulations, the Certificate issued by M/s Prashant Hirawdekar & Associates, Chartered Accountant, Kolhapur regarding compliance with the conditions of Corporate Governance for the Financial Year 2020-21 is annexed to this Corporate Governance Report.
- (h) Means of communication :
The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board. The results are published in The Financial Express (English Newspapers) and other local language newspaper like Sakal (Marathi). The results are simultaneously posted on the website of the Company at <http://www.mohite.com/>. Also the Company's Website contains updated information as to financial results, public announcement, shareholding patterns, Annual Reports etc.
Company also registered with SCORES (SEBI Complaints Redressal System).
- (i) the policy for determining 'material' subsidiaries' is disclosed on website of the company www.mohite.com at <http://www.mohite.com/pdf/new-data/Policy%20for%20Determining%20Material%20Subsidiaries'.pdf>
- (j) the policy dealing with related party transactions is disclosed on website of the company www.mohite.com at <http://www.mohite.com/pdf/new-data/Policy%20on%20Dealing%20with%20Related%20Party%20Transactions.pdf>
- (k) Management discussion & Analysis forms integral part of this Annual Report.
- (l) Compliance as to requirement of corporate governance report
The Company has complied with all requirement of sub-para (2) to (10) of Part C of Schedule V of the Listing Regulation 2015. Also Company has complied with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of the Listing Regulation 2015 and necessary disclosures thereto are made in this report.
- (m) The discretionary requirements as specified in Part E of Schedule II -
No any discretionary requirement is complied with by the company during year under consideration. The Company's financial statement for the year ended on 31st March, 2021 does not contain any modified opinion.

GENERAL SHAREHOLDERS' INFORMATION

(i) Annual General Meeting:

The Annual General Meeting of the Company will be convened on Friday, 24th September, 2021 at 11.00 a.m. at the registered office of the Company located at 'R. S. No. 347, Ambapwadi Phata, Off. NH - 4, P. B. No.1, Vdgaon, Tal. Hatkanangale, Dist. Kolhapur – 416112.

(ii) Financial Calendar:

Financial Year: The Company follows the period of 1st April to 31st March, as the Financial Year.

	Event	Period
i)	Quarterly results June 30 th , 2021	Second Week of August 2021
ii)	Annual General Meeting	24 th September, 2021
iii)	Quarterly results September 30 th , 2021	Second Week of November, 2021
iv)	Quarterly results December 31 st , 2021	Second Week of February, 2022
v)	Annual results March 2020-2021	Fourth Week of May, 2022

(iii) Book Closure:

The Register of member will remain closed from the Saturday 18th September, 2021 to Friday, 24th September, 2021 (both days inclusive)

iv) Listing of Equity shares on Stock Exchange:

The shares of the Company are listed on the BSE Ltd. The Company has paid Listing fees for the year 2020-21 to the BSE Ltd. The Company has paid custodial fees for the year 2020-2021 to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) on the basis of number of beneficial accounts maintained by them on March 31, 2020. The listing fees of BSE Ltd and custodial fees of NSDL and CDSL for year 2021-22 are also paid by the Company.

(v) Stock Code:

BSE – 532140

ISIN No. INE154B01015

(vi) Corporate Identification Number of the Company

L40108MH1990PLC058774

(vii) Stock market price data for the year 2020-21

The opening/closing, high / low market price of the shares during the financial year 2020-21 at the BSE Ltd is given as below

Month	Open Price ₹	High Price ₹	Low Price ₹	Close Price ₹	Volume(No. of Shares)
Apr-20	9.41	9.41	8.5	9.3	1472
May-20	9.75	10.25	8.55	8.55	2180
Jun-20	8.13	9.48	8	8.59	6659
Jul-20	8.59	9.7	8.08	8.9	5527
Aug-20	8.9	10.29	8.04	9.2	7464
Sep-20	9.2	9.65	9.2	9.65	19
Oct-20	9.17	9.6	7.15	7.18	10158
Nov-20	7.15	8.29	6.25	8.29	6349
Dec-20	8.7	8.7	7.9	8.5	3500
Jan-21	8.75	9.3	8	8.1	8635
Feb-21	7.86	11.8	7.51	10.7	37351
Mar-21	11.2	17	10.36	16.9	18064

viii) Company's Share Performance compared to BSE Sensex for F. Y. 2020-21

Month	Stock Monthly Close Price on BSE	BSE Monthly Sensex Close
Apr-20	9.3	33717.62
May-20	8.55	32424.1
Jun-20	8.59	34915.8
Jul-20	8.9	37606.89
Aug-20	9.2	38628.29
Sep-20	9.65	38067.93
Oct-20	7.18	39614.07
Nov-20	8.29	44149.72
Dec-20	8.5	47751.33
Jan-21	8.1	46285.77
Feb-21	10.7	49099.99
Mar-21	16.9	49509.15



For BSE Sensex base is 1000

(ix) Registrar and Share Transfer Agents :

Link Intime India Pvt. Ltd.,

C-101, 1st Floor, 247 Park, L. B. S. Marg, Vikhroli (West) Mumbai MH 400083

Phone :- 022-25963838

Tel. No. 022-49186270 (for Investor) 022-49186000

Fax No. – 022-25946969

Email – rnt.helpdesk@linkintime.co.in

(x) Share Transfer System:

As per notification issued by the Securities and Exchange Board of India (SEBI), the trading in Company's equity shares on the stock exchanges is permitted only in dematerialised form for all classes of investors. All transactions in connection with transfer, transmission, etc. during the year under review were processed by the Registrar and Share Transfer Agents of the Company to expedite the process of share transfer, the powers for processing of share transfer have been delegated to the Registrar and Share Transfer Agent of the Company.

The Company obtains from a Company Secretary in practice half-yearly certificate of compliance with the share transfer formalities as required under Regulation 40(9) of the Listing Regulations and files a copy of the certificate with the Stock Exchanges.

Distribution of Shareholding as on March 31, 2021

Sr. No.	Shares Range	Shareholders		Shareholding	
		Number	%	Number	%
1	Up to 500	756	71.0526	127385	0.6338
2	501 To 1000	127	11.9361	102166	0.5083
3	1001 To 2000	50	4.6992	77390	0.3850
4	2001 To 3000	31	2.9135	75638	0.3763
5	3001 To 4000	13	1.2218	45474	0.2262
6	4001 To 5000	22	2.0677	107068	0.5327
7	5001 To 10000	19	1.7857	135933	0.6763
8	10001 & above	46	4.3233	19428646	96.6614
	Total	1064	100.0000	20099700	100.0000

(xi) Categories of Shareholders as on March 31, 2021

Sr. No.	Category	No of Shares held	% as to Total Issued & Paid up Shares
1	Directors and Promoters	13832663	68.8202
2	Hindu Undivided Family	601973	2.9949
3	Non Resident Indians	3050	0.0152
4	Other Bodies Corporate	4226979	21.0301
5	Public	1230992	6.1244
6	Relatives of Director	201993	1.005
7	Trusts	2050	0.0102
	Total	20099700	100

(xii) Dematerialization of shares:

As on March 31, 2021, 90.48% of the Company's total paid up capital representing 18185379 shares was held in dematerialized form and the balance 9.52% representing 1914321 shares were held in physical form.

(xiii) Convertible Instruments:

The Company has not issued any ADRs/GDRs/Warrants or any convertible instruments during financial year ended 31st March, 2021.

(xiv) Plant location :

Manufacturing facilities of the Company are located at :

- Spinning Unit - R.S.No. 347, Ambapwadi Phata, Off. N.H.4 , P.B. NO.1, Vadgaon, Tal. Hatkanangale, Dist. Kolhapur-416112.
- Radhanagari Hydro Electric Power Project, Gat.No. 222, at Fejiwade, Tal- Radhanagari, Dist-Kolhapur.

(xv) Auditors' Certificate on Compliance of Conditions of Corporate Governance

The certificate is attached as annexure to the Report.

(xvi) Address for correspondence:

Shareholders correspondence as to share transfer, share transmission, change request and other such queries should be directed to Company's Registrar and Transfer Agent whose address is given below:

Link Intime India Pvt. Ltd.

C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West) Mumbai, Mumbai City MH 400083

Tel. No. - 022 49186270(for Investor) 022 49186000 Fax No. - 022 49186060

Email - rnt.helpdesk@linkintime.co.in, bonds.helpdesk@linkintime.co.in

Shareholders can also send their queries to below mentioned address

Compliance Officer

Mohite Industries Limited

R.S. No. 347, Ambapwadi Phata, Off NH-4, P. B. No. 1, Vadgaon, Tal - Hatkanangale,

Dist - Kolhapur - 416 112, Maharashtra State, India.

Phone – +91 9623570707, 9922370707 email- cs@mohite.com

(xvii) Disclosure With Respect To Unclaimed Suspense Account

Pursuant to Regulation 39(4) read with Schedule VI of the Listing Regulations, the Company has to transfer the unclaimed equity shares which were issued in physical form time to time to the 'Unclaimed Securities Suspense Account'. During year under consideration the company has sent 3 reminders to unclaimed shareholders and claims were received from those shareholders. Hence during year under consideration company has complied with procedural requirement, and as claims are made by those shareholders there are no unclaimed shares with the company.

(xviii) Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditors and all entities in the network firm/network entity of which the statutory auditor is a part, given below:

(₹ in lakhs)

Sr. No	Particulars	Financial year 2020-21
1.	Statutory audit	₹ 1,58,700/-
2.	Tax Audit	₹ 15,000/-
3	Other expenses reimbursed	₹ 3,000/-

(xix) Certificate from Practicing Company Secretary:

A certificate from Practicing Company Secretary stating that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the SEBI/Ministry of Corporate Affairs or any such statutory authority is also annexed herewith.

(xx) The Company has not raised any funds through preferential allotment or qualified institutions Placement as specified under Regulation 32 (7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year 2020-21**(xxi) Recommendation by Committee:**

The Board has accepted all recommendations made by its committees during the financial year ended on 31st March, 2021.

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Place - Vadgaon, Kolhapur

Date - 27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

(In terms of Regulation 34(3) and Schedule V(E) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members of

Mohite Industries Limited

I have examined the compliance of conditions of Corporate Governance by MOHITE INDUSTRIES LIMITED ("the Company"), for the year ended on March 31, 2021, as stipulated in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") for period 01st April, 2020 to 31st March 2021.

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

In my opinion and to the best of my information and according to my examination of the relevant records and the explanations given to me and the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in above Listing Regulations, as applicable.

