



SHARP & TANNAN

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of Sharp Chucks & Machines Private Limited

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Sharp Chucks & Machines Private Limited ("the Company") which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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

Basis for Opinion

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

Information other than the financial statements and auditor's report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the board's report including annexures there to and management discussion and analysis, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



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Shreedhar T. Kunte Rajkumar Khullar
Pavan K. Aggarwal Raghunath P. Acharya
Associate Offices: Bangalore, Chennai, Goa, Mumbai, Pune & Hyderabad

Management's responsibility for the financial statements

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

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

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

Auditor's Responsibilities for the Audit of Financial Statement

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 (the 'Order') issued by the Central Government of India 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. As required by Section 143(3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



- (e) on the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act; and
- (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure 'B';
- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- 1) the Company does not have any pending litigations which would impact its financial position in its financial statements except as reported under notes to the financial statement.
 - 2) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - 3) the Company is not required to transfer any amount to Investor Education and Protection Fund.

SHARP & TANNAN
Chartered Accountants
Firm's Registration No.000452N
by the hand of

Rajkumar

RAJKUMAR KHULLAR
Partner
Membership No. 092507

Place: Jalandhar
Date : 30-11-2021

UDIN: 21092507AAAAGC8549



ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph 1 of our report of even date)

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, these fixed assets have been physically verified by the management in accordance with a phased programme of verification, which in our opinion is reasonable, considering the size of the Company and nature of its assets. The frequency of physical verification is reasonable and no material discrepancies were noticed on such verification.
- (c) 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) As explained to us, inventories have been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records, which were not material, have been properly dealt with in the books of account.
- (iii) According to the information and explanations given to us, the Company has not granted loans, secured or unsecured to companies covered in the register maintained under Section 189 of the Act. Accordingly, the Paragraph 3 (iii) (a) to (c) of the Order is not applicable.
- (iv) According to the information and explanations given to us, the Company has not given any loans, made any investments, given any guarantees and security. Accordingly, the Paragraph 3 (iv) of the Order are not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and hence reporting under clause (v) of CARO 2016 is not applicable to the Company.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for the maintenance of cost records under Section 148(1) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Goods and Service Tax, Customs Duty, cess and other material statutory dues applicable to it to the appropriate authorities.



- (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods and Service Tax, Customs Duty, cess and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable except delay in few cases.
- (c) Details of dues of Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, and Value Added Tax which have not been deposited as on March 31, 2021 on account of disputes are given below:

Name of Statute	Nature of disputed dues	Amount (Rs.)	Period to which the amount relates	Forum where disputes are pending
Nil				

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government. The Company has not issued any debentures. Accordingly, the Paragraph 3 (viii) of the Order is not applicable to the Company.
- (ix) According to the information and explanations given to us, the Company has not raised money by way of initial public offer or further public offer (including debt instruments). Accordingly, the Paragraph 3 (ix) of the Order is not applicable to the Company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any fraud by the Company or any fraud on the Company by its officers or employees noticed or reported during the year.
- (xi) The provisions of section 197 read with schedule V to the Companies Act, 2013 with regard to managerial remuneration is not applicable to the Company. Accordingly, reporting under clause 3(xi) of the order does not arise.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, the Paragraph 3 (xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us, all the transactions with the related parties are in compliance with Sections 177 and 188 of the Act and the relevant details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.



- (xiv) According to the information and explanations given to us, the Company had not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the Paragraph 3 (xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company had not entered into any non-cash transactions with directors or persons connected with him during the year. Accordingly, compliance with the provisions of Section 192 of the Act 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.

SHARP & TANNAN
Chartered Accountants
Firm's Registration No.000452N
by the hand of

Rajkumar

RAJKUMAR KHULLAR
Partner
Membership No. 092507

Place: Jalandhar
Date : 30-11-2021

UDIN: 21092507AAAAGC8549



ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph 2(f) of our report of even date)

We have audited the internal financial controls over financial reporting of **Sharp Chucks & Machines Private Limited** (the 'Company') as of 31st March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

Place: Jalandhar
Date : 30-11-2021



SHARP & TANNAN
Chartered Accountants
Firm's Registration No.000452N
by the hand of

Rajkumar

RAJKUMAR KHULLAR
Partner
Membership No. 092507

UDIN: 21092507AAAAGC8549

SHARP CHUCKS & MACHINES PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2021

(Amount in Rs.)

	Note	As at 31-03-2021	As at 31-03-2020
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share capital	1	9,78,43,080	9,78,43,080
Reserve & surplus	2	33,05,77,037	29,25,25,039
		<u>42,84,20,117</u>	<u>39,03,68,119</u>
NON CURRENT LIABILITIES			
Long terms borrowings	3	17,52,09,082	10,28,05,664
Deferred tax liabilities (net)	4	4,05,65,712	3,65,52,549
Other long term liabilities	5	2,22,22,195	2,32,22,195
Long term provisions	6	65,58,211	60,39,312
		<u>24,45,55,200</u>	<u>16,86,19,720</u>
CURRENT LIABILITIES			
Short term borrowings	7	36,31,03,507	37,52,29,924
Current maturity of long term borrowings	8	7,00,01,575	2,72,19,862
Trade payables :-			
-Due to micro enterprises and small enterprises		2,56,46,610	1,50,45,070
-Due to others	9	15,11,87,869	21,87,75,225
Other current liabilities	10	4,45,12,190	3,83,83,658
Short term provisions	11	91,29,108	1,00,70,699
		<u>66,35,80,859</u>	<u>68,47,04,439</u>
Total		<u><u>1,33,65,56,176</u></u>	<u><u>1,24,36,92,278</u></u>
ASSETS			
NON CURRENT ASSETS			
PROPERTY, PLANT AND EQUIPMENT			
Tangible assets	12	53,95,93,718	47,64,27,804
Intangible assets	12	6,06,158	9,44,091
Capital work in progress	12	50,62,773	29,50,773
Non-current investment		-	-
Long term loans & advances	13	2,38,86,616	1,91,54,214
CURRENT ASSETS			
Current investments		-	-
Inventories	14	51,93,82,910	49,11,51,210
Trade receivables	15	21,33,91,006	21,35,99,342
Cash and bank balances	16	88,59,070	83,83,861
Short term loans & advances	17	2,54,31,924	3,03,76,983
Other current assets	18	3,62,000	7,24,000
Total		<u><u>1,33,65,56,176</u></u>	<u><u>1,24,36,92,278</u></u>
CONTINGENT LIABILITIES	19		
CAPITAL COMMITMENTS	20		
SIGNIFICANT ACCOUNTING POLICIES	28		
OTHER NOTES FORMING PART OF THE ACCOUNTS	29		

As per our report attached
 Sharp & Tannan
 Chartered Accountants
 Firm registration no: 000452N
 By the hand of

Rajkumar

Rajkumar Khullar
 Partner
 Membership no:- 092507



Ajay Sikka

Ajay Sikka
 Managing Director
 DIN: 00665858

Gopika Sikka

Gopika Sikka
 Director
 DIN: 00665904

Rajat Kathpalia

Rajat Kathpalia
 Company Secretary
 Redg No :36236

Place: Jalandhar
 Date: 30-11-2021

SHARP CHUCKS & MACHINES PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS AS AT MARCH 2021

(Amount in Rs.)

	Note	2020-21	2019-20
INCOME			
Revenue from operations (gross)	21	1,59,92,88,042	1,33,09,71,905
Less:- GST		24,48,94,459	20,28,80,188
Revenue from operations (net)		1,35,45,93,583	1,12,81,11,719
Other Income	22	37,17,348	80,09,458
Total Revenue		1,35,83,10,931	1,13,61,21,177
EXPENSES			
Manufacturing and operating expenses:	23		
Cost of material consumed		75,93,83,353	57,06,03,768
Purchases of stock in trade		-	-
Stores, spares and tools consumed		15,19,14,616	12,67,52,977
Changes in inventories of finished goods, work-in-progress and stock-in-trade		(70,89,329)	5,05,871
Other manufacturing and operating expenses		17,65,30,416	16,47,15,544
Employee benefits expenses	24	6,60,35,520	7,80,68,692
Finance costs	25	6,41,24,317	5,88,52,933
Depreciation	26	3,97,04,245	3,57,45,956
Other expenses	27	5,90,35,529	5,71,49,152
Total Expenses		1,30,96,38,666	1,09,23,94,892
		4,86,72,265	4,37,26,285
Tax expense			
Current tax		85,00,000	93,00,000
Income Tax for earlier years		(18,92,896)	(4,585)
Deferred tax		40,13,163	29,67,942
		1,06,20,267	1,22,63,357
Profit for the year		3,80,51,998	3,14,62,928
Earning per Equity Shares			
Basic (In Rs)		3.89	3.22
Diluted (In Rs)		3.89	3.22

SIGNIFICANT ACCOUNTING POLICIES 28
 OTHER NOTES FORMING PART OF THE ACCOUNTS 29

As per our report attached
 Sharp & Tannan
 Chartered Accountants
 Firm registration no: 000452N
 By the hand of

Rajkumar

Rajkumar Khullar
 Partner
 Membership no:- 092507

Place: Jalandhar
 Date: 30-11-2021



Ajay Sikka
 Ajay Sikka
 Managing Director
 DIN: 00665858

Rajat Kathpalia
 Rajat Kathpalia
 Company Secretary
 Redg No :36236

Gopika Sikka
 Gopika Sikka
 Director
 DIN: 00665904

SHARP CHUCKS & MACHINES PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

	(Amount in Rs.)	
	2020-21 Rs.	2019-20 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit/ (Loss) before tax	4,86,72,265	4,37,26,285
Adjustments for:		
Depreciation	3,97,04,245	3,57,45,956
Forex fluctuation(gain) /loss	(1,70,362)	(15,42,421)
Preliminary expenses W/O	-	-
Interest paid	6,41,24,317	5,88,52,933
Interest received	(8,74,782)	(22,46,418)
Profit/Loss on sale of Fixed Assets	-	1,51,951
Direct tax paid	(66,07,104)	(92,95,415)
Operating profit / (Loss) before working capital changes	14,48,48,578	12,53,92,871
Adjustment for:		
(Increase) / decrease in short term loans and advances	49,45,059	(1,29,49,625)
(Increase) / decrease in long term loans and advances	(47,12,402)	(20,74,188)
(Increase) / decrease in trade receivables	3,78,697	(7,62,44,981)
(Increase) / decrease in inventories	(2,82,31,700)	(1,76,86,774)
(Increase) / decrease in other current assets	3,62,000	3,62,000
Increase / (decrease) in trade payables	(5,69,85,816)	5,48,32,544
Increase / (decrease) in other current liabilities and current maturities of long term borrowings	4,89,30,245	(1,01,11,112)
Increase / (decrease) in other long term liability	(10,00,000)	10,20,000
Increase / (decrease) in short term provisions	(9,41,591)	11,33,271
Increase / (decrease) in long term provisions	5,18,899	15,03,191
Increase / (decrease) in long term borrowings	7,24,03,417	2,82,23,776
Increase / (decrease) in short term borrowings	(1,21,26,416)	2,77,75,385
Cash flow from operating activities (A)	16,83,88,969	12,11,76,377
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Sale / (Purchase) of property, plant and equipment -Net	(10,46,44,228)	(6,23,08,195)
Interest received	8,74,782	22,46,418
Net cash flow (used in) /from investing activities (B)	(10,37,69,444)	(6,00,61,777)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Security premium	-	-
Proceeds from issue of shares	-	-
Interest paid	(6,41,24,317)	(5,88,52,933)
Net cash flow / (used in) from financing activities (C)	(6,41,24,317)	(5,88,52,933)
Net increase in cash and cash equivalents (A+B+C)	4,95,208	22,61,667
Cash and cash equivalents at beginning of the period	83,63,861	61,02,194
Cash and cash equivalents at end of the period	88,59,070	83,63,861
Net increase in cash and cash equivalents	4,95,208	22,61,667

Notes:

- Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standard (AS) 3: "Cash Flow Statements" as specified in the Companies (Accounting Standards) Rules, 2006.
- Purchase of Property, Plant and Equipment includes movement of capital work-in-progress during the year.