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

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Place - Vadgaon, Kolhapur

Date - 30th June 2021

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498

COMPLIANCE CERTIFICATE BY CEO / CFO

(Pursuant to Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the Financial Year ended March 31, 2021)

The Board of Directors,
Mohite Industries Limited
Vadgaon, Kolhapur

We have reviewed the Financial Statements and the Cash Flow Statement for the Financial Year ended March 31, 2021 and we hereby certify and confirm to the best of our knowledge and belief the following:

- a. The Financial Statements and Cash Flow statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- b. The Financial Statements and the Cash Flow Statement together present a true and fair view of the affairs of the Company and are in compliance with existing accounting standards, applicable laws and regulations;
- c. There are no transactions entered in to by the Company during the year ended March 31, 2021 which are fraudulent, illegal or violative of Company's Code of Conduct;
- d. We accept responsibility for establishing and maintaining internal controls for Financial Reporting and we have evaluated the effectiveness of these internal control systems of the Company pertaining to financial reporting. Deficiencies noted, if any, are discussed with the Auditors and Audit Committee, as appropriate, and suitable actions are taken to rectify the same;
- e. There have been no significant changes in the above mentioned internal controls over financial reporting during the Financial Year 2020-21;
- f. That there have been no significant changes in the accounting policies during the Financial Year 2020-21.
- g. We have not noticed any significant fraud particularly those involving the, management or an employee having a significant role in the Company's internal control system over Financial Reporting.

Vadgaon, Kolhapur
27th August 2021

Shivaji Mohite
Managing Director

Abhay Bhide
Wholetime Director

CERTIFICATE FROM PRACTISING COMPANY SECRETARY

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

To,

The Members

Mohite Industries Limited
Vadgaon, Kolhapur-416112

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Mohite Industries Limited having CIN L40108MH1990PLC058774 and having registered office at R. S. No. 347, Ambapwadi Phata, NH-4, Vadgaon, Tal-Hatkanangale, Dist. - Kolhapur – 416112 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in the Company
1	Shivaji Ramchandra Mohite	00425441	14/09/2001
2	Monika Shivaji Mohite	00425614	27/06/2008
3	Abhay Shamrao Bhide	05307473	01/10/2012
4	Vijay Madanlal Nawandhar (ceased to be director w.e.f 01 st Oct. 2020)	00218197	24/12/1994
5	Shankar Hindurao Patil (ceased to be director w.e.f 01 st Oct. 2020)	03198638	14/08/2014
6	Ranjeet Dinkarrao Patil (ceased to be director w.e.f 01 st Oct. 2020)	02496342	22/06/2012
7	Nikhil Vijay Nawandhar	01291811	24/10/2020
8	Bhushan Madhukar Deshpande	08861720	24/10/2020
9	Annasaheb Dhondiba More	08861721	24/10/2020

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

Place : Vadgaon, Kolhapur
Date : 24th August 2021

Mr. Dilip Pange
Practicing Company Secretary
FCS No. 6423 CP No. 2516

MANAGEMENT DISCUSSION & ANALYSIS

The management of Mohite Industries Limited presents the analysis of business performance of the Company for the year 2020-21 and its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic and other depending upon the economic and climatic conditions, government policies, taxation and other laws and other incidental factors.

1. INDUSTRY STRUCTURE & DEVELOPMENTS

The Company entered the Financial Year 2020-21 with high degree of uncertainty During the year under report, the prices of yarn were on the higher side in the domestic market compared to the last financial year.

As the company is producing special quality yarn i.e. Compact and Slub yarn, it could fetch a good price for these quality of yarn during the year under report

2. OPPORTUNITIES AND THREATS

Although badly affected industrial health due to Covid pandemic, the management can see no opportunity to further stand firmly in the market as regards price of yarn since other mills are not yet able to start in a full fledge manner. The main threat to face by the management is rapid increase in cotton price. To cope with this situation, the management has to keep its grip on the market and try to fetch high price as far as possible.

3. SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

Segment-wise performance is given in Note No.1 (II) (13) to financial statements.

4. MANAGEMENT PERCEPTION OF RISKS & CONCERNS

After coming out of drastic situation on account of Covid Pandemic, the market is gradually coming back on the feet. The yarn price is increasing. Hence taking into account this situation, the management see no risk and concerns in continuing the mill operation.

5. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has laid down processes and control framework, which enable implementation of appropriate internal financial controls across the company. It encompass policies and procedures adopted by the Company for ensuring the orderly and efficient conduct of business, including adherence to its policies, safeguarding of its assets, prevention and detection of frauds and errors, the accuracy and completeness of accounting records and the timely preparation of reliable financial information. Appropriate review and control mechanisms are put in place to ensure that such control systems are adequate and are operating effectively, on an ongoing basis.

The management has appointed a reputed firm of chartered accountants to carry out internal audits/ reviews on a periodic basis. The internal auditors directly present their report to the Audit Committee for its consideration. The Audit Committee reviews important issues raised by the Internal and Statutory Auditors and the status of rectification measures, regularly. For the Financial Year 2020-21, your Company has got its internal financial controls over financial reporting evaluated and the internal financial controls were adequate and operating effectively.

6. HUMAN RESOURCES DEVELOPMENT & INDUSTRIAL RELATIONS :

The Company would like to place on record, sincere appreciation for the contribution and support of all its employees towards the performance of the Company. Your Company is happy to have a management team comprising of professionals and experienced one. There have been no material developments in Human Resources during the Financial Year 2020-21. The Company continues to remain focused and sensitive to the role of human resources in optimizing results in all its areas of working and its industrial relations also continue to be cordial.

7. FINANCIAL ANALYSIS AND REVIEW OF OPERATIONS :

- a) Production of our Company of 100% cotton yarn was 2468.53 MT during the year 2020-21 as against production of 4077.52 MT during the year 2019-20. Sale of Cotton Yarn & Fabric was ₹ 5455.83 Lakhs during the year 2020-21 as compared to sales of ₹ 8337.89 Lakhs during the year 2019-20. Sale of Cotton Waste was ₹ 45.04 Lakhs during the year 2020-21 as compared to sale of ₹ 108.96 Lakhs during the year 2019-20.
- b) Job Work Income was ₹ 109.15 Lakhs in the year 2020-21 as compared to Job Work Income of ₹ 104.73 Lakhs in the year 2019-20
- c) Generation of Hydro Power was 2,37,79,682 Kwh units during the year 2020-21 and transmitted to Textile Division (Intersegment) NIL as against Generation 2,37,79,682 Kwh Units Sale to MSEDCL during the year 2020-21 against units sale of 1,94,68,108 Kwh Units for the year 2019-20.
- d) Production of Yarn during the year 2020-21 was decreased by 65.18 % due to Pandemic situation of COVID-19 and Sales of Yarn and Fabric during the year 2020-21 were decreased by 49.82 % as compared to previous year.
- e) The Direct Export & Merchant Export of Yarn was NIL during the year 2020-21 as well as during the year 2019-20.

f) **RAW MATERIAL**

Total raw material (Cotton + Yarn + Waste) cost for the year 2020-21 was ₹ 3656.40 Lakhs compared to ₹ 5663.50 Lakhs for the previous year. Cost of material consumed to sales ratio (Cotton + Yarn + Waste) for the period ended 31.03.2021 is 62.99% as compared to 57.65 % for the previous year.

g) **POWER AND FUEL**

The cost of power was ₹ 910.31 Lakhs for the year 2020-21 as compared to ₹ 1402.09 Lakhs for the year 2019-20. Cost of power is ₹ 36.88 per kg of the production for the year 2020-21 as compared to power cost of ₹ 25.65 per kg of production for the previous year.

h) **SALARY AND WAGES (EMPLOYEES BENEFIT COSTS)**

The salary and wages & other employee benefits cost was ₹ 737.67 Lakhs for the year 2020-21 as compared to ₹ 1028.87 Lakhs for the year 2019-20. The Company has taken step to fully provide for the gratuity liability.

i) **INTEREST AND FINANCE COST**

The interest and finance cost was ₹ 806.78 Lakhs for the year 2020-21 compared to ₹ 837.35 Lakhs for the year 2019-20.

j) **PROFITABILITY**

The Company earned Profit before Depreciation, Interest and Tax of ₹ 1405.84 Lakhs in the current year as against ₹1577.65 Lakhs in the previous year. The Company earned Profit before Depreciation and Tax of ₹ 599.06 Lakhs in the current year as compared to ₹ 740.30 Lakhs in the previous year.

The Company earned Profit before Tax (after interest and depreciation) of ₹ 75.16 Lakhs and Profit after Tax of ₹ 97.13 Lakhs for the current financial year under review as against ₹ 151.66 Lakhs and ₹ 155.63 Lakhs respectively, for the previous financial year.

k) **RESOURCE MOBILISATION**

The Gross Fixed Assets (excluding capital work in progress) as at 31st March, 2021 were ₹ 19388.65 Lakhs as compared to ₹ 19365.70 Lakhs in the previous year. During the year, the Company had purchased fixed assets amounting to ₹ 22.95 Lakhs.

l) **DETAILS OF SIGNIFICANT CHANGES AS COMPARED TO PREVIOUS YEAR IN KEY FINANCIAL RATIOS ALONG WITH DETAILED EXPLANATION**

Ratio	2020-21	2019-20	Variation	Reasons for Change
Debtors Turnover	60.98%	41.92%	19.06%	Recovery Increased
Inventory Turnover	61.50%	41.00%	20.50%	Due to pandemic the orders were reduced.
Interest Coverage Ratio	1.09	1.18	-0.09	Average
Current Ratio	3.16	3.51	-0.35	Average
Debt Equity Ratio	0.81	0.87	-0.06	Average
Operating Profit Margin (%)	38.78%	33.45%	5.33%	Average
Net Profit Margin (%)	1.43	1.57	-0.14	Average

m) **DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF.**

Ratio	2020-21	2019-20
Return on Net Worth Ratio	1.06	1.72

The change in Return on Net Worth compare to previous financial is due to reduction in overall business. The main reason for reduction of business is due to lockdown imposed by the Government.

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Place - Vadgaon, Kolhapur

Date - 27th August, 2021

SHIVAJI MOHITE
MANAGING DIRECTOR
DIN 00425441

MONIKA MOHITE
JOINT MANAGING DIRECTOR
DIN 00425614

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS

MOHITE INDUSTRIES LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Mohite Industries Limited** ("the Company"), which comprise the standalone balance sheet as at 31 March 2021, and the standalone statement of profit and loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and profit and other comprehensive income, changes inequity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone 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.

Description of Key Audit Matter

Revenue Recognition – The revenue is recognized as per Ind AS 18 – Revenue Recognition The Revenue is recognized when it is probable that future economic benefits will flow to the entity and these benefits can be measured reliably.

Pending Litigation and Claim – There are not pending litigation or claim against the company during the audit period.

Other Information

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 financial statements and our auditors' report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained 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 and Board of Directors' Responsibility for the Standalone Financial Statements

The Company's Management and Board of Directors are 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 state of affairs, profit/loss and other comprehensive income, 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Management and Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism 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 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 in the standalone financial statements made by the Management and Board of Directors.

Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The standalone balance sheet, the standalone statement of profit and loss (including other comprehensive income), the standalone statement of changes in equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under section 133 of the Act.

e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**.

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

- i. No litigations are pending against the company therefore there is no impact of any litigation on Standalone Financial Statement as at 31 March 2021;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There are no any amounts required to be transferred, to the Investor Education and Protection Fund by the Company.

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

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of subsection (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the **"Annexure B"** a statement on the matters specified in the paragraphs 3 and 4 of the said Order.