As per our report attached
 Sharp & Tannan
 Chartered Accountants
 Firm registration no: 000452N
 By the hand of

Rajkumar
 Rajkumar Khuller
 Partner
 Membership no:- 092507

Place: Jalandhar
 Date: 30-11-2021



Ajay Sikka
 Ajay Sikka
 Managing Director
 DIN: 00665858

Rajat Kathpalia
 Rajat Kathpalia
 Company Secretary
 Redg No :36236

Gopika Sikka
 Gopika Sikka
 Director
 DIN: 00665904

NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD AS AT MARCH 31, 2021

1. SHARE CAPITAL

(a) Share capital authorised, issued, subscribed and paid up:

Particulars	As at 31/03/2021		As at 31/03/2020	
	Number of shares	Rs	Number of shares	Rs
Authorised				
Equity shares of Rs. 10/- each	1,10,00,000	11,00,00,000	1,10,00,000	11,00,00,000
	<u>1,10,00,000</u>	<u>11,00,00,000</u>	<u>1,10,00,000</u>	<u>11,00,00,000</u>
Issued, Subscribed and Paid Up:				
Equity shares of Rs. 10/- each fully paid up	97,84,308	9,78,43,080	97,84,308	9,78,43,080
	<u>97,84,308</u>	<u>9,78,43,080</u>	<u>97,84,308</u>	<u>9,78,43,080</u>

(b) Reconciliation of the number of equity shares and share capital:

Particulars	2020-21		2019-20	
	Number of shares	Rs	Number of shares	Rs
Issued, subscribed and fully paid up equity shares outstanding at beginning of the year	97,84,308	9,78,43,080	97,84,308	9,78,43,080
Add: Shares issued during the year	-	-	-	-
Issued, subscribed and fully paid up equity shares outstanding at end of the year	<u>97,84,308</u>	<u>9,78,43,080</u>	<u>97,84,308</u>	<u>9,78,43,080</u>

(c) Terms/rights attached to equity shares:

The Company has only one class of share capital, i.e. equity shares having face value of 10 per share. Each holder of equity share is entitled to one vote per share. "In addition a Subscription-cum-Shareholders Agreement was executed on April 22, 2014 between Company, Promoters, Other Shareholders and SIDBI Venture Capital Limited with terms and conditions of the investment".

(d) The details of Shareholders holding more than 5% shares :

Name of the shareholder	Number of shares	Shareholding %	Number of shares	Shareholding %
EQUITY SHAREHOLDERS				
Sh. Ajay Sikka	40,50,920	41.40	40,50,920	41.40
Smt. Suman Bala	5,68,685	5.81	5,68,685	5.81
Sh Ashok Sikka	6,42,892	6.57	6,42,892	6.57
Smt. Gopika Sikka	17,67,170	18.06	17,67,170	18.06
SIDBI Trustee Company Limited A/c India Opportunities Fund	19,28,516	19.71	19,28,516	19.71



(2) RESERVE AND SURPLUS			(Amount in Rs.)	
Particulars	As at 31/03/2021	As at 31/03/2020		
(a) SECURITY PREMIUM				
As per last Balance Sheet	7,42,86,417	7,42,86,417		
Add: Amount received during the year	-	-		
Total	7,42,86,417	7,42,86,417		
(b) GENERAL RESERVE				
As per last Balance Sheet	1,63,00,000	1,43,00,000		
Add: Additions during the year	20,00,000	20,00,000		
Total	1,83,00,000	1,63,00,000		
(c) CAPITAL SUBSIDY				
As per last Balance Sheet	19,42,200	19,42,200		
Add: Additions during the year	-	-		
Total	19,42,200	19,42,200		
(d) PROFIT & LOSS ACCOUNT				
As per last Balance Sheet	19,99,96,422	17,05,33,494		
Add: Profit for the year	3,80,51,998	3,14,62,928		
Less: Adjustment	-	-		
Less: Transfer to general reserve	(20,00,000)	(20,00,000)		
Total	23,60,48,420	19,99,96,422		
	33,05,77,037	29,25,25,039		
(3). LONG TERM BORROWINGS				
(Amount in Rs.)				
Particulars	As at 31/03/2021	As at 31/03/2020		
Secured				
-Term Loans from Banks	24,52,10,657	13,00,25,526		
-Term Loan from Financial Institutions	-	-		
Less :- Current Maturities of long term borrowing	-	-		
-Term Loans from Banks	7,00,01,575	2,72,19,862		
-Term Loan from Financial Institutions	-	-		
-Other Loans from Banks	-	-		
Unsecured				
	-	-		
Total	17,52,09,082	10,28,05,664		
<p>TL Canara Bank :-</p> <p>i. Properties at A-12, Industrial Development Colony, Jalandhar and House no-147-148 Shakti Nagar Jalandhar owned by Mr. Ajay Sikka; and Mrs Gopika Sikka</p> <p>ii. Properties at A-10, A-11, A-13, A-17, A-18 A-20 A-21, A-22, A-23 and A-26, Industrial Development Colony, Jalandhar owned by the Company; and Property at Hanbast no 325 Khewat Khatoni Village Sura, Jalandhar owned by the Company.</p> <p>TL Axis Bank :-</p> <p>Collateral Security : Land & Building situated at Kh No. 39/6,7,14,15,17,24 Village Dhogri, Tehsil & Distt. Jalandhar.</p> <p>Maturity profile and other relevant terms of Secured Term Loans are as set out below :</p>				
Particulars	O/S 31.03.2021	2021-22	2022-23	2023-24 onwards
Axis Bank Term Loan	7,79,09,933	92,85,720	1,28,57,160	5,57,67,053
Canara Bank New Term Loan (2508766000064)	2,26,18,320	90,00,000	90,00,000	46,18,320
Canara Bank New Term Loan (2508766000066) Covid FITL	1,08,95,901	1,08,95,901	-	-
Canara Bank New Term Loan (2508766000078)	2,03,89,732	75,00,000	75,00,000	53,89,732
Canara Bank New Term Loan (2508753000008)-WCCL	2,11,91,637	1,73,33,328	38,58,304	0
Canara Bank New Term Loan (2508755000070)-ADHOC Limit	6,24,67,973	1,03,33,332	2,06,66,664	3,14,67,977
Axis Bank Ltd (Adhoc C/c)	2,81,85,490	46,66,668	93,33,324	1,41,85,504
HDFC Bank Car Loan (Mahindra Tuv)	42,715	42,715	-	-
HDFC Bank Car Loan (Swift)	32,583	32,583	-	-
HDFC Bank (Forklift) A/c No: 83115958 (21000*47)	2,56,359	2,35,549	20,811	0
HDFC Bank (Forklift) A/c No: 84891409(20455)	7,28,304	1,84,071	2,02,364	3,41,870
HDFC Car Loan (fortuner Car)	4,91,709	4,91,709	-	-
	24,52,10,657	7,00,01,575	6,34,38,626	11,17,70,456



(4) DEFERRED TAX LIABILITY (NET)			(Amount in Rs.)
Particulars	As at 31/03/2021	As at 31/03/2020	
Deferred tax liability	4,05,65,712	3,65,52,549	
Total	4,05,65,712	3,65,52,549	
(5) OTHER LONG TERM LIABILITIES			(Amount in Rs.)
Particulars	As at 31/03/2021	As at 31/03/2020	
From Directors	1,22,22,195	1,32,22,195	
From Promoters under stipulation of financial institutions	1,00,00,000	1,00,00,000	
Total	2,22,22,195	2,32,22,195	
* Interest free loan from directors/ Promoters			
(6) LONG TERM PROVISIONS			(Amount in Rs.)
Particulars	As at 31/03/2021	As at 31/03/2020	
Provisions for employee benefits	65,58,211	60,39,312	
Total	65,58,211	60,39,312	
(7) SHORT TERM BORROWINGS			(Amount in Rs.)
Particulars	As at 31/03/2021	As at 31/03/2020	
Secured			
Canara bank C/C	25,19,58,426	25,29,75,916	
Canara bank packing credit	1,00,00,000	1,00,00,000	
Axis Bank Ltd C/c	8,02,70,806	8,05,31,981	
Mahindra & Mahindra Financial Services Ltd (PO Discounting)	2,00,00,000	2,00,00,000	
Unsecured			
From Bank	94,53,616	1,87,67,033	
From Other	1,14,20,659	1,29,54,994	
Total	36,31,03,507	37,52,29,924	
NOTE:			
Working capital facility from Canara Bank is secured against:-			
Primary security:			
Secured against hypothecation of stock, book debts and plant and machinery			
Collateral Security :			
i. Properties at A-12, Industrial Development Colony, Jalandhar and House no-147-148 Shakti Nagar Jalandhar owned by Mr. Ajay Sikka; and Mrs Gopika Sikka			
ii. Properties at A-10, A-11, A-13, A-17, A-18 A-20 A-21, A-22. A-23 and A-26, Industrial Development Colony, Jalandhar owned by the Company; and			
iii. Property at Hanbast no 325 Khewat Khatoni Village Sura, Jalandhar owned by the Company.			
iv) Cash credit facility from Axis Bank is secured against:-			
Primary Security : First pari passu charge with canara bank by way of hypothecation of stock, book debts and Plant & Machinery			
Collateral Security : Land & Building situated at Kh No. 39/6,7,14,15,17,24 Village Dhogri, Tehsil & Distt. Jalandhar.			



(8) CURRENT MATURITY OF LONG TERM BORROWINGS		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Current Maturities of long term borrowing:		
-Term Loans from Banks	7,00,01,575	2,72,19,862
-Term Loan from Financial Institutions	-	-
-Other Loans from Banks	-	-
Total	<u>7,00,01,575</u>	<u>2,72,19,862</u>
(9) TRADE PAYABLES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Micro, Small and Medium Enterprises	2,56,46,810	1,50,45,070
Others	15,11,87,869	21,87,75,225
Total	<u>17,68,34,479</u>	<u>23,38,20,295</u>
(10) OTHER CURRENT LIABILITIES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Duties & taxes	1,83,90,078	1,88,40,181
Advance from parties	-	13,822
Expense payable	2,51,22,112	1,95,09,656
Total	<u>4,45,12,190</u>	<u>3,83,63,659</u>
(11) SHORT TERM PROVISIONS		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Provision for income tax	85,00,000	93,00,000
Provisions for employee benefits (Current)	6,29,108	7,70,699
Total	<u>91,29,108</u>	<u>1,00,70,699</u>



Note no.12

Property, plant and equipment

(Amount in Rs.)