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498
UDIN - 21133498AAAAMC8023

Date - 30th June, 2021
Place - Vadgaon, Kolhapur

Annexure A to the Independent Auditors' report on the standalone financial statements

(Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Report on even date)

The annexure referred to in independent auditor's report to the members of the Company on the standalone financial statements for the year ended 31 March 2021. We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (b) The Company has a regular programme of physical verification of its Property Plant and Equipment, by which all Property, Plant and Equipment are verified every year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. In accordance with the above programme, the Company has verified all Property, Plant and Equipment during the year and no material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable properties are held in the name of the Company.
- (ii) The management has conducted physical verification of inventory, except inventory in transit, at reasonable intervals during the year and no material discrepancies were noticed on such verification.
- (iii) (a) The Company has granted unsecured loans to Chirag Sanditext Pvt Ltd, Solitaire Constructions Pvt Ltd companies covered in the register maintained under Section 189 of the Companies Act, 2013 ('the Act'). The Company has not granted any loans, secured or unsecured, to other body corporate, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. In our opinion, the rate of interest and other terms and conditions on which the unsecured loans have been granted to companies listed in the register maintained under Section 189 of the Act is not, prima facie, prejudicial to the interest of the Company. In our opinion and according to information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, in respect of grant of loans, making investments, providing guarantees and securities, as applicable.
- (b) The unsecured loans granted to the companies covered in the register maintained under Section 189 of the Act are repayable on demand. The borrowers have been regular in the payment of interest.
- (c) The unsecured loans granted to the companies covered in the register maintained under Section 189 of the Act are repayable on demand and there is no amount overdue for more than ninety days in respect of such loans.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, in respect of grant of loans, making investments, providing guarantees and securities, as applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits in terms of directives issued by the Reserve Bank of India or under the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' state insurance, duty of customs, Goods and Service Tax, Income Tax, Cess, Professional tax and other material statutory dues have been regularly deposited during the year with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' state insurance, duty of customs, Goods and Service Tax, Income Tax, Cess, Professional tax and other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, sales-tax, service tax, duty of custom, Goods and Service Tax, duty of excise, value added tax and cess

- (viii) According to information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or bank. The Company did not have any loans or borrowings during the year from debenture holders or government.
- (ix) In our opinion and according to the information and explanations given to us, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable to the Company. In our opinion and as per information given by management term loans were applied for the purpose for which those were raised.
- (x) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees have been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us, we report that the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is in compliance with Section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

Date - 30th June, 2021
Place - Vadgaon, Kolhapur

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498
UDIN - 21133498AAAAMC8023

Annexure B to the Independent Auditors' report on the standalone financial statements

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

We have audited the internal financial controls with reference to financial statements of Mohite Industries 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

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to

company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and whether such controls

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

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

Meaning of Internal Financial controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include 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 unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial controls with Reference to Financial Statements

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

Opinion

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

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498
UDIN - 21133498AAAAMC8023

Date - 30th June, 2021
Place - Vadgaon, Kolhapur

MOHITE INDUSTRIES LTD
Standalone Balance Sheet as at 31st March, 2021 (Amount In ₹)

No	Particulars	Note	31 st March 2021 Audited	31 st March 2020 Audited
A	ASSETS -			
1	Non-Current Assets			
	(a) Property Plant and Equipments	2(a)	648,362,808	698,458,177
	(b) Capital work-in-progress	2(b)	-	-
	(c) Financial Assets :			
	(i) Investments	3(a)	24,760,100	24,760,100
	(ii) Loans- Security Deposit	3(b)	3,251,929	10,406,116
	Total non-current Assets		676,374,837	733,624,393
2	Current Assets			
	(a) Inventories	4	417,771,000	406,613,750
	(b) Financial Assets :			
	(i) Trade Receivables	5	414,205,507	415,640,785
	(ii) Cash and Cash equivalents	6	281,462	49,672
	(iii) Bank Balance other than (ii)above	6	15,161,498	7,467,475
	(iv) Loans & Advances	7	224,460,669	200,887,326
	Total Current Assets		1,071,880,136	1,030,659,008
	Total Assets		1,748,254,973	1,764,283,400
B	EQUITY AND LIABILITIES			
1	EQUITY			
	(a) Equity Share Capital	8	200,997,000	200,997,000
	(b) Other Equity	9	712,535,470	702,822,730
	Total Equity		913,532,470	903,819,730
	Liabilities			
2	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Long-Term borrowings	10	473,808,985	545,500,095
	(b) Deferred Tax Liabilities (Net)	11	26,885,888	21,639,502
	Total Non- Current Liabilities		500,694,873	567,139,597
3	Current Liabilities			
	(a) Financial Liabilities			
	(i) Short-Term Borrowings	12	196,852,262	167,069,200
	(ii) Trade Payables	13		
	a) Due to Medium & Small Enterprises		7,295,469	8,722,421
	b) Due to other than Medium & Small Enterprises		14,859,617	10,006,579
	(iii) Other Financial Liabilities	14	90,842,717	76,719,324
	(b) Other Current Liabilities	15	24,177,565	30,806,550
	(c) Provision		-	-
	Total Current Liabilities		334,027,630	293,324,074
	Total Equity and Liabilities		1,748,254,973	1,764,283,400
	Significant Accounting Policies and Notes to Accounts	1		

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMC8023

Place : Vadgaon, Kolhapur
Date : 30th June 2021

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

• **Shivaji Mohite** • **Monika Mohite**
MD DIN 00425441 Jt. MD DIN 00425614

• **Abhay Bhide** • **Ashvini Kalekar** • **Priyanka Patil**
Director & CEO Company Secretary CFO
DIN 05307473

MOHITE INDUSTRIES LTD

Standalone Profit & Loss for the year ended on 31st March, 2021 (Amount In ₹)

No	Particulars	Note	31 st March 2021 Audited	31 st March 2020 Audited
1	Income			
	Net Revenue From Operation	16	647,797,912	964,879,830
	Revenue from Operations	17	31,137,975	25,682,711
	Other Income	18	339,945	952,536
	Total Revenue :		679,275,832	991,515,077
2	Expenses			
	Cost of Material Consumed	19	365,639,701	566,349,949
	Changes in inventories of Finished Goods	20	(11,377,000)	(10,067,000)
	Work in Progress and Stock-in-trade			
	Employee Benefit Expenses	21	73,767,008	102,887,055
	Finance Costs	22	80,678,117	83,750,159
	Depreciation and Amortisation Expenses	23	52,390,642	58,863,390
	Operating and Other Expenses	24	110,661,824	174,565,238
	Total Expenses :		671,760,292	976,348,791
3	Profit Before Exceptional and Extra Ordinary Item and tax (1-2)		7,515,540	15,166,286
4	Exceptional Items		-	-
5	Profit Before Tax (3-4)		7,515,540	15,166,286
6	Tax Expenses			
	(i) Current Tax		780,000	2,475,000
	(ii) Deferred Tax		(2,977,200)	(2,872,461)
7	Profit/(Loss) for the period from continuing operations (5-6)		9,712,740	15,563,747
8	Other Comprehensive Income that will not be reclassified to Profit or Loss		-	-
	(i) Re-measurements gains/(Losses) on defined benefit plans		-	-
	(ii) Income Tax effect on above		-	-
	Total Other Comprehensive Income		-	-
9	Total Comprehensive Income for the Period (7+8)		9,712,740	15,563,747
10	Paid-Up Equity Shares Capital (face value of ₹10/- each fully paid up)		200,997,000	200,997,000
11	Earning per equity share (EPS) (Face value of ₹ 10/- each)			
	(i) Basic (in ₹) (not annualised)		0.48	0.77
	(ii) Diluted (in ₹) (not annualised)		0.48	0.77

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants**Prashant S Hirawdekar**
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMC8023**Place :** Vadgaon, Kolhapur
Date : 30th June 2021For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

● Shivaji Mohite MD DIN 00425441	● Monika Mohite Jt. MD DIN 00425614
● Abhay Bhide Director & CEO DIN 05307473	● Ashvini Kalekar Company Secretary
	● Priyanka Patil CFO

MOHITE INDUSTRIES LTD

Standalone Cash Flow Statement for the year ended on 31st March, 2021 (Amount In ₹)

No	Particulars	Note	31 st March 2021 Audited	31 st March 2020 Audited
A.	Cash flow from Operating Activities			
	Net Profit before Tax		7,515,540	15,166,286
	Adjustments for :			
	Depreciation		52,390,642	58,863,390
	Interest & Finance Charges		80,338,172	83,750,159
	Extraordinary Items		-	-
	Profit on Sale of Land		-	-
	Dividend Received		-	-
	Operating profit before working capital changes		140,244,354	157,779,835
	Adjustments for :			
	(Increase) / Decrease in :			
	Trade & Other Receivables		(14,983,878)	(1,582,349)
	Inventories		(11,157,250)	(5,386,750)
	Increase / (Decrease) in :			
	Trade Payables & Other Liabilities		10,920,494	(12,901,126)
	Cash generation from operations		125,023,720	137,909,610
	Less: Taxes Paid		2,197,200	4,550,000
	Net Cash flow from Operating Activities		127,220,920	142,459,610
B.	Cash flow from Investing Activities			
	Purchase of Fixed Assets		(2,295,273)	(48,203,000)
	Investment in Shares		-	23,175,000
	Proceeds from Sale of Fixed Assets		-	-
	Dividend Received		-	-
	Net Cash flow from Investing Activities before extraordinary items		(2,295,273)	(25,028,000)
	Less: Extraordinary Items			
	Performance guarantee payment & expenditure incurred during current year (refer note 24B(vii))		-	-
	Net Cash flow from Investing Activities after extraordinary items		(2,295,273)	(25,028,000)
C.	Cash flow from Financing Activities			
	Proceeds from Long Term Borrowings (Net)		(68,616,778)	12,386,566
	Proceeds from Short Term Borrowings (Net)		29,783,062	(51,457,468)
	Proceeds from Unsecured Borrowings		2,172,054	5,749,229
	Interest & Finance Charges		(80,338,172)	(83,750,159)
	Net Cash flow from Financing Activities		(116,999,834)	(117,071,832)
	Net Increase / (Decrease) in Cash & Cash Equivalents		7,925,813	359,778
	Cash & Bank Balances as on 31/03/2020		7,517,147	7,157,369
	Cash & Bank Balances as on 31/03/2021		15,442,960	7,517,147

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants**Prashant S Hirawdekar**
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMC8023**Place :** Vadgaon, Kolhapur
Date : 30th June 2021For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.● **Shivaji Mohite** ● **Monika Mohite**
MD DIN 00425441 Jt. MD DIN 00425614● **Abhay Bhide** ● **Ashvini Kalekar** ● **Priyanka Patil**
Director & CEO Company Secretary CFO
DIN 05307473

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2021

NOTE NO. 1

SIGNIFICANT ACCOUNTING POLICIES

I. Basis of Preparation :

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed by Ministry of Corporate Affairs under Companies (Indian Accounting Standards) Rules, 2015, provisions of the Companies Act, 2013, to the extent notified and pronouncements of the Institute of Chartered Accountants of India.

Disclosures under Ind AS are made only in respect of material items and in respect of the items that will be useful to the users of financial statements in making economic decisions.

The financial statements for the year ended 31 March 2021 (including comparatives) are duly adopted by the Board on 30th June., 2021 for consideration and approval by shareholders.

II. Summary of accounting policies :

1. Overall considerations

The financial statements have been prepared applying the significant accounting policies and measurement bases summarized below.

2. Revenue Recognition

Revenue is measured at fair value of the consideration received or receivable and net of returns, trade allowances and rebates and amounts collected on behalf of third parties. It excludes excise duty Value Added Tax, Sales Tax, Service Tax and GST.

i) Sale of Products:

Revenue from sale of products is recognised when significant risks and rewards of ownership pass to the customers, as per the terms of the contract and when the economic benefits associated with the transactions will flow to the Company.

ii) Interest Income:

Interest incomes are recognized using the time proportion method based on the rates implicit in the transaction. Interest income is included in other income in the statement of profit and loss.

3. Property, plant and equipment

i) Freehold land is stated at historical cost. All other items of Property, Plant and Equipment are stated at cost of acquisition/construction less accumulated depreciation/amortization and impairment, if any.

Cost includes:

- a) Purchase Price
- b) Taxes and Duties
- c) Labour cost and

d) Directly attributable overheads incurred up to the date the asset is ready for its intended use. However, cost excludes excise duty, value added tax, service tax, and GST to the extent credit of the duty or tax is availed of.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

ii) Component Accounting:

The component of assets are capitalized only if the life of the components vary significantly and whose cost is significant in relation to the cost of the respective asset, the life of the component in assets are determined based on technical assessment and past history of replacement of such components in the assets. The carrying amount of any component accounted for as separate asset is derecognized when replaced.

iii) Other cost:

All other repairs and maintenance cost are charged to the statement of profit and loss during the reporting period in which they are incurred. Profit or Losses on disposals are determined by comparing proceeds with the carrying amount. These are included in the Statement of Profit and Loss within other income/ (loss).

iv) Depreciation and amortization:

- a) Depreciation is recognized on a straight-line basis, over the useful life of the buildings and other equipment as prescribed under Schedule II of the Companies Act, 2013.
- b) Depreciation on tangible fixed assets is charged over the estimated useful life of the asset or part of the asset as evaluated on technical assessment on straight line method, in accordance with Part A of schedule II to the Companies Act, 2013
- c) On tangible fixed assets added/disposed off during the year, depreciation is charged on pro-rata basis for the period for which the asset was purchased and used.

v) **Ind AS Transition:**

As there is no change in the functional currency as at the date of transition, the Company has elected to adopt the carrying value of Plant, property and equipment under the erstwhile GAAP as the deemed cost for the purpose of transition to Ind AS. Capital-work-in progress, plant and equipment is stated at cost less accumulated impairment losses, if any.

4) **Impairment:**

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

5). **Financial Assets classification and subsequent measurement of Financial Assets :**

i. **Trade receivables**

The Company follows 'simplified approach' for recognition of impairment loss allowance based on lifetime Expected Credit Loss at each reporting date, right from its initial recognition.

ii. **Derecognition of financial assets**

A financial asset is derecognised only when;

- a) The Company has transferred the rights to receive cash flows from the financial asset or
 - b) The Company retains the contractual rights to receive the cash flows of the financial asset, but expects a contractual obligation to pay the cash flows to one or more recipients.
- There are no such de-recognitions.

6) **Financial Liabilities:**

i. **Classification, subsequent measurement and de-recognition of financial liabilities**

a. **Classification**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or at amortized cost. The Company's financial liabilities include borrowings & trade and other payables.

b. **Subsequent measurement**

Financial liabilities are measured subsequently at amortized cost using the effective interest method. All interest related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

7) **Inventories**

Inventories are valued at lower of cost or net realizable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale. Cost is ascertained on weighted average basis in accordance with the method of valuation prescribed by the Institute of Chartered Accountants of India.

i. **Raw materials**

Raw materials are valued at cost of purchase, net of duties (credit availed w.r.t taxes and duties) and includes all expenses incurred in bringing the materials to location of use.

ii. **Work-in-process and Finished Goods**

Work-in-process and finished goods include conversion costs in addition to the landed cost of raw materials.

iii. **Stores and spares**

Stores, spares and tools cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

8) **Income Taxes**

Tax expense recognized in the statement of profit or loss comprises the sum of deferred tax and current tax not recognized in other comprehensive income or directly in equity.

Calculation of current tax is based on tax rates in accordance with tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred income taxes are calculated using the liability method on temporary differences between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at reporting date.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

9) Post-employment benefits and short-term employee benefits

i. Short term obligations:

Short term obligations are those that are expected to be settled fully within 12 months after the end of the reporting period. They are recognised up to the end of the reporting period at the amounts expected to be paid at the time of settlement.

ii. Other long term employee benefits obligations:

The liabilities for earned leave are not expected to be settled wholly within 12 months after end of the period in which the employees render the related service. They are, therefore, recognised and provided for at the present value of the expected future payments to be made in respect of services provided by employee up to the end of reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

iii. Post-employment obligation:

The Company operates the following post-employment schemes:

a) Defined contribution plan such as Gratuity & provident fund

Gratuity obligation:

The company has created The Employees Group Gratuity fund which has taken gratuity cum life insurance policy from LIC of India. Premium on said policy is calculated by LIC & Conveyed to us on the basis of Project unit credit Method. The same is accounted for in books of accounts.

Provident Fund:

The eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees salary. The provident fund contributions are made to EPFO.

Bonus Payable:

The Company recognises a liability and an expense for bonus. The Company recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

10) Provisions and contingent liabilities

i. Provisions:

A Provision is recorded when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

ii. Contingent liabilities:

Whenever there is possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognised because (a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or (b) the amount of the obligation cannot be measured with sufficient reliability are considered as contingent liability. Following are the Contingent Liabilities which are not accounting for in books of account.

(₹ in lakhs)

Particulars	2020-2021	2019-20
1. Claims not acknowledged as debts in respect of matters in appeals.	-	-
2. Commitments		
a) Estimated amount of contracts remaining to be executed	-	-
b) Other Commitments :		
Guarantee given by banks, counter guaranteed by the Company	199.63	199.63
c) Other Significant Commitments	-	-

11) Earnings per share:

The company presents the basic and diluted EPS data. Basic and diluted EPS is computed by dividing the profit for the period attributable to the shareholders of the company by the weighted average number of shares outstanding during the period.

Earnings Per Share:

Particulars	2020-21	2019-20
Net Profit after Taxation	9,712,740	15,563,747
Average No. of Equity Shares Outstanding	20,099,700	20,099,700
Basic and Diluted Earnings per Share (EPS) in ₹	0.48	0.77

12) Cash and Cash equivalents and Cash Flow Statement:

Statement of cash flow is prepared segregating the cash flow into operating, investing and financing activities. Cash Flow from Operating activity is reported using indirect method adjusting the net profit for the effects of

- Changes during the period in inventories and operating receivables/ payables transactions of non-cash nature.
- Non-cash items such as depreciation, provision, deferred tax unrealized foreign currency gains and losses and undistributed profits of associates.
- All other items for which cash effects are investing and financing cash flows.

13) Segment reporting:

Segment have been identified on the basis of Accounting Standard on Segment Reporting AS -17

Segment Segment-wise information for the year ended March 31, 2021.

(₹ in lakhs)

Particulars	2020-21	2019-20
1. Segment Revenue		
a) Textiles	5,921.40	8,552.66
b) Hydro Power	867.96	1,096.14
Total :	6,789.36	9,648.80
Less : Inter segment revenue	-	253.10
Add : Other/Construction Segment	-	-
Net sales /income from operations :	6,789.36	9,395.70
2. Segment Results - Profit/(Loss) before tax & interest from each segment		
a) Textiles	394.94	333.23
b) Hydro Power	483.60	655.78
Total :	878.54	989.01
Other/Construction Segment		
i) Interest	803.38	837.35
ii) Other un-allocable expenditure net of un-allocable income	-	-
Profit Before Tax :	75.16	151.66
3. Segment Assets		
a) Textiles	9,047.13	9,679.88
b) Hydro	8,435.42	7,962.95
c) Unallocable/ Construction	-	-
Total Assets	17,482.55	17,642.83
4. Segment Liabilities		
a) Textiles	8,332.33	8,582.61
b) Hydro	14.89	26.00
c) Unallocable/ Construction	-	-
Total Liabilities	8,347.22	8,608.61

14) Borrowing costs:

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is necessary to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed in the period in which they are incurred under finance costs.

15) Related party disclosure as per Ind AS 24

Following are the related parties as per Accounting Standard 18

Name of the Party	Relation	Nature of Transaction	2020-21	2019-20
Shivaji Ramchandra Mohite	CMD	Remuneration	490,667	4,683,871
Monika Shivaji Mohite	Jt. MD	Remuneration	254,333	2,341,935
AbhayShamrao Bhide	Director & CEO	Remuneration	1,520,159	3,515,067

Apart from above no significant transactions took place with related parties during the year. There are no write offs/write backs of any amount of any of the related party during the year .

III) Significant management judgment in applying accounting policies and estimation of uncertainty -

While preparing the financial statements, management has made a number of judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

(1) Significant management judgment

The following are significant management judgments in applying the accounting policies of the Company that have significant effect on the financial statements.

(2) Recognition of deferred tax assets

The extent to which deferred tax assets can be recognized is based on an assessment of the probability that future taxable income will be available against which the deductible temporary differences and tax loss carry-forwards can be utilized. In addition, careful judgment is exercised in assessing the impact of any legal or economic limits or uncertainties in various tax issues.