	Gross Block				Depreciation			Net Block	
	As at 01.04.2020	Additions	Deduction	As at 31.03.2021	As at 01.04.2020	For the year	Deduction	As at 31.03.2021	As at 31.03.2020
Tangible assets									
Land	3,77,11,826	-	-	3,77,11,826	-	-	-	3,77,11,826	3,77,11,826
Building	6,37,30,831	3,52,872	-	6,40,83,703	1,20,11,560	16,59,703	-	5,04,12,440	5,17,19,271
Computer	36,91,719	2,07,178	-	38,98,897	34,08,181	1,15,482	-	3,75,234	2,83,538
Plant & Machinery	54,25,03,189	10,13,06,133	-	64,38,09,322	16,80,78,339	3,54,39,835	-	44,02,91,148	37,44,24,850
Furniture & office equipments	1,04,84,235	6,66,042	-	1,11,50,277	51,82,650	9,25,840	-	61,18,490	52,91,585
Vehicles	1,04,42,512	-	-	1,04,42,512	55,64,378	10,23,068	-	65,87,446	48,78,134
Air pollution control	31,05,059	-	-	31,05,059	9,88,458	2,02,383	-	11,88,841	21,18,601
Capital work in progress									
Building Under Construction	26,58,273	16,35,330	-	42,93,603	-	-	-	42,93,603	26,58,273
Total-(i)	67,43,27,643	10,41,67,555	-	77,84,95,198	19,52,41,566	3,93,66,311	-	54,38,87,321	47,90,86,077
Intangible Assets									
Software	23,88,982	-	-	23,88,982	14,44,891	3,37,833	-	6,06,158	9,44,091
Capital work in progress									
Computer Software Under Development	2,52,500	4,76,671	-	7,69,171	-	-	-	7,69,171	2,92,500
Total-(ii)	26,81,482	4,76,671	-	31,58,153	14,44,891	3,37,833	-	13,75,329	12,36,591
Total-(i)+(ii)	67,70,09,125	10,46,44,226	-	78,16,53,350	19,66,86,457	3,97,04,244	-	54,52,62,649	48,03,22,668
Previous Year	61,49,45,928	6,27,13,197	20,20,000	67,70,09,125	16,10,33,550	3,57,45,957	93,050	48,03,22,668	45,39,12,379



(13) LONG TERM LOANS & ADVANCES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Capital advances	28,36,585	11,69,652
Security deposits	2,10,30,031	1,79,84,562
Total	<u>2,38,66,616</u>	<u>1,91,54,214</u>
(14) INVENTORIES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
(Valued at cost or market value whichever is lower)		
Raw material	17,96,16,451	15,84,95,280
Finished goods	14,85,15,640	14,68,40,514
Semi finished goods	18,36,76,919	17,82,62,716
Consumable stores & packing stock	75,73,900	75,52,700
Total	<u>61,93,82,910</u>	<u>49,11,51,210</u>
(15) TRADE RECEIVABLE		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Debts outstanding for a period of more than six months		
- Considered good	2,67,89,814	1,44,36,145
- Considered doubtful	-	-
- Less : Allowance for doubtful debts	-	-
Other debts		
- Considered good	18,66,01,192	19,91,63,197
- Considered doubtful	-	-
- Less : Allowance for doubtful debts	-	-
Total	<u>21,33,91,006</u>	<u>21,35,99,342</u>
Note: The Company has disclosed the above information based on the invoice date and not from the date the trade receivables are due for payment.		
(16) CASH & BANK BALANCES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Cash & Cash Equivalents		
Balance with banks	60,85,376	21,66,583
Cash on hand	4,60,431	39,92,450
Fixed deposits with banks (maturity less than 3 months)	-	-
Other bank balances	-	-
Margin money deposits	-	-
Fixed deposits with banks including interest accrued thereon [bank deposits with more than 12 months maturity]	23,13,262	22,04,828
Total	<u>88,59,070</u>	<u>83,63,861</u>



(17) SHORT TERM LOANS & ADVANCES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
(Unsecured and Considered Good)		
Other loans & advances recoverable in cash or kind	-	-
Balance with revenue authorities	-	-
Advances to parties	1,33,38,212	1,66,63,749
Advance tax	65,37,184	71,68,671
Others	55,56,528	85,44,563
Total	2,54,31,924	3,03,76,983
(18) OTHER CURRENT ASSETS		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Deferred revenue expenditure (to the extent not written off)	3,62,000	7,24,000
Total	3,62,000	7,24,000
(19) CONTINGENT LIABILITIES		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Claim against the Company not acknowledged as debt	-	31,200
Total	-	31,200
(20) CAPITAL COMMITMENTS		
(Amount in Rs.)		
Particulars	As at 31/03/2021	As at 31/03/2020
Estimated amount of contracts remaining to be executed on capital account (net of advances)	-	21,82,500
Total	-	21,82,500



(21) REVENUE FROM OPERATIONS			(Amount in Rs.)
Particulars	2020-21	2019-20	
Sale of Products	1,59,92,88,042	1,33,09,71,905	
Sale of Services	-	-	
Total	<u>1,59,92,88,042</u>	<u>1,33,09,71,905</u>	
(22) OTHER INCOME			(Amount in Rs.)
Particulars	2020-21	2019-20	
Exports incentives	20,13,147	34,11,647	
Interest received	8,74,782	22,46,418	
Foreign exchange fluctuation	1,70,362	15,42,421	
PMRY EPF Subsidy Received	4,93,945	5,59,542	
Other Income	1,65,112	2,49,430	
Total	<u>37,17,348</u>	<u>80,09,458</u>	
(23) MANUFACTURING AND OPERATING EXPENSES			(Amount in Rs.)
Particulars	2020-21	2019-20	
Material Consumed			
Opening Stock	15,84,95,280	13,82,13,485	
Add: Purchases	78,05,04,524	59,08,85,563	
Less: Closing Stock	(17,96,16,451)	(15,84,95,280)	
Total	<u>75,93,83,353</u>	<u>57,06,03,768</u>	
Purchases of stock in trade	-	-	
Stores, spares and tools consumed	15,19,14,616	12,67,52,977	
Changes in inventories of finished goods, work in progress and stock in trade			
Opening stock			
Finished goods	14,68,40,514	15,94,67,105	
Work in progress	17,82,62,716	16,61,41,996	
Closing stock			
Finished goods	(14,85,15,640)	(14,68,40,514)	
Work in progress	(18,36,76,919)	(17,82,62,716)	
Total	<u>(70,89,329)</u>	<u>5,05,871</u>	
Other manufacturing and operating expenses			
-Power & fuel	14,00,60,159	11,50,46,538	
-Oil & lubricants	91,89,357	87,79,813	
-Machinery repair & maintenance	80,56,929	1,13,12,602	
-Freight, octroi and cartage	69,87,242	67,78,401	
-Job work charges	1,22,36,729	2,27,98,191	
Total	<u>17,65,30,416</u>	<u>16,47,15,544</u>	



<u>(24) EMPLOYEE BENEFITS EXPENSES</u>		
(Amount in Rs.)		
Particulars	2020-21	2019-20
Salaries, wages, bonus etc.	5,68,19,435	6,71,07,013
Contributions to provident, ESI & gratuity	65,29,238	80,51,091
Staff welfare expense	26,86,847	29,10,588
Total	6,60,35,520	7,80,68,692
<u>(25) FINANCE COSTS</u>		
(Amount in Rs.)		
Particulars	2020-21	2019-20
Interest expenses	5,38,74,575	4,60,58,275
Bank charges & finance charges	1,02,49,742	1,27,94,658
Total	6,41,24,317	5,88,52,933
<u>(26) DEPRECIATION AND AMORTIZATION EXPENSES</u>		
Particulars	2020-21	2019-20
Depreciation	3,97,04,245	3,57,45,956
Total	3,97,04,245	3,57,45,956
<u>(27) OTHER EXPENSES</u>		
Particulars	2020-21	2019-20
Brokerage & commission	27,71,332	31,66,855
Packing expenses	31,96,284	39,76,180
Professional Charges	43,57,595	41,76,692
Freight & handling charges	1,72,71,876	1,39,25,347
Rent, rates & taxes	5,99,184	12,03,388
Travelling expense	4,78,844	17,55,330
Insurance charges	10,50,748	6,95,140
Advertisement & sale promotion expenses	1,52,666	2,17,041
Repair & maintenance	33,76,200	35,33,521
Auditors remuneration	9,20,000	9,20,000
Amortization of deferred revenue expenditure	3,62,000	3,62,000
Loss on sale of Assets	-	1,51,951
Lease rental on machinery	32,26,259	32,23,258
Charity & donation	1,48,500	47,300
Postage & telephone expenses	4,30,462	5,99,371
Printing & stationery	4,36,965	5,14,782
Rebate & discount	1,65,33,940	1,49,38,514
Other expenses	37,24,672	37,42,481
Total	6,90,35,529	5,71,49,152



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

Note: - 28

Significant accounting policies

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with generally accepted accounting principles ["GAAP"] in compliance with the provisions of the Companies Act, 2013 and the Accounting Standards as specified in the Companies (Accounting Standards) Rules, 2006 read with Rule 7(1) of the Companies (Accounts) Rules, 2014 issued by the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known /materialized.

C. PRESENTATION OF FINANCIAL STATEMENTS

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Cash Flow Statement has been prepared and presented as per the requirements of Accounting Standard (AS) 3 "Cash Flow Statements". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards.

D. INVENTORIES

Items of inventories are measured at lower of cost or net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition.

E. REVENUE RECOGNITION

- (a) Revenue/Income and Cost/Expenditure are generally accounted for on accrual as they are earned or incurred, except in case of significant uncertainties.
- (b) Export incentives under various scheme promoted by Government of India are recognized on the basis of export affected during the accounting year.
- (c) Sale of goods is recognized on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods. Exports sales if any accounted for on the basis of the dates of 'On board Bill of lading.'
- (d) Dividend income is recognized when the right to receive payment is established.
- (e) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.



F. PROPERTY, PLANT AND EQUIPMENT (PPE)

PPE are stated at cost less accumulated depreciation and amortization. Cost of fixed assets comprises purchase price (net of duties, rebates and discounts), non refundable duties, taxes or levies and any directly attributable cost of bringing the assets to its working condition for its intended use.

G. DEPRECIATION

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

H. FOREIGN CURRENCY TRANSACTIONS

- (a) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- (b) Monetary items denominated in foreign currencies at the year end are restated at year end rates.
- (c) Non-monetary foreign currency items are carried at cost.
- (d) Any resulting loss /gain is charged / taken to the Profit & Loss Account.

I. INVESTMENTS

Current investments are carried at lower of cost or fair value, computed category-wise. Non Current investments are stated at cost. Provision for diminution in the value of Non Current investments is made only if such a decline is other than temporary.

J. EMPLOYEE BENEFITS

- (a) Short term employee benefits:

All employee benefits falling due within twelve months of rendering the service are classified as short term employee benefits, which include benefits like salaries, short term compensated absences, expected cost of performance incentives, ex-gratia etc. are recognized as expense in the period in which the employee renders the related service.

- (b) Long term employee benefits:

Long term employee benefits including compensated absences that are not expected to occur within twelve months after the end of the period in which the employee renders related services are recognized as a liability at the present value of the defined benefit obligation based on actuarial valuation (under projected unit credit method) carried out at the Balance Sheet date.



(c) Post Employment Benefits:

i. Defined-contribution plans:

The Company has defined contribution plans (where Company pays pre-defined amounts and does not have any legal or informal obligation to pay additional sums) for post employment benefits (viz. Provident Fund), the Company's contributions thereto are charged to Profit and Loss Account every year.

ii. Defined-benefit plan:

The Company has a defined benefit plan (viz., Gratuity) for employees, the liability for which is determined on the basis of valuation carried out by an independent actuary (under projected unit credit method) at the Balance Sheet date.

iii. Actuarial gains and losses in respect of post-employment and other long term benefits are charged to the Profit and Loss Statement.