(3) Estimation of uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is mentioned below. Actual results may be different.

a. Impairment of non-financial assets

In assessing impairment, management has estimated economic usefulness of the assets, the recoverable amount of each asset or cash-generating units based on expected future cash flows and use of an interest rate to discount them. Estimation of uncertainty relates to assumptions about economically future operating cash flows and the determination of a suitable discount rate.

b. Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technological obsolescence that may change the utility of assets including Intangible Assets.

c. Inventories

Management has carefully estimated the net realizable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realization of these inventories may be affected by market-driven changes.

d. 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 Companies Act, 2013. Based on the nature of products and time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**

Chartered Accountants

Prashant S Hirawdekar

Proprietor

Mem. No. 133498

UDIN : 21133498AAAAMC8023

Place : Vadgaon, Kolhapur

Date : 30th June 2021

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

● **Shivaji Mohite**
MD DIN 00425441

● **Monika Mohite**
Jt. MD DIN 00425614

● **Abhay Bhide**
Director & CEO
DIN 05307473

● **Ashvini Kalekar**
Company Secretary

● **Priyanka Patil**
CFO

Note 2 (a)
Property, Plant and Equipment (PPE)

No	Particulars	GROSS BLOCK			DEPRECIATION		Net Block			
		as on 01.04.2020	Additions	Disposals	as on 31.03.2021	as on 01.04.2020	for the year	As at 31.03.2021	as at 31.03.2020	
1) TANGIBLE ASSETS										
(a)	Land	4,655,353	-	-	4,655,353	-	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	-	13,883,400	13,883,400
	Flat	32,132,701	-	-	32,132,701	1,197,322	1,732,867	1,732,867	30,399,834	30,935,379
(c)	Factory Building	355,587,799	-	-	355,587,799	136,750,977	4,515,845	141,266,822	214,320,977	218,836,822
(d)	Plant & Machinery	1,398,127,224	494,275	-	1,398,621,499	991,907,625	44,953,395	1,036,861,020	361,760,479	406,219,599
(e)	Electrical Installation	47,402,527	1,603,000	-	49,005,527	35,720,344	1,075,324	36,795,667	12,209,860	11,682,184
(f)	Office Equipment	9,991,172	197,998	-	10,189,170	8,701,832	280,861	8,982,694	1,206,477	1,289,340
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,536,825	46,430	9,583,255	442,302	488,732
(h)	Vehicles	50,696,596	-	-	50,696,596	41,762,282	848,760	42,611,042	8,085,554	8,934,313
(i)	Furniture & Fixtures	10,880,169	-	-	10,880,169	9,395,290	129,906	9,525,196	1,354,973	1,484,878
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,139,484	4,577	3,144,061	43,600	48,177
(k)	Equipments Below ₹ 5000	-	-	-	-	-	-	-	-	-
	TOTAL	1,936,570,158	2,295,273	-	1,938,865,431	1,238,111,982	52,390,642	1,290,502,623	648,362,808	698,458,177

Note 2 (b)

Capital Work in Progress

Particulars	GROSS BLOCK			DEPRECIATION		Net Block	
	as on 01.04.2020	Additions	Disposals	as on 31.03.2021	as on 01.04.2020	for the year	As at 31.03.2021
2) CAPITAL WORK IN PROGRESS							
(a)	P & M Capital WIP - Textile	-	-	-	-	-	-
(b)	P & M Capital WIP - Hydro	-	-	-	-	-	-
	TOTAL	-	-	-	-	-	-

Note 2 (a)
Property, Plant and Equipment (PPE)

No	Particulars	GROSS BLOCK			DEPRECIATION		Net Block		
		as on 01.04.2019	Additions	Disposals	as on 31.03.2020	as on 01.04.2019	for the year	as at 31.03.2020	as at 31.03.2019
1) TANGIBLE ASSETS									
(a)	Land	4,655,353.00	-	-	4,655,353.00	-	-	4,655,353	4,655,353.00
(b)	Kagal MIDC Land	13,883,400.00	-	-	13,883,400	-	-	13,883,400	13,883,400.00
	Flat	32,132,701.00	-	-	32,132,701	661,776.97	535,545	30,935,379	31,470,924.03
(c)	Factory Building	355,587,798.71	-	-	355,587,799	132,087,293.12	4,663,684	218,836,822	223,500,505.59
(d)	Plant & Machinery	1,350,649,509.58	47,477,714.46	-	1,398,127,224	940,701,453.12	51,206,172	406,219,599	409,948,056.46
(e)	Electrical Installation	46,791,384.20	611,143.00	-	47,402,527	34,700,411.40	1,019,932	11,682,184	12,090,972.80
(f)	Office Equipment	9,877,029.17	114,143.00	-	9,991,172	8,401,533.81	300,298	1,289,340	1,475,495.36
(g)	Laboratory Equipments (Imported)	10,025,557.00	-	-	10,025,557	9,485,522.00	51,303	488,732	540,035.00
(h)	Vehicles	50,696,595.56	-	-	50,696,596	40,824,426.00	937,856	8,934,313	9,872,169.56
(i)	Furniture & Fixtures	10,880,168.62	-	-	10,880,169	9,251,748.00	143,542	1,484,878	1,628,420.62
(j)	D. G. Sets - Imported	3,187,661.00	-	-	3,187,661	3,134,427.11	5,057	48,177	53,233.89
(k)	Equipments Below ₹ 5000	-	-	-	-	-	-	-	-
	TOTAL	1,888,367,158	48,203,000	-	1,936,570,158	1,179,248,592	58,863,390	698,458,177	709,118,566

Note 2 (b)

Capital Work in Progress

Particulars	GROSS BLOCK			DEPRECIATION		Net Block	
	as on 01.04.2019	Additions	Disposals	as on 31.03.2020	as on 01.04.2019	for the year	as at 31.03.2020
2) CAPITAL WORK IN PROGRESS							
(a)	P & M Capital WIP - Textile	42,270,558	-	42,270,558	-	-	-
(b)	P & M Capital WIP - Hydro	91,085	-	91,085	-	-	-
	TOTAL	42,361,643	-	42,361,643	-	-	42,361,643

(Amount In ₹)

Particulars	Current Year ended on 31/03/2021	Current Year ended on 31/03/2020
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Note No. 3 (a)**(i) Investments**

Investment in Quoted Shares	-	-
Investment in Unquoted Shares		
Share of Parshwanath Co-op Bank Ltd. 7404 Equity Shares of ₹ 25/- each (at cost)	185,100	185,100
Kallappana Awade Ichalkaranji Co. Bank Ltd 1000 Equity Shares of ₹ 500/- each (at cost)	500,000	500,000
Mahalaxmi Co. op. Bank Ltd. 175000 Equity Shares of ₹ 1/- each (at Cost)	175,000	175,000
Rajarambapu Sah. Bank Ltd. 50000 Equity Shares of ₹ 2/- each (at Cost)	500,000	500,000
Solitaire Constructions Pvt Ltd. 2340000 Shares of ₹ 10/- Each (at cost)	23,400,000	23,400,000
TOTAL :	24,760,100	24,760,100

Note No.3 (b)**(ii) Long Term - Security Deposit**

Telephone/ MSEB/ Water Deposit	3,251,929	10,406,116
TOTAL :	3,251,929	10,406,116

Note No.4**Current Assets -**

(a) Inventories		
(i) Raw Material	140,100,000	139,405,750
(ii) Finished Goods	170,152,000	161,182,000
(iii) Stock in Process	69,137,000	69,060,000
(iv) Stores, Spares & Packing Material	11,169,000	12,083,000
(v) Waste	27,213,000	24,883,000
TOTAL :	417,771,000	406,613,750

Note No.5

(b) Financial Assets		
(i) Trade Receivables	414,205,507	415,640,785
TOTAL :	414,205,507	415,640,785

Note No.6

(ii) Cash and Cash Equivalents	281,462	49,672
(iii) Bank Balance other than (ii) above		
(i) In Current Account	345,806	177,977
(ii) In Fixed Deposits & Recurring Deposits	14,815,692	7,289,498
TOTAL :	15,161,498	7,467,475
(iii) Other Bank Balance - Dividend Warrant Accounts (Earmarked balances with banks- Dividend Warrant Accounts)	-	-
TOTAL :	15,161,498	7,517,147

(Amount In ₹)

Particulars	Current Year ended on 31/03/2021	Current Year ended on 31/03/2020
Note No. 7		
(iv) Loans- Short - Term Loans & Advances		
Staff Advance	1,408,569	192,100
Prepaid expenses/other current assets	7,686,494	4,911,595
Advance Income tax/TDS/MAT	47,470,776	384,917
Advances Recoverable/MVAT/REC/Cenvat/Duty Drawback/PLA	167,894,830	195,398,714
TOTAL :	224,460,669	200,887,326

EQUITY AND LIABILITIES**Note No. 8**

EQUITY		
(a) Equity Share Capital		
Authorised	260,000,000	260,000,000
26000000 Equity Shares of ₹ 10/- each (Previous Year 26000000 Equity Shares of ₹ 10/- each)		
Issued, Subscribed & Paid Up	200,997,000	200,997,000
20099700 Equity Shares of ₹ 10/- each fully paid up (Previous Year 20099700 Equity Shares of ₹ 10/- each)		
TOTAL :	200,997,000	200,997,000

Note -

- a) Equity Shareholders List holding more than 5% of equity shares along with the number of equity shares held is as given below

Name of Shareholder	31.03.2021		31.03.2020	
	%	No. of Shares	%	No. of Shares
Shivaji Ramchandra Mohite	45.65	9,176,324	45.65	9,176,324
Monika Shivaji Mohite	23.17	4,656,339	23.17	4,656,339

- b) The Company has only one class of equity share of par value ₹ 10/- Each holder of the equity shares is entitled to one vote per share.
- c) During the previous Five years, the company has not issued bonus shares/bought back shares/ issued shares for consideration other than cash

Note No.09

(b) Other Equity		
General Reserve	702,822,730	687,258,983
Add: Current Year	-	-
Sub Total :	702,822,730	687,258,983
Add : Net Profit for the Current Year	9,712,740	15,563,747
TOTAL :	712,535,470	702,822,730

LIABILITIES**Non Current Liabilities****Note No. 10**

(a) Financial Liabilities :		
(i) Long Term Borrowings		
a) Term Loan from Banks/Financial Institutions	463,996,939	537,860,103
b) Other Loans from Banks	-	-
Sub Total:	463,996,939	537,860,103
c) Unsecured Loans from Directors	9,812,046	7,639,992
Sub Total :	9,812,046	7,639,992
TOTAL :	473,808,985	545,500,095

Notes :

- LIC loan against policy is availed against assignment of Key Man Insurance Policies
- LIC loan against property is secured by exclusive first charge on personal property of directors located at Plot No.1 Survey No. 250B/1A/4, 'E' Ward, Nagala Park, Kolhapur
- Daimler Finance Vehicle Loan is secured by hypothecation of respective vehicle against which loan is sanctioned.