K. BORROWING COSTS

Borrowing costs include interest, commitment charges, amortization of ancillary costs, amortization of discounts/premium related to borrowings, finance charges in respect of assets acquired on finance lease and exchange differences arising from foreign currency borrowings, to the extent they are regarded as an adjustment to interest costs.

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of cost of such asset till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognized as an expense in the period in which they are incurred.

L. SEGMENT ACCOUNTING

Segment accounting policies are in line with the accounting policies of the company. In addition, the following specific accounting policies have been followed for segment reporting:

- i. Segment revenue includes sales and other income directly identifiable with/allocable to the segment.
- ii. Expenses that are directly identifiable with/allocable to segments are considered for determining the segment results. Expenditure, which relate to the company as a whole and not allocable to segments are included under "un-allocable corporate expenditure".
- iii. Income, which relates to the Company as a whole and not allocable to is included in "un-allocable corporate income".
- iv. Segment assets and liabilities include those directly identifiable with the respective segments.

M. LEASES

- i. Assets acquired on lease where significant portion of risks and rewards of ownership are transferred to the lessee are classified as finance leases. Such assets are capitalized at the inception of the lease at the lower of the fair value or the present value of minimum lease payments and a liability is created for an equivalent amount.
- ii. Assets acquired on lease where significant portion of risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease rentals are charged to Statement of Profit and Loss on accrual basis.



N. INCOME TAXES

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on expected outcome of assessments.

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets relating to unabsorbed depreciation/business losses, losses under the head capital gains are recognized and carried forward to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Other deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

O. IMPAIRMENT

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

P. DEFERRED REVENUE EXPENDITURE

Deferred revenue expenditure is amortized over the period of five years.

Q. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognized in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognized nor disclosed in the financial statements.



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

Note: - 29

Other notes forming part of accounts

A. The Company has outstanding bank guarantees amounting to Rs. 9,33,410 /- (Previous Year Rs. 9,33,410 /-) and letter of credit amounting to Rs. 90,00,000 /- (Previous Year - Rs. 90,00,000 /-).

B. **Disclosure pursuant to Accounting Standard (AS) 15 (Revised) "Employee benefits"**

Defined contribution plans:

During the year, the Company has contributed Rs. 39,59,356/- (Previous Year Rs. 46,83,488/-) towards recognized provident fund.

Defined benefit plans:

a) The amounts recognized in the Balance Sheet in respect of Gratuity Fund are as follows –

	As at 31.03.2021 (Rupees)	As at 31.03.2020 (Rupees)
Present value of unfunded obligations at the beginning of the period	68,10,011	51,73,549
Amount to be recognized as liability at the end of the period	71,87,319	68,10,011
Amount reflecting in the Balance Sheet as Current Liability	6,29,108	7,70,699
Amount reflecting in the Balance Sheet as Non-current Liability	65,58,211	60,39,312

b) The amounts recognized in the Statement of Profit and Loss for gratuity liability are as follows:-

	Year ended 31.03.2021 (Rupees)	Year ended 31.03.2020 (Rupees)
Current Service Cost	15,92,876	17,16,979
Interest Cost	4,76,701	3,62,148
Net Actuarial Losses/(Gains) recognized in the year	(5,24,354)	29,500
Expenses recognized in the statement of profit & loss	15,45,223	21,08,627



- c) The changes in the present value of defined benefit obligations (relating to gratuity liability) representing reconciliation of opening and closing balances thereof are as follows:-

	As at 31.03.2021 (Rupees)	As at 31.03.2020 (Rupees)
Opening balance of the present value of defined benefit obligations	68,10,011	51,73,549
Add:-Current Service Cost	15,92,876	17,16,979
Add:- Interest Cost	4,76,701	3,62,148
Add:- Actuarial Losses/(Gains)	(5,24,354)	29,500
Less:-Benefit Paid	(11,67,915)	(4,72,165)
Closing balance of the present value of defined benefit obligations	71,87,319	68,10,011

- d) Principal actuarial assumptions as at the Balance Sheet date:

	As at 31.03.2021	As at 31.03.2020
Discount Rate (p.a)	7.00 % per annum	7.00 % per annum
Salary Escalation rate (p.a)	5.00% per annum	5.00% per annum
Withdrawal Rate	5.00% per annum	5.00% per annum

- 1) Discount rate- Discount Rate has been determined by reference to market yields on the balance sheet date on Government bonds.
- 2) Salary escalation rate- The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.
- 3) Retirement age-The employees of the Company are assumed to retire at the age of 60 years.
- 4) Mortality- As per published rates under the Indian Assured Lives Mortality (2012-14) Ultimate Table.

- C. The Company has amounts due to suppliers covered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at March 31, 2021. The disclosures pursuant to the said Act is as under:

Particulars	As at March 31, 2021 (Rupees)	As at March 31, 2020 (Rupees)
Principle amount due to supplier registered under the MSMED Act and remaining unpaid as at the year end	2,56,46,610	1,50,45,070



Interest due to suppliers registered under the MSMED Act on the above and remaining unpaid as at the year end	-	-
Principle amount paid to suppliers registered under the MSMED Act, beyond appointed day during the year	-	-
Interest paid other than Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond appointed day during the year	-	-
Interest due and payable to suppliers under the MSMED Act, beyond appointed date during the year	-	-
Interest due and payable to suppliers registered under the MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-

The details with respect to amount due to micro and small enterprises have been determined to the extent such parties have been identified, based on information available with the Company. The Company has worked out interest liability amounting to Rs. 24.69 Lacs on account of delay in payment to suppliers. The above interest liability will be accounted for in the books on cash basis.

D. Disclosures pursuant to AS- 17 "Segment Reporting"

I. Primary Segment

The Primary segment reporting of the Company has been determined to be the business segments. The Company has only one business segment which is manufacture and sale of customized Casting, Machine Tools and Forging items. The amounts appearing in these financial statements relate to this primary business segment and therefore no separate business segment disclosure is required.

II. Secondary Segment

The Company has identified its geographic segments as (1) India and (2) Outside India. The details in respect of the geographical segments are given below:

((Rupees in Lacs))

	India		Outside India		Total	
	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
Secondary Segments						
Segment Revenue (Net)	13002.55	10632.02	543.39	649.10	13545.94	11281.12

The Company's assets are entirely located in India.



E. As required by AS-18, "Related Party Disclosures", are given below:

I. Relationships:-

Key Management Personnel	Shri. Ajay Sikka (Managing Director) Smt. Gopika Sikka (Director)
Others (Related Parties)	Shri Ajay Sikka (HUF) Smt. Suman Bala Shri. Dinesh Sikka

II. Transactions with related parties during the year:-

(Amount in Rupees)

Particulars	Directors		Others/Promoters	
	20-21	19-20	20-21	19-20
Remuneration	24,75,000	27,00,000	-	-
Travelling	3,17,542	14,23,064	-	-
Unsecured Loan	-	-	-	15,00,000

III. Outstanding Balances as at March 31,2021:-

(Amount in Rupees)

Particulars	Directors		Others/Promoters	
	20-21	19-20	20-21	19-20
Loan/Advance payables	1,18,22,195	1,28,22,195	1,19,00,000	1,19,00,000

F. Disclosure pursuant to AS- 19 "Leases"

- The Company has not taken any assets on financial lease;
- The Company has taken machines under cancellable operating leases. The lease agreements are normally renewed on expiry. Lease rent charged to statement of profit and loss account for the year is Rs 32,26,259/- (Year 2019-20 – Rs. 32,23,258/-).



G. Earnings per share

Basic earnings per share have been computed by dividing the net profit after tax by the number of equity shares outstanding for the year.

Particulars	2020-21 (Rupees)	2019-20 (Rupees)
Net Profit after tax (Rs.) – A	3,80,51,998	3,14,62,928
Number of weighted average equity shares (No's) – B	97,84,308	97,84,308
Basic Earnings per share (A/B)	3.89	3.22

H. Major components of Deferred tax (Assets) /Liabilities

(Amount in Rupees)

Particulars	Deferred Tax As on 01.04.2020	Current Year Deferred Tax	Deferred Tax As on 31.03.2021
Deferred Tax Assets			
Provision for Gratuity	19,07,198	1,04,967	20,12,165
Sub Total-(I)	19,07,198	1,04,967	20,12,165
Deferred Tax Liability			
Difference between Book / Tax Depreciation	3,84,59,747	41,18,130	4,25,77,877
Sub Total-(II)	3,84,59,747	41,18,130	4,25,77,877
Deferred Tax Assets/(Liabilities) (I-II)	(3,65,52,549)	(40,13,163)	(4,05,65,712)

I. Detail of Sales and raw material consumption:-

A) Sales (Net) :

Class of Goods	2020-21 (Rupees)	2019-20 (Rupees)
Export Sale	5,43,39,113	6,49,10,184
Domestic Sale	130,02,54,470	106,32,01,535



B) Raw Material & Components Consumed:

Particulars	2020-21 (Rupees)	%	2019-20 (Rupees)	%
Indigenous	75,93,83,353	100.00	56,25,76,217	98.59
Imported material	-	0.00	80,27,551	1.41
	75,93,83,353	100	57,06,03,768	100

J. Foreign exchange Earnings, Expenditure and Exposure:-**Earning in foreign currency:-**

Particulars	2020-21 (Rupees)	2019-20 (Rupees)
Export of Goods(FOB Value)	5,43,39,113	6,49,10,184

Expenditure in foreign currency:

Particulars	2020-21 (Rupees)	2019-20 (Rupees)
Travelling	-	11,19,437

Foreign currency – Exposure:

The foreign currency outstanding balances have that not been hedged by any derivative instrument or otherwise as at March 31, 2021. The details of assets and liabilities denominated in foreign currency as at the reporting date is given as under

Details(Foreign Currency Denomination)	As at March 31, 2021		As at March 31, 2020	
	Foreign Currency Amount	Amount (In Rupees)	Foreign Currency Amount	Amount (In Rupees)
Assets				
USD	175062.50	12813868.00	88423.00	6276616.00
EURO	30240.00	2635185.28	17579.00	1489367.58
Liabilities				
USD	-	-	-	-
EURO	-	-	-	-

The Company has no derivatives outstanding at the balance sheet date.



K. Auditors' Remuneration (excluding applicable tax) charged to accounts:-

Particulars	2020-21 (Rupees)	2019-20 (Rupees)
Statutory Audit	6,70,000	6,70,000
Tax Audit	1,00,000	1,00,000
GST Audit	-	1,50,000

- L. The Company has delayed in making payment against outstanding of suppliers of goods and services. As per Goods and Services Tax Act., where a recipient fails to pay to the supplier of goods or services or both, the amount towards the value of supply along with tax payable thereon within a period of one hundred and eighty days from the date of issue of invoice by the supplier, an amount equal to the input tax credit availed by the recipient shall be added to his output tax liability, along with interest thereon.

However, GST ITC availed on such delay cases has not been reversed as stipulated under Goods and Services Tax Act. This has resulted in the interest liability amounting to Rs. 31.22 Lacs (including interest of Rs. 22.50 Lacs which pertains to the FY 2019-20). The same has not been accounted in the Books.

M. Estimation uncertainty relating to the global health pandemic on COVID-19

The novel Covid 19 pandemic has globally affected the economic activity including India. The future impact on business due to Covid 19 pandemic cannot be reasonably estimated since it depends on the future developments.

In assessing the recoverability of receivables, inventories and other assets, the Company has considered internal and external information up to the date of approval of these financial statements including economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

- N. The Company is not required to spend on Corporate Social Responsibility (CSR) related activities during the year.
- O. Balances under Sundry Debtors, Loans and Advances and Creditors are subject to confirmation. The impact of reconciliation, if any, will be given in the year of reconciliation.



- Q. In the opinion of Board of Directors, Current Assets have a value on realization at least equal to the amount at which they are stated in Balance Sheet.
- R. The corresponding previous year figures have been regrouped where necessary to confirm to the presentation of the current year's accounts.

As per our report attached

For and on behalf of the Board

Sharp & Tannan
Chartered Accountants
ICAI registration no.:- 000452N
By the hand of

Rajkumar

Rajkumar Khullar
Partner
Membership No: 092507

Ajay Sikka

Ajay Sikka
Managing Director
DIN: 00665858

Gopika Sikka

Gopika Sikka
Director
DIN: 00665904

Rajat Kathpal

Rajat Kathpal
Company Secretary
Redg No: 36236

Place: Jalandhar
Date: 30-11-2021



SHARP CHUCKS & MACHINES PVT. LTD.

Formerly SHARP CHUCKS & MACHINES LIMITED

Regd. Office : A-12, Industrial Development Colony, Jalandhar - 144 012 (Pb.)

E-mail : dispatch@sharpchucks.com accounts@sharpchucks.com

GSTIN : 03AACCS0690M1ZB
CIN: U27106PB1994PTC014701

Tel. 0181-2610341 , 2611763
Telefax : 0181-2610344
Website : www.sharpchucks.com

Date:-30.11.2021

Dear Members/Directors/Auditors

You are cordially invited to attend the 27TH Annual General Meeting (the 'AGM') of the members of Sharp Chucks and Machines Private Limited (the 'Company') to be held on Tuesday the 30th day of November, 2021 at 05.00 p.m. at the Registered office of the company at A-12, Industrial Development Colony, Jalandhar.

The Notice of the meeting, containing the business to be transacted is enclosed.

Thanking You

For and on behalf of

Sharp Chucks and Machines Private Limited

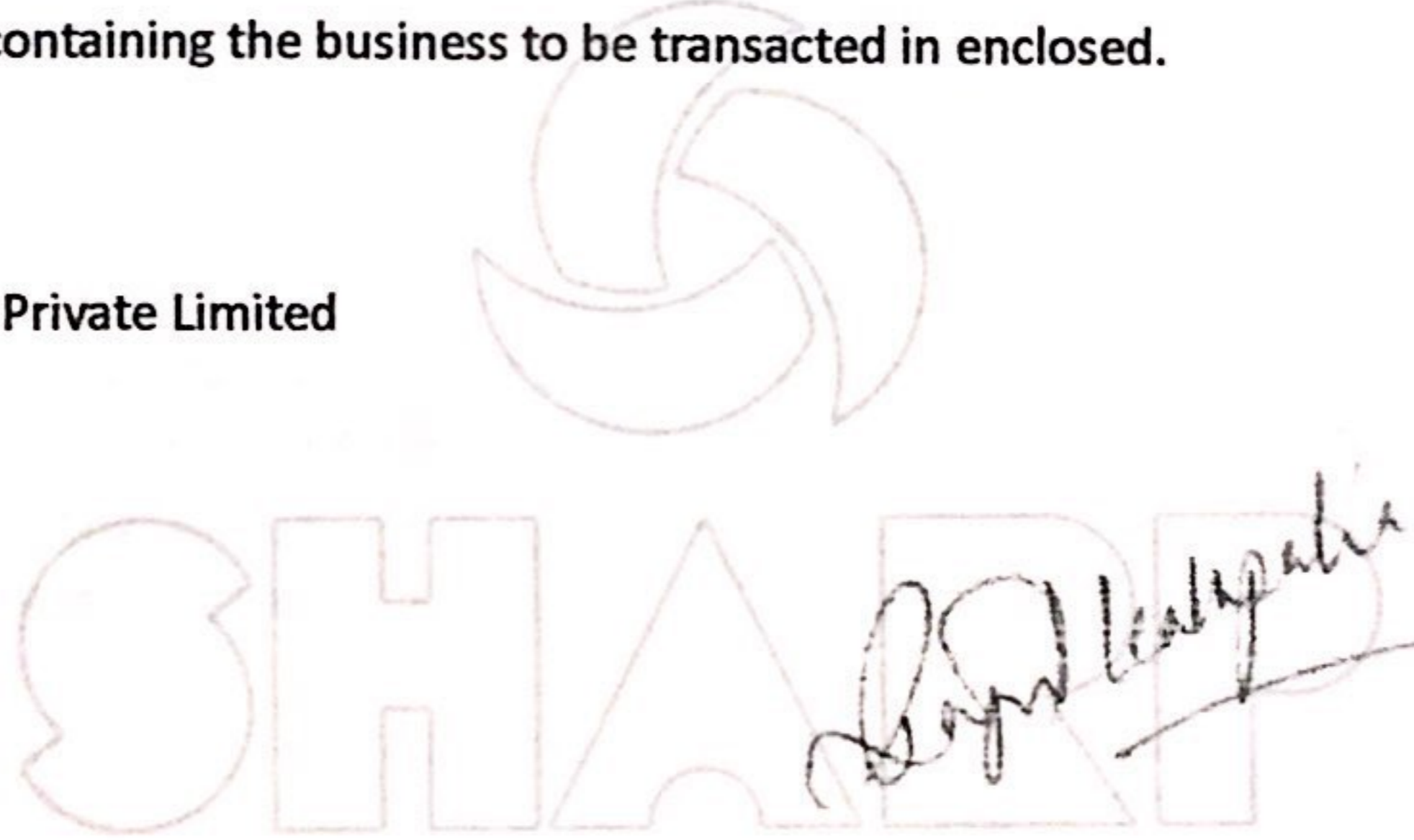


Ajay Sikka

(Managing Director)

DIN: 00665858

148, Shakti Nagar, Jalandhar



Rajat Kathpalia

(Company Secretary)

Ph.No.8054604005

Email:-cs@sharpchucks.com



MANUFACTURERS & EXPORTERS OF
"SHARP" PRECISION SELF CENTERING LATHE CHUCKS, DRILL CHUCKS,
INDEPENDENT CHUCKS & CUSTOMISED CASTING

SHARP CHUCKS & MACHINES PVT. LTD.

Formerly SHARP CHUCKS & MACHINES LIMITED
Regd. Office : A-12, Industrial Development Colony, Jalandhar - 144 012 (Pb.)
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Website : www.sharpchucks.com

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 27th Annual General meeting of the members of SHARP CHUCKS AND MACHINES PRIVATE LIMITED, JALANDHAR will be held on Tuesday , the 30th day of November, 2021 at 05.00 P.M. at the Registered office of the Company i.e. at A-12, Industrial Development Colony, Jalandhar to transact the following business:-

ORDINARY BUSINESS:-

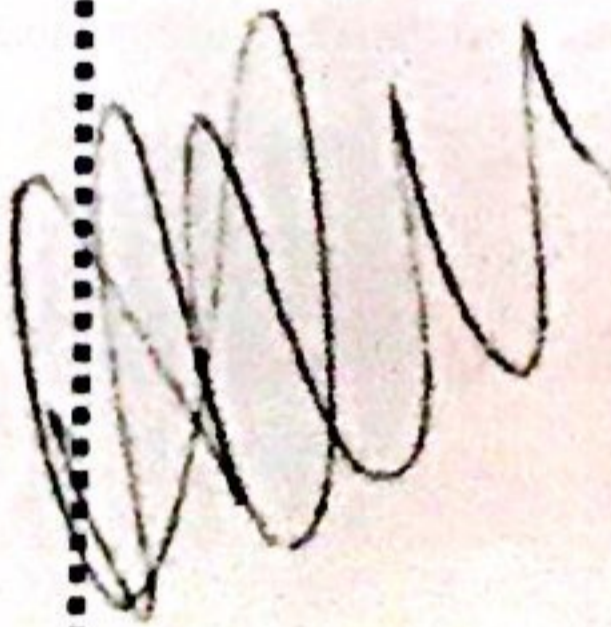
1.) To consider and adopt the audited Balance Sheet and statement of Profit and Loss Account for the financial year ended March 31, 2021 with Report of the Board of Directors and Auditors thereon.

SPECIAL BUSINESS:-

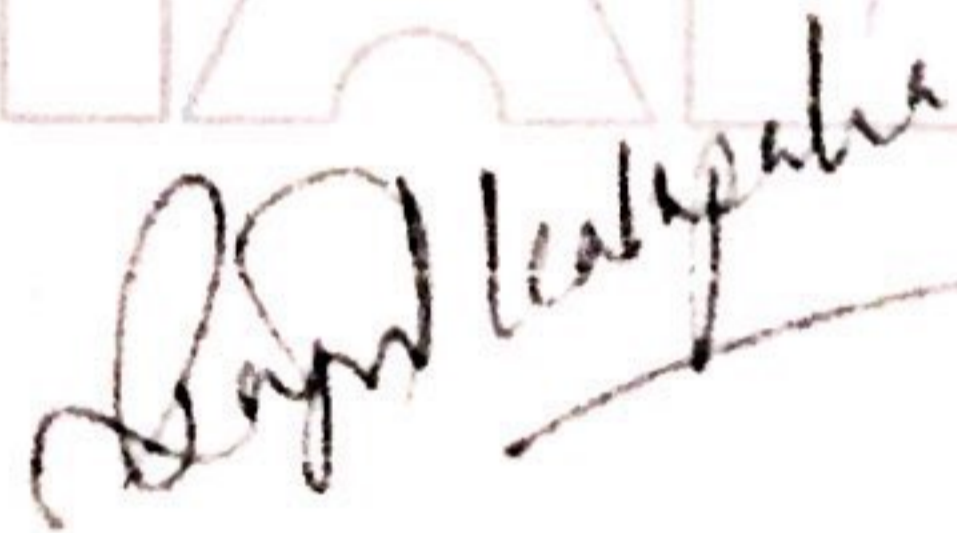
2.) To Ratify Remuneration to the Cost Auditor for the F.Y. 2021-22

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to M/s. S.K. VERMA & ASSOCIATES Cost Accountants appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year 2021-22 amounting to Rs.70,000 plus applicable tax, travelling and other out-of-pocket expenses incurred by them in connection with the aforesaid audit, be and is hereby ratified and confirmed."

For and on behalf of Board of Directors of
Sharp Chucks & Machines Private Limited



Mr. Ajay Sikka
Managing Director
DIN: 00665858
148, Shakti Nagar, Jalandhar



Mr. Rajat Kathalia
Company Secretary



MANUFACTURERS & EXPORTERS OF
"SHARP" PRECISION SELF CENTERING LATHE CHUCKS, DRILL CHUCKS,
INDEPENDENT CHUCKS & CUSTOMISED CASTING

SHARP CHUCKS & MACHINES PVT. LTD.

Formerly SHARP CHUCKS & MACHINES LIMITED

Regd. Office : A-12, Industrial Development Colony, Jalandhar - 144 012 (Pb.)