(Amount In ₹)

Particulars	Current Year ended on 31/03/2021	Current Year ended on 31/03/2020
Note No. 11		
(b) Deferred Tax Liabilities (Net)	26,885,888	21,639,502
TOTAL :	26,885,888	21,639,502

Current Liabilities**Note No. 12**

Financial Liabilities		
Short Term Borrowings from Banks		
i. Bank of Baroda	196,852,262	167,069,200
TOTAL :	196,852,262	167,069,200

Notes :

Working Capital Facilities are secured by First Charge on Entire stock of Raw Material, Stock in Process, finished Goods, Consumables, Stores and spare, book debts(present & future)

Note No.13

(iii) Trade Payable		
Due to Mirco & Small Enterprises	7,295,469	8,722,421
Due to other than Micro & Small Enterprises	14,859,617	10,006,579
TOTAL :	22,155,086	18,729,000

Note No. 14

(iii) Other Financial Liabilities		
Current Maturities of Long Term Loans	90,842,717	76,719,324
TOTAL :	90,842,717	76,719,324

Note No.15

(b) Other Current Liabilities		
Security Deposit payable	2,743,338	5,268,924
Provision for Income Tax	13,685,671	19,630,671
Statutory Liabilities	(24,681)	1,322,039
Provison for Expenses	7,773,237	4,584,916
TOTAL :	24,177,565	30,806,550

Note No.16

Net Revenue From Operations		
Domestic Sales	545,163,150	833,788,836
Cotton Waste Sales	4,503,958	10,896,065
Jobwork Income	10,915,500	10,472,788
Fabric Sale (other)	419,465	108,086
Hydro Power Units & REC	86,795,839	109,614,055
TOTAL :	647,797,912	964,879,830

(Amount In ₹)

Particulars	Current Year ended on 31/03/2021	Current Year ended on 31/03/2020
Note No.17		
Other Operating Income		
Exchange Gain	-	63,580
Electricity Charges Refund Received	541,131	412,487
Electricity Subsidy Received	22,891,014	25,129,146
Other Income	7,705,830	77,498
TOTAL :	31,137,975	25,682,711

Note No.18		
Other Income		
Income from non-current investments		
a) Interest Received	339,945	952,536
TOTAL :	339,945	952,536

Note No.19		
Cost of Materials Consumed		
Raw Material Consumed		
Opening Stock	139,405,750	143,604,000
Add: Purchases	347,197,625	539,465,025
Less Closing Stock	140,100,000	139,405,750
TOTAL :	346,503,375	543,663,275
Packing Material		
Opening Stock	2,970,000	1,877,000
Add: Purchases	6,162,302	9,666,284
Less Closing Stock	2,432,000	2,970,000
TOTAL :	6,700,302	8,573,284
Stores & Spares Consumed		
Opening Stock	9,113,000	10,688,000
Add: Purchases	12,060,024	12,538,390
Less Closing Stock	8,737,000	9,113,000
TOTAL :	12,436,024	14,113,390
Total Cost of Material Consumed :	365,639,701	566,349,949

Note No.20		
Changes in Inventories of Finished Goods, Work-in-process and Stock-in-Trade		
Opening Stock		
Finished goods	161,182,000	159,910,000
Stock in Process	69,060,000	65,215,000
Waste	24,883,000	19,933,000
Total :	255,125,000	245,058,000
Closing Stock		
Finished goods	170,152,000	161,182,000
Stock in Process	69,137,000	69,060,000
Waste	27,213,000	24,883,000
Total :	266,502,000	255,125,000
Increase/(Decrease) in Stock :	(11,377,000)	(10,067,000)

(Amount In ₹)

Particulars	Current Year ended on 31/03/2021	Current Year ended on 31/03/2020
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Note No.21

Employee Benefits Expenses		
Salary, Wages, Stipend & Bonus	69,045,387	94,350,861
Provident fund & ESI Contribution	3,352,841	6,811,355
Staff /Labour Welfare Expenses	1,368,780	1,724,839
TOTAL :	73,767,008	102,887,055

Note No.22

Cost of Finance		
Interest	79,420,430	82,565,133
Bank Charges & Other Charges	1,257,687	1,185,026
TOTAL :	80,678,117	83,750,159

Note No. 23

Depreciation and amortization Expenses	52,390,642	58,863,390
TOTAL :	52,390,642	58,863,390

Note No.24

Manufacturing and Other Expenses		
A) Manufacturing Expenses		
Power & Fuel	91,030,716	140,209,086
Freight, Clearing & Forwarding	1,412,817	21,376
Repairs & Maintenance	1,591,947	752,192
Mixing, Unloading, Procurement Expenses	1,832,953	6,339,647
Factory General Expenses	345,971	453,256
Transaction/Scheduling/Application/Wheeling. Water Charges	-	5,854,931
Total A :	96,214,404	153,630,488
B) Other Expenses		
Audit Fees	158,700	130,000
Advertisements	185,560	219,120
Clearing & Forwarding	126,726	207,276
Commission on Sales	125,520	363,855
Insurance	1,349,973	2,427,534
Legal and Professional Fees	3,504,454	4,450,772
Printing & Stationery	136,116	213,809
Postage, Telegram & Telephone	201,242	237,336
Traveling and Conveyance	85,507	2,626,958
Security Expenses	2,726,128	4,186,765
CSR Activity	50,000	1,000,000
Rent, Rates Taxes & Repairs	3,257,904	2,787,160
Miscellaneous Expenses	2,539,590	2,084,165
Total B :	14,447,420	20,934,750
TOTAL (A + B) :	110,661,824	174,565,238

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS

MOHITE INDUSTRIES LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of **Mohite Industries Limited** (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group"), which comprise the consolidated balance sheet as at 31 March 2021, and the consolidated statement of profit and loss (including other comprehensive income), consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditor on separate financial statements of such subsidiary as were audited by the other auditor, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31 March 2021, of its consolidated profit and other comprehensive income, consolidated changes in equity and consolidated cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs 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 ethical requirements that are relevant to our audit of the consolidated financial statements in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India and the relevant provisions of the Act, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence obtained by us along with the consideration of audit reports of the other auditors referred to in sub paragraph (a)

of the "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Description of Key Audit Matter

Revenue Recognition – The revenue is recognized as per Ind AS 18 – Revenue Recognition The Revenue is recognized when it is probable that future economic benefits will flow to the entity and these benefits can be measured reliably.

Other Information

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 financial statements and our auditors' report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion there on. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the

work we have performed and based on the work done/ audit report of other auditors, 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 and Board of Directors' Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/ loss and other comprehensive income, consolidated statement of changes in equity and consolidated cash flows of the Group

including in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. The respective management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each company 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 the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 the internal financial controls with reference to the consolidated financial statements and the operating effectiveness of such controls based on our audit.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (a) of the section titled 'Other Matters' in this audit report.

We believe that the audit evidence obtained by us along with the consideration of audit reports of the other auditors referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements 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 Matters

- (a) We did not audit the financial statements of a subsidiary; whose financial statements reflect total assets of 3474 lakhs as at 31 March 2021, total revenues of 2395 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the audit report of the other auditor.

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

Report on Other Legal and Regulatory Requirements

- A. As required by Section 143(3) of the Act, based on our audit and on the consideration of reports of the other auditors on separate financial statements of subsidiary as were audited by other auditors, as noted in the 'Other Matters' paragraph, we report, to the extent applicable, that:
- 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.
 - In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - 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 statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under section 133 of the Act.
 - On the basis of the written representations received from the directors of the Holding Company as on 31 March 2021 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary company, incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act.
 - With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company, its subsidiary company, incorporated in India and the operating effectiveness of such controls, refer to our separate Report in **"Annexure A"**.
 - With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Parent to its directors during the year is in accordance with the provisions of section 197 of the Act.
- B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate financial statements of the subsidiary, as noted in the 'Other Matters' paragraph:
- The consolidated financial statements disclose the impact of pending litigations as at 31 March 2021 on the consolidated financial position of the Group,
 - Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - There are no amounts required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary company incorporated in India during the year ended 31 March 2021.

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498 | UDIN - 21133498AAAAMB7745

Date- 30th June, 2021
Place - Vadgaon, Kolhapur

Annexure A to the Independent Auditor's Report of even date on the consolidated financial statement Mohite Industries Limited for the year ended 31st March 2021

Report on the internal financial controls with reference to financial statements under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

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

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

Management's Responsibility for Internal Financial Controls

The respective Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the 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 consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the relevant subsidiary 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 controls with reference to consolidated financial statements.

Meaning of Internal Financial controls with Reference to Consolidated Financial Statements

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 with Reference to consolidated Financial Statements

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

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to a subsidiary company, which is company incorporated in India, is based on the corresponding report of the auditor of such company incorporated in India.

Opinion

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

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Date- 30th June, 2021
Place - Vadgaon, Kolhapur

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498
UDIN - 21133498AAAAMB7745



MOHITE INDUSTRIES LTD
Consolidated Balance Sheet as at 31st March, 2021 (Amount In ₹)

No	PARTICULARS	Note	31 st March 2021 Audited	31 st March 2020 Audited
A	ASSETS -			
1	Non-Current Assets			
(a)	Property Plant and Equipments	2(a)	671,360,933	716,514,425
(b)	Capital work-in-progress	2(b)	116,462,321	30,055,000
(c)	Intangible Asset		-	-
(d)	Financial Assets :			
(i)	Investments	3(a)	3,400,100	3,110,100
(ii)	Loans- Security Deposit	3(b)	3,251,929	10,406,116
	Total non-current Assets		794,475,283	760,085,641
2	Current Assets			
(a)	Inventories	4	417,771,000	406,613,750
(b)	Financial Assets :			
(i)	Trade Receivables	5	573,227,072	533,325,225
(ii)	Cash and Cash equivalents	6	1,215,906	355,892
(iii)	Bank Balance other than (ii)above	6	16,175,703	78,061,543
(iv)	Loans & Advances	7	269,406,103	234,146,463
(c)	Minority Interest		-	-
	Total Current Assets		1,277,795,784	1,252,502,873
	Total Assets		2,072,271,067	2,012,588,514
B	EQUITY AND LIABILITIES			
1	EQUITY			
(a)	Equity Share Capital	8	200,997,000	200,997,000
(b)	Other Equity	9	739,763,181	716,650,311
	Total Equity		940,760,181	917,647,311
	MINORITY INTEREST		46,733,272	34,363,920
	Liabilities			
2	Non-Current Liabilities			
(a)	Financial Liabilities :			
(i)	Long-Term borrowings	10	689,467,434	666,545,541
(b)	Deferred Tax Liabilities (Net)	11	26,885,888	21,639,502
	Toal Non- Current Liabilities		716,353,322	688,185,043
3	Current Liabilities			
(a)	Financial Liabilities :			
(i)	Short-Term Borrowings	12	196,852,262	28,904,019
(ii)	Trade Payables :	13		
	a) Due to Medium & Small Enterprises		7,295,469	8,722,422
	b) Due to other than Medium & Small Enterprises		41,310,745	29,540,607
(iii)	Other Financial Liabilities	14	90,842,717	76,719,324
(b)	Other Current Liabilities	15	32,123,099	38,505,868
(c)	Provision		-	-
	Total Current Liabilities		368,424,292	372,392,240
	Total Equity and Liabilities		2,072,271,067	2,012,588,514
	Significant Accounting Policies and notes to accounts	1		

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMB7745

Place : Vadgaon, Kolhapur
Date : 30th June 2021

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

● **Shivaji Mohite** ● **Monika Mohite**
MD DIN 00425441 Jt. MD DIN 00425614

● **Abhay Bhide** ● **Ashvini Kalekar** ● **Priyanka Patil**
Director & CEO Company Secretary CFO
DIN 05307473

MOHITE INDUSTRIES LTD

Consolidated Profit & Loss for the year ended on 31st March, 2021 (Amount In ₹)