E-mail : dispatch@sharpchucks.com accounts@sharpchucks.com

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

GSTIN :03AACCS0690M1ZB
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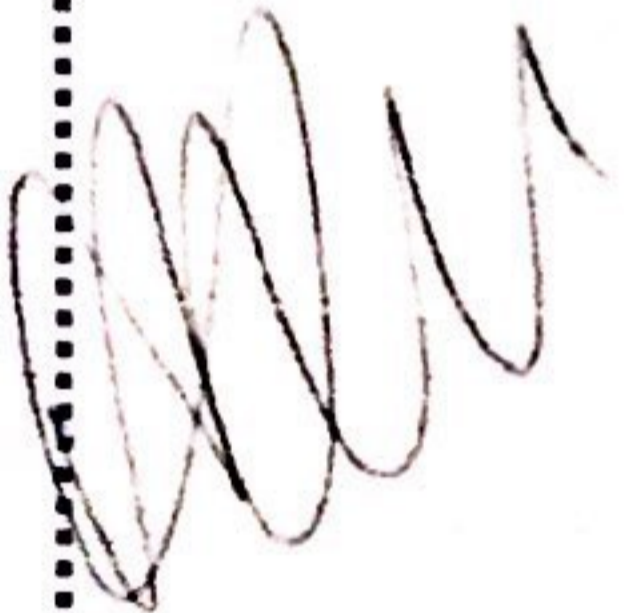
Item No. 2 – Ratification of Remuneration to Cost Auditors for FY 2021-22

The Board has approved the appointment of M/s. S.K. VERMA & ASSOCIATES, Cost Accountants, at a remuneration of Rs.70,000.00/- (Rupees Seventy Thousand only) to conduct the Cost Audit of the Company for the financial year 2021-22. In accordance with the provisions of Section 148 (3) of the Companies Act, 2013 read with Rule 14 of Companies (Audit & Auditor Rules), 2014, the remuneration payable to the Cost Auditor is required to be ratified by the members of the Company.

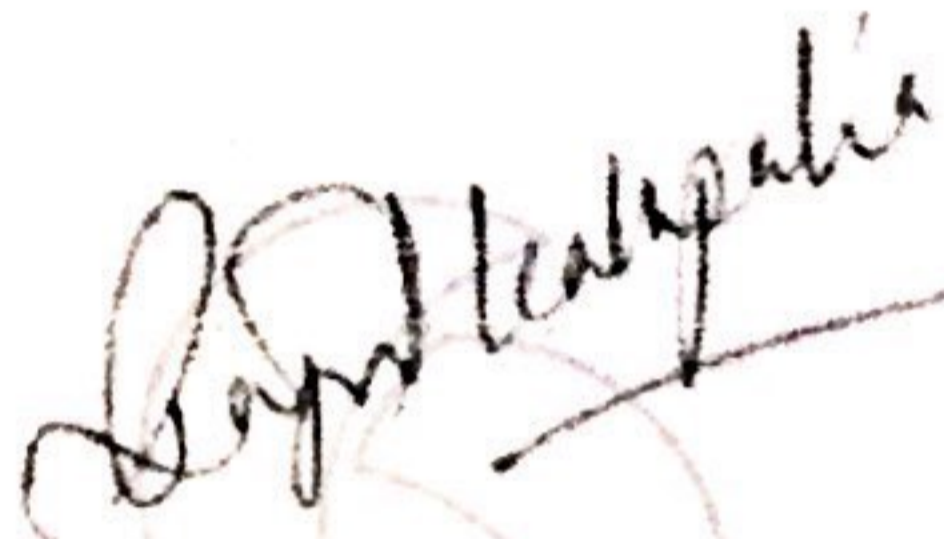
None of the Directors, Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends the Ordinary Resolution for your approval.

For and on behalf of Board of Directors of
Sharp Chucks & Machines Private Limited



Mr. Ajay Sikka
Managing Director
DIN: 00665858
148, Shakti Nagar, Jalandhar



Mr. Rajat Kathpalia
Company Secretary

SHARP



MANUFACTURERS & EXPORTERS OF
"SHARP" PRECISION SELF CENTERING LATHE CHUCKS, DRILL CHUCKS,
INDEPENDENT CHUCKS & CUSTOMISED CASTING

SHARP CHUCKS & MACHINES PVT. LTD.

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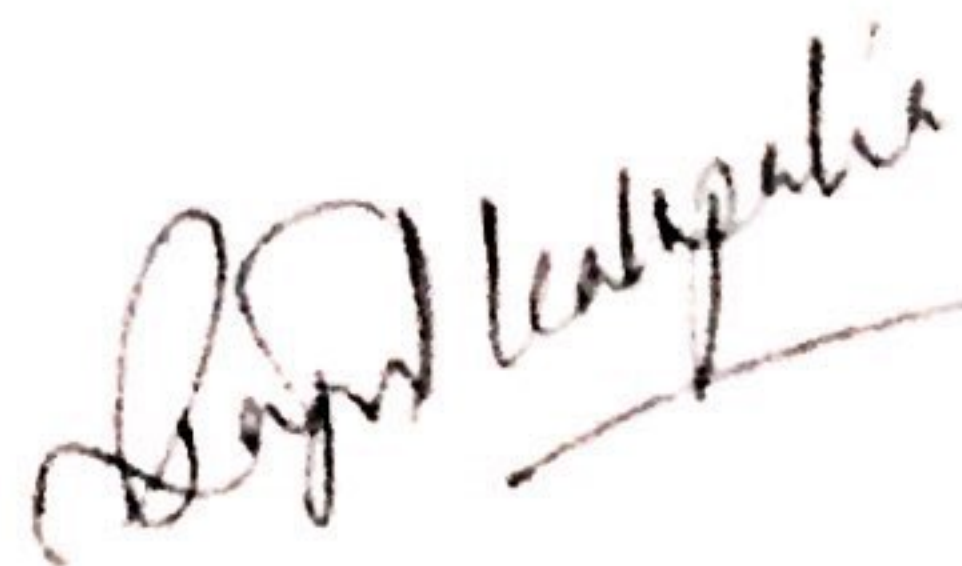
Notes:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER. THE PROXY FORM DULY COMPLETED MUST BE LODGED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME OF HOLDING THE MEETING.
- 2) A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
- 3) Members are requested to bring their attendance slips duly completed and signed mentioning therein details of their Folio No.
- 4) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
- 5) Relevant documents referred to in the accompanying Notice are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting
- 6) Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details, change of address, change of name, e-mail address, contact numbers, etc., to their Depository Participant (DP). Changes intimated to the DP will then be automatically reflected in the Company's records which will help the Company and the Company's Registrars and Transfer Agents Skyline Financial Services (P) Ltd to provide efficient and better services.
- 7) Corporate members intending to send their authorized representative(s) to attend the meeting are requested to send to the company a duly certified board resolution authorizing their said representative(s) to attend and vote on their behalf at the meeting.

For and on behalf of Board of Directors of
Sharp Chucks & Machines Private Limited



Mr. Ajay Sikka
Managing Director
DIN: 00665858
148, Shakti Nagar, Jalandhar



Mr. Rajat Kathpalia
Company Secretary



MANUFACTURERS & EXPORTERS OF
"SHARP" PRECISION SELF CENTERING LATHE CHUCKS, DRILL CHUCKS,
INDEPENDENT CHUCKS & CUSTOMISED CASTING

IMPORTANT

1. Audited Financials Accounts & other incidental documents shall be placed before the members at the 27th AGM .
- 2 Please bring duly completed attendance slip at the Annual General Meeting.
- 3 Please note that only shareholders or the approved Proxies would be allowed to attend the Annual General Meeting. (Children/Family/Members/Guests etc.Other than shareholders/approved proxies would not be allowed.)
- 4 No gifts shall be distributed.

SHARP CHUCKS AND MACHINES PRIVATE LIMITED

CIN: U27106PB1994PTC014701

Regd. Office: A-12, INDUSTRIAL DEVELOPMENT COLONY, JALANDHAR-144012, PUNJAB, INDIA.

Tel No: Ph.: 0181-2611763, 2610341 Fax No: 0181-2610344

Website: sharpchucks.com, E.mail: info@sharpchucks.com

RTA: Skyline Financial Services (P) Ltd., D-153 A, 1st Floor, Okhla Industrial Area, Phase- I, New Delhi- 110020

ATTENDANCE SLIP

I/We hereby record my/our presence at the 27th Annual General Meeting of the Company held at registered office of the Company at Sharp chucks and Machines Private Limited, A-12, Industrial Development Colony, Jalandhar- 144012, Punjab (INDIA) at 05.00 p.m. on Tuesday the 30th day of November,2021.

Name & Address of the Shareholder(s)	DP Id	
	Client Id/Regd. Folio.	
	No. of Shares Held	
If Shareholder(s) please sign here	If Proxy, please mention name and sign here	
	Name of Proxy	Signature

Notes:

- (1) Shareholder / Proxy holder, as the case may be, is requested to produce the attendance slip duly signed at the entrance of the Meeting venue.
- (2) Members are requested to advise the change of their address, if any, to Skyline Financial Services Pvt. Ltd., at the above address.

SHARP CHUCKS AND MACHINES PRIVATE LIMITED

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Tel No: Ph.: - 0181-2611763, 2610341 Fax No: 0181-2610344

Website: sharpchucks.com, E.mail: info@sharpchucks.com

RTA: Skyline Financial Services (P) Ltd., D-153 A, 1st Floor, Okhla Industrial Area, Phase- I, New Delhi- 110020

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s):

Registered address:

E-Mail Id:

Folio No. / Client Id:

DP Id:

I/We, being the member(s) of..... shares of the above named Company, hereby appoint

1. Name: Address.....

E-Mail Id:Signature:

2. Name: Address.....

E-Mail Id:Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27th Annual General Meeting of the Company to be held at Sharp chucks and Machines Private Limited, A-12, Industrial Development Colony, Jalandhar- 144012, Punjab (INDIA) at 05.00 p.m. on Tuesday the 30th day of November,2021.and at any adjournment thereof in respect of such resolutions as are indicated below:

** I/We wish my above proxy(ies) to vote in the manner as indicated in the box below:

Ordinary Resolution(s)	For	Against	Abstain
1. Adoption of the audited Balance Sheet as at and the Financial Statements for the financial year ended on March 31, 2021 and Reports of the Directors and Auditors thereon.			
2. To Ratify Remuneration to the Cost Auditor for the F.Y. 2021-22			

Signed thisday of 2021

Signature of Shareholder

Signature of first proxy holder

Signature of second proxy holder

Signature of third proxy holder

** This is only optional. Please put a 'v' in the appropriate column against the resolutions indicated in the Box. Alternatively, you may mention the number of shares in the appropriate column in respect of which you would like your proxy to vote. If you leave all the columns blank against any or all the resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.

Note:

- 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**
2. A proxy need not be a member of the Company.
3. In case the appointer is a body corporate, the proxy form should be signed under its seal or be signed by an officer or an attorney duly authorized by it and an authenticated copy of such authorisation should be attached to the proxy form. .
4. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
5. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

THIS PORTION IS INTENSTIONALLY LEFT BLANK

SHARP CHUCKS AND MACHINES PRIVATE LIMITED

CIN: U27106PB1994PTC014701

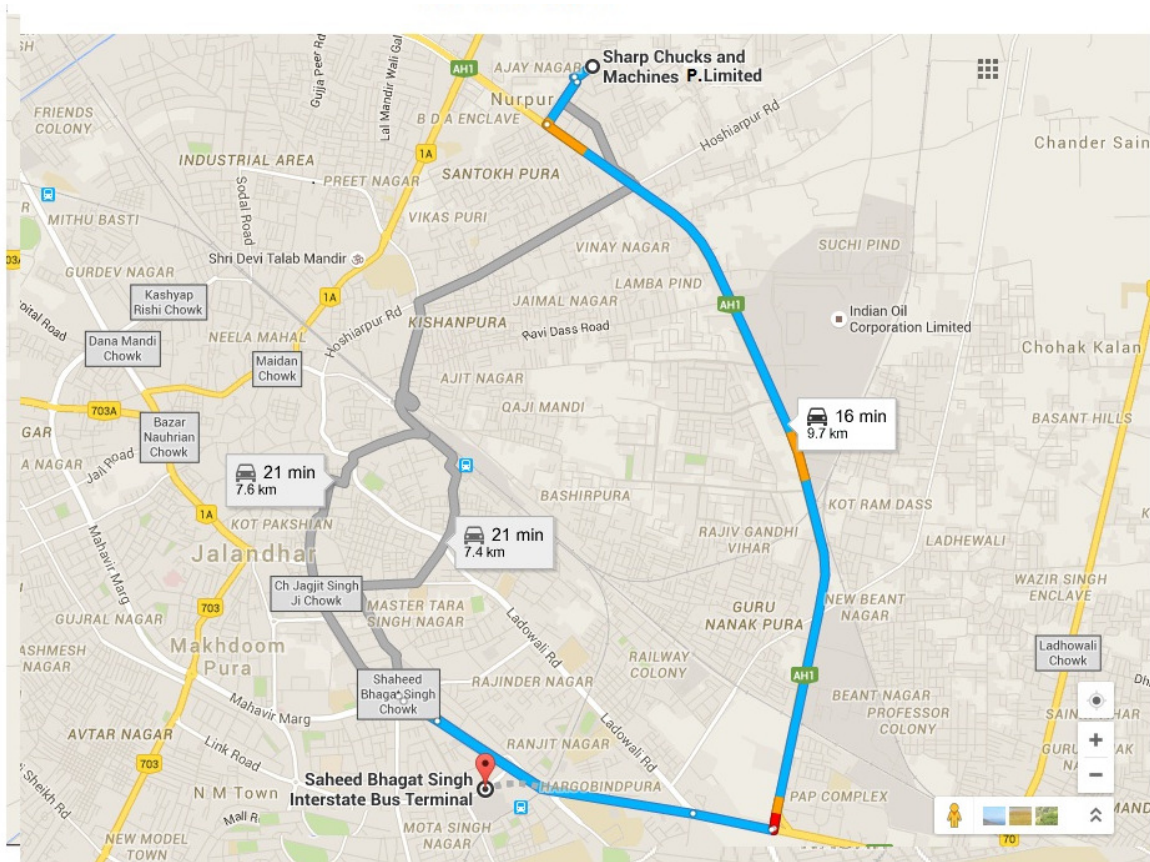
Regd. Office: A-12, INDUSTRIAL DEVELOPMENT COLONY, JALANDHAR-144012, PUNJAB, INDIA.

Tel No: Ph.: 0181-2611763, 2610341 Fax No: 0181-2610344

Website: sharpchucks.com, E.mail: info@sharpchucks.com

RTA: Skyline Financial Services (P) Ltd., D-153 A, 1st Floor, Okhla Industrial Area, Phase- I, New Delhi- 110020

ROUTE MAP TO THE COMPANY



SHARP CHUCKS AND MACHINES PRIVATE LIMITED

Regd. off: A-12, INDUSTRIAL DEVELOPMENT COLONY, JALANDHAR

CIN: U27106PB1994PTC014701

Ph.0181-2611763, 2610341

Website:www.sharpchucks.com,Email: cs@sharpchucks.com

Directors' Report

To,

The Members,

Your Directors have pleasure in presenting their 27th Annual Report on the business and operations of the Company and the accounts for the financial year ended March 31st, 2021.

1. Financial summary or highlights/Performance of the Company

During the year under review, performance of your company as under:

(Rupees)

Particulars	2020-2021	2019-2020
Total Revenue	135,83,10,931	113,61,21,177
Profit Before Exceptional & extraordinary items& tax	4,86,72,265	4,37,26,285
Finance Charges	6,41,24,317	5,88,52,933
Provision for Depreciation	3,97,04,245	3,57,45,956
Net Profit Before Tax	4,86,72,265	4,37,26,285
Tax Expense	1,06,20,267	1,22,63,357
Net Profit After Tax	3,80,51,998	3,14,62,928
Balance of Profit brought forward	3,80,51,998	3,14,62,928
Proposed Dividend on Equity Shares	0	0
Tax on proposed Dividend	0	0

The Company achieved total revenue of Rs.135.83 Crores in the reporting period as compared to Rs.113.61 crores in the previous year , whereas the company achieved profit (before tax) of Rs. 4.86 crores as compared to Rs.4.37 crores in the previous year . The world is in era of Covid-19 Pandemic witnessing overall downward trend in demand and supply .Apart from the demand and supply, market has also been struck with the rise in material prices and productions factors. However your Company has achieved turnover of Rs.135.83 crores in the reporting year in the mid of the Pandemic also.

Your Company is eyeing a significant growth in the coming year with considering the prevailing challenges in the market.

2. Dividend

With a view to provide a cushion for any financial contingencies in the future and to strengthen the financial position of the Company, your Directors have decided not to recommend any dividend for the period under review.

3. Reserves

Amount of Rs.20,00,000 is transferred apart from the profits for the current year to the Balance Sheet during the financial year ended March 31, 2021.

5. Change in the nature of business, if any

No Change in the nature of the business of the Company done during the year.

6. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

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

7. 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-

No significant and material orders were passed by the regulators or courts or tribunals which affect the going concern status and future operation of the Company.

8. Details in respect of adequacy of internal financial controls with reference to the Financial Statements.

The Company has a proper and adequate system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use. The Company's internal controls are supplemented by an extensive programme of internal audit, review by management and documented

policies, systems support, guidelines and procedures. The internal control is designed to ensure that financial and other records are reliable for preparing financial information and other data.

9. Details of Subsidiary/Joint Ventures/Associate Companies

The Company does not have any Subsidiary, Joint venture or Associate Company .

10. Deposits

The Company has neither accepted nor renewed any deposits during the year under review. However there are unsecured loans from Directors and relatives amounting to Rs.1.22 crores .

11. Statutory Auditors

M/s Sharp & Tannan , Chartered Accountants,205-207, Ansal Tower 38, Nehru Place New Delhi-110019 (Firm Registration No. 000452N) has been reappointed as Statutory Auditors for a period of 5 years for FY 2019-2024.

12. Internal Auditors

M/s R.P. Gupta & Associates, Chartered Accountants ,Jalandhar has been appointed as the Internal Auditors of the company for the period of years from Financial Year 2021-22 .

13. Auditors' Report

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

14. Share Capital

A) Issue of equity shares with differential rights

The Company has not issued any Equity Shares with differential rights during the year under review.

B) Issue of sweat equity shares

The Company has not issued any Sweat Equity Shares during the year under review.

C) Issue of employee stock options

The Company has not provided any Stock Option Scheme to the employees.

15. Conservation Of Energy, Technology Absorption, Foreign Exchange Earnings And Outgo

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure A and is attached to this report.

16. Extract of the annual return

The extracts of Annual Return in Form MGT-9 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in Annexure B and is attached to this Report.

17. Corporate Social Responsibility (CSR)

Since the Company is not falling under any criteria specified in sub-section (1) of section 135 of the Act, your Company is not required to constitute a Corporate Social Responsibility (“CSR”) Committee .

18. Directors:

A) Changes in Directors and Key Managerial Personnel

During the period under review, the constitution of the Board remained unchanged .

19. Cost Auditor

The Board of Directors has appointed M/s S.K. VERMA & ASSOCIATES, Cost Accountants as Cost Auditors for conducting the audit of cost records of the Company for the financial year 2020-21 pursuant to Section 148 of the Companies Act, 2013

19. Number of meetings of the Board of Directors& Details of last Annual General Meeting

Dates of the Board Meetings are:-

SN	ATTENDED BY (NAME OF DIRECTORS)	BOARD MEETING DATE
1	Mr.Ajay Sikka, Mrs.Gopika Sikka	24.04.2020
2	Mr.Ajay Sikka, Mrs.Gopika Sikka & Mr.Mahendra Lodha	25.09.2020
3	Mr.Ajay Sikka, Mrs.Gopika Sikka & Mr.Mahendra Lodha	30.09.2020
4	Mr.Ajay Sikka, Mrs.Gopika Sikka & Mr.Mahendra Lodha	08.12.2020
5	Mr.Ajay Sikka, Mrs.Gopika Sikka	31.03.2021

Dates of Last Annual general Meeting:- Annual General Meeting for FY 2019-2020 was held on 31.12.2020.

20. Audit Committee

The Company being a Private Limited Company, provisions of Section 177 of the Companies Act, 2013 were not applicable.

21. Changes in Share Capital

During the Financial Year 2020-2021, there was no change in the Share Capital of the company.

22. Particulars of loans, guarantees or investments under section 186

The company has not given any loan, guarantees or has not made any investments.

23. Particulars of contracts or arrangements with related parties:

The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 is disclosed in Form No. AOC-2.As **Annexure C**.

24. Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

There was no case filled during the year, under the sexual harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013. Further Company ensures that there is a healthy and safe atmosphere for every women employee at the workplace and made the necessary policies for safe and secure environment for women employee.

As per notification dt. 31/07/2018 of the Ministry of Corporate Affairs by which amended the Companies (Accounts) Rules 2014 issued under section 134 of the Companies Act, 2013 it is stated as under "The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of women at work place (Prevention, Prohibition & Redressal) Act, 2013"

25. Managerial Remuneration:

None of the employee of your company, who was employed throughout the financial year, was in receipt of remuneration in aggregate of sixty lakh rupees or more or if employed for the part of the financial year was in receipt of remuneration of five lakh rupees or more per month.

26. Secretarial Audit Report

The requirement of obtaining a Secretarial Audit Report from the practicing company secretary is not applicable to the Company.

27. Details of establishment of vigil mechanism for directors and employees

The Company has implemented vigil mechanism for the directors & employees.

28. Corporate Governance Certificate

The requirement of obtaining a Corporate Governance Certificate is not applicable to the Company.

29. Risk management policy

The Company being a Private Limited Company is not under the purview for constituting Risk management committee under the provisions of listing agreement

30. Web address

Web address of the company is www.sharpchucks.com.

31. Maintenance of cost Records.

Cost records have been maintained by the company.

32. Directors' Responsibility Statement

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

(a) in the preparation of the annual accounts, 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 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 devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

33. Acknowledgements

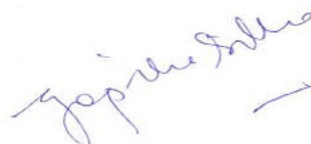
Your Directors' wishes to place on record its sincere thanks to all the Customers, Suppliers, Bankers and Central and State Government Authorities for extending support to your Company. The Board also places on record its sincere appreciation of the contribution made by all the stakeholders for placing their faith and trust on the Board.

By Order of the Board of Directors

For Sharp Chucks & Machines Private Limited



Mr. Ajay Sikka
Designation: Managing Director
DIN :00665858
Address: 148,Shakti Nagar,Jalandhar
Date :30.11.2021
Place: Jalandhar



Mrs. Gopika Sikka
Designation: Director
DIN :00665904
Address: 148,Shakti Nagar,Jalandhar

For Sharp Chucks & Machines Ltd.


Mg. Director

ANNEXURE 'A' to DIRECTORS' REPORT

Forming Part of the Directors' Report

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014.