No	PARTICULARS	Note	31 st March 2021 Audited	31 st March 2020 Audited
1	Income			
	Net Revenue From Operation	16	886,644,644	1,198,381,210
	Revenue from Operations	17	31,137,974	25,682,711
	Other Income	18	974,250	1,136,825
	Total Revenue :		918,756,868	1,225,200,746
2	Expenses			
	Cost of Material Consumed	19	365,639,701	566,349,949
	Changes in inventories of Finished Goods, Work in Progress and Stock-in-trade	20	(11,377,000)	(10,067,000)
	Employee Benefit Expenses	21	84,981,740	112,575,873
	Finance Costs	22	92,607,035	88,155,170
	Depreciation and Amortisation Expenses	23	55,352,969	60,031,948
	Operating and Other Expenses	24	294,267,402	365,896,844
	Total Expenses :		881,471,847	1,182,942,784
3	Profit Before Exceptional and Extra Ordinary Item and tax (1-2)		37,285,021	42,257,962
4	Exceptional Items		-	-
5	Profit Before Tax (3-4)		37,285,021	42,257,962
6	Tax Expenses			
	(i) Current Tax		4,780,000	2,475,000
	(ii) Deferred Tax		(2,977,200)	(2,872,461)
7	Profit/(Loss) for the period from continuing operations (5-6)		35,482,221	42,655,423
8	Other Comprehensive Income that will not be reclassified to Profit or Loss		-	-
	(i) Re-measurements gains/(Losses) on defined benefit plans		-	-
	(ii) Income Tax effect on above		-	-
	Total Other Comprehensive Income		-	-
9	Total Comprehensive Income for the Period (7+8)		35,482,221	42,655,423
10	Paid-Up Equity Shares Capital (face value of ₹10/- each fully paid up)		200,997,000	200,997,000
11	Earning per equity share (EPS) (Face value of ₹ 10/- each)			
	(i) Basic (in ₹) (not annualised)		1.77	2.12
	(ii) Diluted (in ₹) (not annualised)		1.77	2.12

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants**Prashant S Hirawdekar**
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMB7745**Place :** Vadgaon, Kolhapur
Date : 30th June 2021For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.● **Shivaji Mohite** ● **Monika Mohite**
MD DIN 00425441 Jt. MD DIN 00425614● **Abhay Bhide** ● **Ashvini Kalekar** ● **Priyanka Patil**
Director & CEO Company Secretary CFO
DIN 05307473

MOHITE INDUSTRIES LTD

Consolidated Cash Flow Statement for the year ended on 31st March, 2021 (Amount In ₹)

No	Particulars	Note	31 st March 2021 Audited	31 st March 2020 Audited
A.	Cash flow from Operating Activities			
	Net Profit before Tax		37,285,021	42,257,962
	Adjustments for :			
	Depreciation		55,352,969	60,031,948
	Interest & Finance Charges		92,267,090	88,155,170
	Extraordinary Items		-	-
	Profit on Sale of Land		-	-
	Dividend Received		-	-
	Operating profit before working capital changes		184,905,080	190,445,080
	Adjustments for :			
	(Increase) / Decrease in :			
	Trade & Other Receivables		(68,007,300)	(151,938,748)
	Inventories		(11,157,250)	(5,386,750)
	Increase / (Decrease) in :			
	Trade Payables & Other Liabilities		18,083,810	42,136,039
	Cash generation from operations		123,824,340	75,255,621
	Less: Taxes Paid		1,802,800	(397,461)
	Net Cash flow from Operating Activities		125,627,140	74,858,160
B.	Cash flow from Investing Activities			
	Purchase of Fixed Assets		(96,606,797)	(53,432,360)
	Investment in Shares		(290,000)	1,750,000
	Proceeds from Sale of Fixed Assets		-	-
	Dividend Received		-	-
	Net Cash flow from Investing Activities before extraordinary items		(96,896,797)	(51,682,360)
	Less: Extraordinary Items		-	-
	Performance guarantee payment & expenditure incurred during current year (refer note 24B(vii))		-	-
	Net Cash flow from Investing Activities after extraordinary items		(96,896,797)	(51,682,360)
C.	Cash flow from Financing Activities			
	Proceeds from Long Term Borrowings (Net)		(71,933,927)	102,944,741
	Proceeds from Short Term Borrowings (Net)		(20,410,973)	377,351
	Proceeds from Unsecured Borrowings		94855820	31,436,500
	Interest & Finance Charges		(92,267,090)	(88,155,170)
	Net Cash flow from Financing Activities		(89,756,170)	46,603,422
	Net Increase / (Decrease) in Cash & Cash Equivalents		(61,025,827)	69,779,222
	Cash & Bank Balances as on 31/03/2020		78,417,435	8,638,213
	Cash & Bank Balances as on 31/03/2021		17,391,609	78,417,435

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants**Prashant S Hirawdekar**
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMB7745**Place :** Vadgaon, Kolhapur
Date : 30th June 2021For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.● **Shivaji Mohite** ● **Monika Mohite**
MD DIN 00425441 Jt. MD DIN 00425614● **Abhay Bhide** ● **Ashvini Kalekar** ● **Priyanka Patil**
Director & CEO Company Secretary CFO
DIN 05307473

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2021

NOTE 1

1. Company Overview and General Information :

Mohite Industries Limited is a public limited listed company incorporated under the Companies Act, 1956 (now replaced by the Companies Act, 2013). The Company is engaged in manufacturing and sale of Cotton Yarn and Generation of Electricity through Hydro Power Project. The registered office of the Company is located at R.S. No. 347, Off NH-4, Ambapwadi Phata, Vadgaon, Tal Hatkanangale Dist Kolhapur (M. S) 416112. India and its CIN No. is L40108MH1990PLC058774.

The Consolidated Financial Statements were approved by the Board of Directors of the Company in their meeting held on 30 June, 2021. The consolidated financial statements at at 31 March, 2021 represent the financial position of the Company (“Parent Company”) and its Subsidiary. Details of Subsidiary which is consolidated as follows :

Name of Subsidiary	County of Incorporation	Ownership Interest
Solitaire Constructions Private Limited.	India	52%

2. Basis of Preparation and Presentation :

The Consolidated financial statements have been prepared in accordance with and to comply in all material aspects with Indian Accounting Standards (Ind AS) as notified under the relevant provisions of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules 2015 and other relevant provisions of the Act, as applicable.

The Consolidated financial statements have been prepared on accrual and going concern basis under historical cost convention except for the items that have been measured at fair value as required by relevant Ind AS.

3. Basis of Consolidated

The Financial Statements of the parent company and its subsidiaries have been consolidated on a line by line basis by addition together the book value of like items of assets, liabilities, incomes and expenses, after eliminating intra-group balances, intra-group transactions and unrealized profits and losses, if any, in accordance with Ind AS 110 –“Consolidated Financial Statements”.

4. Summary of Significant Accounting Policies :

The Accounting Policies of the Parent Company and its Subsidiaries are similar. Other significant Accounting Policies of the Consolidated Financial Statements are as given in the Standalone Financial Statements.

As per our report of even date attached

for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Prashant S Hirawdekar
Proprietor
Mem. No. 133498
UDIN : 21133498AAAAMB7745

Place : Vadgaon, Kolhapur
Date : 30th June 2021

● **Shivaji Mohite** ● **Monika Mohite**
MD DIN 00425441 Jt. MD DIN 00425614

● **Abhay Bhide** ● **Ashvini Kalekar** ● **Priyanka Patil**
Director & CEO Company Secretary CFO
DIN 05307473

Note 2 (a)
Property, Plant and Equipment (PPE)

(Amount in ₹)

No	Particulars	GROSS BLOCK			DEPRECIATION		Net Block		
		as on 01.04.2020	Additions	Disposals	as on 31.03.2021	as on 01.04.2020	for the year	as at 31.3.2021	as at 31.3.2020
1) TANGIBLE ASSETS									
(a)	Land	4,655,353	-	-	4,655,353	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	13,883,400	13,883,400
	Flat	32,132,701	-	-	32,132,701	1,197,322	1,732,867	30,399,834	31,470,924
(c)	Factory Building	357,039,125	1,332,400	-	358,371,525	137,133,796	5,276,212	215,961,517	223,500,506
(d)	Plant & Machinery	1,409,162,468	3,334,270	-	1,412,496,738	992,135,901	46,034,234	374,326,603	409,948,056
(e)	Electrical Installation	52,277,589	2,068,479	-	54,346,068	36,106,075	1,546,030	16,693,964	12,090,973
(f)	Office Equipment	10,736,127	433,718	-	11,169,845	8,819,719	444,791	1,905,335	1,475,495
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,536,825	46,430	442,302	540,035
(h)	Vehicles	51,814,815	3,030,610	-	54,845,425	41,816,127	1,335,244	11,694,053	9,872,170
(i)	Furniture & Fixtures	10,880,169	-	-	10,880,169	9,395,290	129,906	1,354,972	1,628,421
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,139,484	4,577	43,600	53,234
(k)	Equipments Below ₹ 5000	-	-	-	-	-	-	-	-
	TOTAL	1,955,794,964	10,199,477	-	1,965,994,441	1,239,280,540	55,352,969	671,360,933	709,118,566

Note 2 (b)
Capital Work in Progress

(Amount in ₹)

Particulars	GROSS BLOCK			DEPRECIATION		Net Block	
	as on 01.04.2020	Additions	Disposals	as on 31.03.2021	as on 01.04.2020	for the year	as at 31.3.2021
2) CAPITAL WORK IN PROGRESS							
(a)	P & M Capital WIP - Textile	-	-	-	-	-	-
(b)	P & M Capital WIP - Hydro	-	-	-	-	-	-
(c)	Capital WIP - Subsidiary	30,055,000	325,254,053	238,846,732	116,462,321	-	30,055,000
	TOTAL	30,055,000	325,254,053	238,846,732	116,462,321	-	30,055,000

Note 2 (a)
Property, Plant and Equipment (PPE)

No	Particulars	GROSS BLOCK			DEPRECIATION		Net Block		
		as on 01.04.2019	Additions	Disposals	as on 31.03.2020	as on 01.04.2019	for the year	as at 31.3.2020	as at 31.3.2019
1) TANGIBLE ASSETS									
(a)	Land	4,655,353	-	-	4,655,353.00	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	13,883,400	13,883,400
	Flat	32,132,701	-	-	32,132,701	661,777	1,197,322	30,935,379	31,470,924
(c)	Factory Building	355,587,799	1,451,326	-	357,039,125	132,087,293	535,545	219,905,329	223,500,506
(d)	Plant & Machinery	1,350,649,510	58,512,958	-	1,409,162,468	940,701,453	51,434,448	417,026,567	409,948,056
(e)	Electrical Installation	46,791,384	5,486,205	-	52,277,589	34,700,411	1,405,663	16,171,515	12,090,973
(f)	Office Equipment	9,930,914	805,213	-	10,736,127	8,401,534	418,185	1,916,408	1,475,495
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,485,522	51,303	488,732	540,035
(h)	Vehicles	50,696,596	1,118,219	-	51,814,815	40,824,426	991,701	9,998,687	9,872,170
(i)	Furniture & Fixtures	10,880,169	-	-	10,880,169	9,251,748	143,542	1,484,878	1,628,421
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,134,427	5,057	48,177	53,234
(k)	Equipments Below ₹ 5000	-	-	-	-	-	-	-	-
	TOTAL	1,888,421,043	67,373,921	-	1,955,794,964	1,179,248,592	60,031,948	716,514,425	709,118,566

Note 2 (b)
Capital Work in Progress

Particulars	GROSS BLOCK			DEPRECIATION		Net Block		
	as on 01.04.2019	Additions	Disposals	as on 31.03.2020	as on 01.04.2019	for the year	As at 31.3.2020	as at 31.3.2019
2) CAPITAL WORK IN PROGRESS								
(a)	P & M Capital WIP - Textile	42,270,558	-	42,270,558	-	-	-	42,270,558
(b)	P & M Capital WIP - Hydro	91,085	-	91,085	-	-	-	91,085
(c)	Capital WIP - Subsidiary	1,634,918	28,420,082	-	30,055,000	-	-	1,634,918
	TOTAL	43,996,561	28,420,082	42,361,643	30,055,000	-	-	43,996,561

(Amount In ₹)

Particulars	Current Year ended on 31/03/2021	Previous Year ended on 31/03/2020
Note No. 3 (a)		
(i) Investments		
Investment in Quoted Shares	-	-
Investment in Unquoted Shares		
Share of Parshwanath Co-op Bank Ltd. 7404 Equity Shares of ₹ 25/- each (at cost)	185,100	185,100
Kallappana Awade Ichalkaranji Co. Bank Ltd 1000 Equity Shares of ₹ 500/- each (at cost)	500,000	500,000
Mahalaxmi Co. op. Bank Ltd. 675000 Equity Shares of ₹ 1 each (at Cost)	675,000	675,000
Rajarambapu Sah. Bank Ltd. 50000 Equity Shares of ₹ 10/- each (at Cost)	500,000	500,000
Kolhapur Urban Bank Shares	1,300,000	1,250,000
Krishnai Infra. Gargoti LLP Shares	240,000	-
TOTAL :	3,400,100	3,110,100

Note No.3 (b)

(ii) Long Term - Security Deposit		
Telephone/ MSEB/ Water Deposit	3,251,929	10,406,116
TOTAL:	3,251,929	10,406,116

Note No.4

Current Assets -		
(a) Inventories		
(i) Raw Material	140,100,000	139,405,750
(ii) Finished Goods	170,152,000	161,182,000
(iii) Stock in Process	69,137,000	69,060,000
(iv) Stores, Spares & Packing Material	11,169,000	12,083,000
(v) Waste	27,213,000	24,883,000
TOTAL :	417,771,000	406,613,750

Note No.5

(b) Financial Assets		
(i) Trade Receivables	573,227,072	533,325,225
(Unsecured Considered Good)		
Outstanding for a period exceeding six months		-
Other Debts		-
TOTAL :	573,227,072	533,325,225

Note No. 6

(ii) Cash and Cash Equivalents	1,215,906	355,892
(iii) Bank Balance other than (ii) above		
(i) In Current Account	1,360,011	177,977
(ii) In Fixed Deposits & Recurring Deposits	14,815,692	77,883,566
TOTAL :	16,175,703	78,061,543
(iii) Other Bank Balance - Dividend Warrant Accounts (Earmarked balances with banks- Dividend Warrant Accounts)	-	-
TOTAL :	17,391,609	78,417,435

Note No.7

(iv) Loans- Short - Term Loans & Advances		
Staff Advance	1,637,345	239,853
Prepaid expenses	7,179,209	4,911,595
Advance Income tax/TDS/MAT	59,247,689	18,723,942
Advances Recoverable/MVAT/REC/Cenvat/Duty Drawback/PLA	201,341,860	210,271,073
TOTAL :	269,406,103	234,146,463

EQUITY AND LIABILITIES**Note No. 8**

EQUITY		
(a) Equity Share Capital		
Authorised	260,000,000	260,000,000
26000000 Equity Shares of Rs. 10/- each (Previous Year 26000000 Equity Shares of Rs. 10/- each)		
Issued, Subscribed & Paid Up	200,997,000	200,997,000
20099700 Equity Shares of Rs. 10/- each fully paid up (Previous Year 20099700 Equity Shares of Rs. 10/- each)		
TOTAL :	200,997,000	200,997,000

Note -

- a) Equity Shareholders List holding more than 5% of equity shares along with the number of equity shares held is as given below

Name of Shareholder	31.03.2021		31.03.2020	
	%	No. of Shares	%	No. of Shares
Shivaji Ramchandra Mohite	45.65	9,176,324	45.65	9,176,324
Monika Shivaji Mohite	23.17	4,656,339	23.17	4,656,339

- b) The Company has only one class of equity share of par value ₹ 10/- Each holder of the equity shares is entitled to one vote per share.
- c) During the previous Five years, the company has not issued bonus shares/bought back shares/ issued shares for consideration other than cash

Note No. 09

(b) Other Equity		
General Reserve	702,822,729	687,258,983
Add: Current Year	-	-
Sub Total :	702,822,729	687,258,983
Add : Net Profit for the Current Year	9,712,740	15,563,747
Less : Short Provision of Income Tax	-	-
Add: Share in Profits of Subsidiary	27,227,712	13,827,581
TOTAL :	739,763,181	716,650,311

LIABILITIES**Non Current Liabilities****Note No. 10**

(a) Financial Liabilities :		
(i) Long Term Borrowings		
a) Term Loan from Banks/Financial Institutions	556,484,351	628,418,278
b) Car Loans from Banks	-	-
Sub Total:	556,484,351	628,418,278
c) Unsecured Loans from Directors	132,983,083	38,127,263
Sub Total :	132,983,083	38,127,263
TOTAL :	689,467,434	666,545,541

Notes :

- LIC loan against policy is availed against assignment of Key Man Insurance Policies
- LIC loan against property is secured by exclusive first charge on personal property of directors located at Plot No.1 Survey No. 250B/1A/4, E Ward, Nagala Park, Kolhapur
- Daimler Finance Vehicle Loan is secured by hypothecation of respective vehicle against which loan is sanctioned.

Note No. 11

(b) Deferred Tax Liabilities (Net)	26,885,888	21,639,502
TOTAL :	26,885,888	21,639,502

Current Liabilities**Note No. 12**

Financial Liabilities		
Short Term Borrowings from Banks		
i. Bank of Baroda	196,852,262	167,069,200
ii. Mobilisation Advance From PWD	-	51,834,819
TOTAL :	196,852,262	218,904,019

Notes :

Working Capital Facilities are secured by First Charge on Entire stock of Raw Material, Stock in Process, finished Goods, Consumables, Stores and spare, book debts (present & future)

Note No.13

(iii) Trade Payable		
Due to Micro & Small Enterprises	7,295,469	8,722,421
Due to other than Micro & Small Enterprises	41,310,745	29,540,607
TOTAL :	48,606,214	38,263,028

Note No. 14

(iii) Other Financial Liabilities		
Current Maturities of Long Term Loans	90,842,717	76,719,324
TOTAL :	90,842,717	76,719,324

Note No.15

(b) Other Current Liabilities		7,699,318
Security Deposit payable	2,743,338	5,268,924
Provision for Income Tax	13,685,671	19,630,671
Statutory Liabilities	4,717,776	1,322,039
Provison for Expenses	10,976,314	4,584,916
TOTAL :	32,123,099	38,505,868

Note No.16

Net Revenue From Operations		
Domestic Sales	784,009,882	1,067,290,216
Cotton Waste Sales	4,503,958	10,896,065
Jobwork Income	10,915,500	10,472,788
Fabric Sale	419,465	108,086
Hydro Power Units & REC	86,795,839	109,614,055
TOTAL :	886,644,644	1,198,381,210

Note No.17

Other Operating Income		
Exchange Gain	-	63,580
Electricity Charges Refund Received	541,131	412,487
Electricity Subsidy Received	22,891,014	25,129,146
Other Income	7,705,829	77,498
TOTAL :	31,137,974	25,682,711

Note No.18

Other Income		
Income from non-current investments		
a) Interest Received	339,945	952,536
b) Discount received	634,305	184,289
TOTAL :	974,250	1,136,825

Note No.19

Cost of Materials Consumed		
Raw Material Consumed		
Opening Stock	139,405,750	143,604,000
Add: Purchases	347,197,625	539,465,025
Less Closing Stock	140,100,000	139,405,750
TOTAL :	346,503,375	543,663,275
Packing Material		
Opening Stock	2,970,000	1,877,000
Add: Purchases	6,162,302	9,666,284
Less Closing Stock	2,432,000	2,970,000
TOTAL :	6,700,302	8,573,284
Stores & Spares Consumed		
Opening Stock	9,113,000	10,688,000
Add: Purchases	12,060,024	12,538,390
Less Closing Stock	8,737,000	9,113,000
TOTAL :	12,436,024	14,113,390
Total Cost of Material Consumed :	365,639,701	566,349,949

Note No.20

Changes in Inventories of Finished Goods, Work-in-process and Stock-in-Trade		
Opening Stock		
Finished goods	161,182,000	159,910,000
Stock in Process	69,060,000	65,215,000
Waste	24,883,000	19,933,000
Total :	255,125,000	245,058,000
Closing Stock		
Finished goods	170,152,000	161,182,000
Stock in Process	69,137,000	69,060,000
Waste	27,213,000	24,883,000
Total :	266,502,000	255,125,000
Increase/(Decrease) in Stock :	(11,377,000)	(10,067,000)

Note No. 21

Employee Benefits Expenses		
Salary, Wages, Stipend & Bonus	80,260,119	104,039,679
Provident fund & ESI Contribution	3,352,841	6,811,355
Staff /Labour Welfare Expenses	1,368,780	1,724,839
TOTAL :	84,981,740	112,575,873

Note No. 22

Cost of Finance		
Interest	91,001,372	86,970,144
Bank Charges & Other Charges	1,605,663	1,185,026
TOTAL :	92,607,035	88,155,170

Note No. 23

Depreciation and amortization Expenses	55,352,969	60,031,948
TOTAL :	55,352,969	60,031,948

Note No. 24

Manufacturing and Other Expenses		
A) Manufacturing Expenses		
Power & Fuel	91,030,716	140,209,086
Freight, Clearing & Forwarding	1,412,817	187,466
Repairs & Maintenance	4,054,743	1,221,666
Mixing, Unloading, Procurement Expenses	1,832,953	6,339,647
Factory General Expenses	345,971	453,256
Transaction/Scheduling/Application/Wheeling. Water Charges	-	5,854,931
Total A :	98,677,200	154,266,052
B) Other Expenses		
Audit Fees	168,700	140,000
Advertisements	191,560	356,170
Clearing & Forwarding	126,726	207,276
Commission on Sales	125,520	363,855
Insurance	2,898,865	3,004,102
Legal and Professional Fees	3,504,454	11,517,222
Printing & Stationery	250,689	481,195
Postage, Telegram & Telephone	243,866	253,622
Travelling and Conveyance	1,145,289	3,039,922
Security Expenses	2,726,128	4,186,765
Rent, Rates Taxes & Repairs	3,617,392	3,135,292
Miscellaneous Expenses	2,778,399	2,299,437
CSR Activity	50,000	1,000,000
ROC Exp	9,600	532,280
Other site expenses	177,753,014	181,113,654
Total B :	195,590,202	211,630,792
TOTAL (A + B) :	294,267,402	365,896,844

www.mohite.com



SHIVAJI MOHITE
GROUP

MOHITE INDUSTRIES LTD.



REGISTERED OFFICE

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