A. Conservation of Energy

Energy conservation continues to be an area of focus for SHARP. Initiatives to integrate energy efficiency into overall operations are undertaken through design considerations and operational practices. The key initiatives toward conservation of energy were:

- Energy savings through Auto Power saving features in machines.
- Zero water loss cooling towers for the utility areas
- Optimised usage of DG sets and Air compressors.
- Conventional lighting modified by LED.
- Setting internal targets for energy performance improvement and institution of rigorous operational controls toward achieving these targets;
- Creating awareness amongst associates on energy conservation through campaigns and events;
- No specific investment has been made in reduction in energy consumption.

B. Technology Absorption, Adaptation & Innovation

The Companies (R&D) has been continuously putting effort to develop new products for new applications to Commercial Vehicle & Tractor segments. The Company is committed to introducing new products and improving existing products to have better performance levels. During the year the Company has developed large quantity of new components for these segments. The Company is doing many research activities in the areas of new material development, component weight reduction, yield improvement, core weight reduction, process design, process improvement etc.

Benefits derived as a result of R & D:

- (a) Market expansion and improved competitive position through significantly improved products for new markets.
- (b) New opportunities in global markets by through the new capabilities developed.
- (c) Improved competency for designing process & products for global customers.
- (d) Reduced product development lead time and improved product quality due to advancement of simulation capabilities.
- (e) Improvement of existing products to achieve higher yield, better productivity & more consistent quality

Future plan of action:

- (i) Continued expansion of the product range to serve the local and global market needs.
- (ii) New materials development for innovative next generation products
- (iii) Develop new processes technologies to improve the product quality and performance.
- (iv) To co-develop components closely with our customers to improve product performance & manufacturability

C. Details of Import of Technology

During the 2020-2021, the company has not imported any new Technology.

D. Foreign Exchange Earnings and Outgo

The information relating to foreign exchange earnings and outgo is provided under Notes to the Balance Sheet and Financial Statements.

E. INDUSTRIAL RELATIONS:

During the year under review, your Company enjoyed cordial relationship with workers and employees at all levels

Form No. AOC-2 **ANNEXURE-B**
(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the
Companies (Accounts) Rules, 2014)
Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

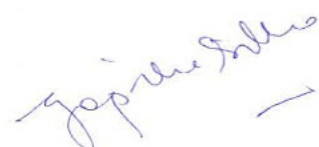
SL. No.	Particulars	Details
	Name (s) of the related party & nature of relationship	NIL
	Nature of contracts/arrangements/transaction	NIL
	Duration of the contracts/arrangements/transaction	NIL
	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
	Justification for entering into such contracts or arrangements or transactions'	NIL
	Date of approval by the Board	NIL
	Amount paid as advances, if any	NIL
	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
	Name (s) of the related party & nature of relationship	NIL
	Nature of contracts/arrangements/transaction	NIL
	Duration of the contracts/arrangements/transaction	NIL
	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
	Date of approval by the Board	NIL
	Amount paid as advances, if any	NIL

By Order of the Board of Directors
For Sharp Chucks & Machines Private Limited


Mr. Ajay Sikka
Designation: Managing Director
DIN :00665858
Address: 148,Shakti Nagar,Jalandhar
Date :30.11.2021
Place: Jalandhar


Mrs. Gopika Sikka
Designation: Director
DIN :00665904
Address: 148,Shakti Nagar,Jalandhar

For Sharp Chucks & Machines Ltd.

Mg. Director

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2021

ANNEXURE-C

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U27106PB1994PTC014701
2.	Registration Date	10/06/1994
3.	Name of the Company	SHARP CHUCKS AND MACHINES Private Limited
4.	Category/Sub-category of the Company	LIMITED BY SHARES
5.	Address of the Registered office & contact details	A-12, INDUSTRIAL DEVELOPMENT COLONY, JALANDHAR, PUNJAB-144012
6.	Whether listed company	NO
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	SKYLINE FINANCIAL SERVICES PVT.LTD, D-153A,1 ST FLOOR,OKHLA FINANCIAL SERVICES,PHASE – I, NEW DELHI-110020

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Casting of iron and steel	2431	80
2.	Forging of Metal	2591	12

VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2020				No. of Shares held at the end of the year 31.03.2021				% Change during the year *
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter s									
(1) Indian									
a) Individual/HUF	6386775		6386775	65.28	6386775		6386775	65.28	0.00
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.									
e) Banks / FI									
f) Any other									
Total shareholding of Promoter (A)	6386775		6386775	65.28	6386775		6386775	65.28	0.00
B. Public Shareholding									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds	1928516		1928516	19.71	1928516		1928516	19.71	-----
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total	1928516		1928516	19.71	1928516		1928516	19.71	-----

Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2020				No. of Shares held at the end of the year 31.03.2021				% Change during the year *
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(B)(1):-									
2. Non-Institutions									
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	1469017		1469017	15.01	1469017		1469017	15.01	0.00
c) Others (specify)									
Non Resident Indians									
Overseas Corporate Bodies									
Foreign Nationals									
Clearing Members									
Trusts									
Foreign Bodies - D R									
Sub-total (B)(2):-	1469017		1469017	15.01	1469017		1469017	15.01	0.00

Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2020				No. of Shares held at the end of the year 31.03.2021				% Change during the year *
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Total Public Shareholding (B)=(B)(1)+ (B)(2)	3397533		3397533	34.72	3397533		3397533	34.72	-----
C. Shares held by Custodian for GDRs & ADRs	-----	-----	-----	-----	-----	-----	-----	-----	-----
Grand Total (A+B+C)	9784308		9784308	100	9784308		9784308	100	-----

C) Change in Promoters' Shareholding PERCENTAGE (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	6386775	65.28	6386775	65.28
	Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	----	----	----	----
	At the end of the year	6386775	65.28	6386775	65.28

**D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	-----	-----	-----	-----
	Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-----	-----	-----	-----
	At the end of the year	-----	-----	-----	-----

E) Shareholding of Directors and Key Managerial Personnel:

SN	<i>Shareholding of each Directors and each Key Managerial Personnel</i>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	MR.AJAY SIKKA S/o Sh.RamParkashSikka R/o 148-Shakti Nagar, Jalandhar (Managing Director)				
	At the beginning of the year	4050920	41.40	4050920	41.40
	Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	----	----	----	-----
	At the end of the year	4050920	41.40	4050920	41.40

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
2.	MRS. GOPIKA SIKKA W/o MR. AJAY SIKKA R/o 148-Shakti Nagar, Jalandhar (Whole Time Director)				
	At the beginning of the year	1767170	18.06	1767170	18.06
	Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-----	-----	-----	-----
	At the end of the year	1767170	18.06	1767170	18.06

F) INDEBTEDNESS -Indebtedness of the Company.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	478035588	2,32,22,195		501257783
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				
Change in Indebtedness during the financial year				
* Addition				
* Reduction				
Net Change	6,02,77,001	-10,00,000		6,12,77,001
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	538312589	2,22,22,195		560534784

XI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration			
		MR.AJAY SIKKA (MG.DIRECTOR)	MRS.GOPIKA SIKKA(WHOLE TIME DIRECTOR)	Total Amount(In Rs.)
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	18,00,000	9,00,000	27,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-----	-----	-----
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-----	-----	-----
2	Stock Option	-----	-----	-----
3	Sweat Equity	-----	-----	-----
4	Commission - as % of profit - others, specify...	-----	-----	-----
5	Others, please specify	-----	-----	-----
	Total (A)	18,00,000	9,00,000	27,00,000
	Ceiling as per the Act	NA	NA	NA

B. Remuneration to other directors

S N.	Particulars of Remuneration	Total Amount			
				MR.MAHENDRA LODHA(NOMINEE DIRECTOR)	
1	Independent Directors				
	Fee for attending board committee meetings	----	----	----	----
	Commission				
	Others, please specify				
	Total (1)	----	----	----	----
2	Other Non-Executive Directors				
	Fee for attending board committee meetings	----	----	----	----

	Commission				
	Others, please specify				
	Total (2)	----	----	----	----
	Total (B)=(1+2)	----	----	----	----
	Total Managerial Remuneration	----	----	----	----
	Overall Ceiling as per the Act	----	----	----	----

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

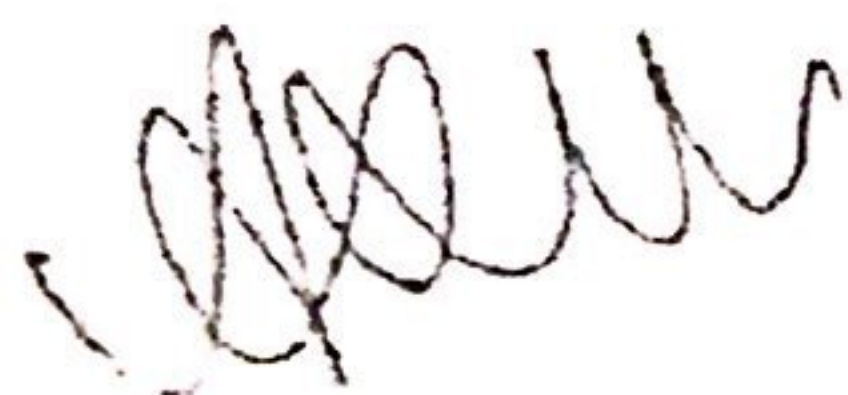
SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NA	348400	NA	348400
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	----	-----	-----	-----
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	----	-----	-----	-----
2	Stock Option	----	-----	-----	-----
3	Sweat Equity	----	-----	-----	-----
4	Commission	----	-----	-----	-----
	- as % of profit	----	-----	-----	-----
	others, specify...	----	-----	-----	-----
5	Others, please specify	----	-----	-----	-----
	Total	NA	348400	NA	348400

XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

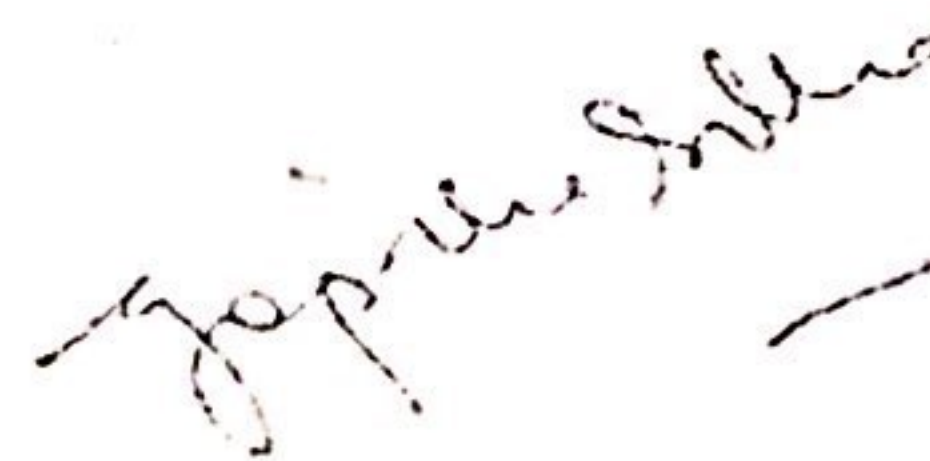
Type	Section of the Companies Act,1956/2013	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
B. DIRECTORS					
Penalty	NIL	NIL	NIL	NIL	NIL

Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

**By Order of the Board of Directors
For Sharp Chucks & Machines Private Limited**



Mr. Ajay Sikka
Designation: Managing Director
DIN :00665858
Address: 148,Shakti Nagar,Jalandhar



Mrs. Gopika Sikka
Designation: Director
DIN :00665904
Address: 148,Shakti Nagar,Jalandhar