

	Notes	As at 31st March, 2022		As at 31st March, 2021	
<b>EQUITY &amp; LIABILITIES</b>					
<b>Shareholders' Funds</b>					
(a) Share Capital	2	8,36,00,000		8,36,00,000	
(b) Reserves & Surplus	3	1,22,35,310	9,58,35,310	1,15,14,142	9,51,14,142
<b>Non-Current Liabilities</b>					
(a) Long-term Borrowings	4	10,68,99,627		10,65,48,397	
(b) Long Term Provisions	8	77,45,321	11,46,44,948	91,48,244	11,56,96,641
<b>Current Liabilities</b>					
(a) Short-term Borrowings	5	20,99,98,752		17,05,72,002	
(b) Trade Payables	6	6,40,57,713		8,02,65,933	
(c) Other Current Liabilities	7	4,52,36,572		6,85,66,546	
(d) Short Term Provisions	8	9,56,315	32,02,49,352	85,16,754	32,79,21,235
<b>TOTAL</b>			<b>53,07,29,610</b>		<b>53,87,32,018</b>
<b>Non-Current Assets</b>					
(a) Property, Plant & Equipment & Intangible Assets	9				
(i) Property, Plant & Equipment		53,70,261		63,94,091	
(ii) Intangible Assets		3,53,23,455		5,78,58,988	
(iii) Capital Work In Progress		2,72,42,795		-	
(b) Deferred Tax Asset (net)	10	16,58,022		14,29,227	
(c) Long-Term Loans and Advances	11	5,000		11,500	
(d) Other Non Current Assets	15	83,00,729	7,79,00,263	26,12,403	6,83,06,209
<b>Current Assets</b>					
(a) Inventories	12	1,76,61,776		2,88,39,402	
(b) Trade Receivables	13	38,28,99,856		38,55,55,555	
(c) Cash and Cash Equivalents	14	11,117		9,59,729	
(d) Short-term Loans and Advances	11	5,15,03,603		5,36,95,159	
(e) Other Current Assets	15	7,52,995	45,28,29,347	13,75,965	47,04,25,810
<b>TOTAL</b>			<b>53,07,29,610</b>		<b>53,87,32,018</b>
Significant Accounting Policies	1				

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

Signed for Identification Only

For and on behalf of the Board

For B Chhawchharia & Co.

Chartered Accountants

Firm Registration No.: 305123E

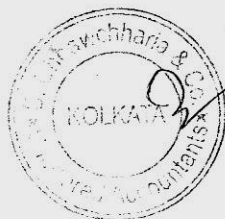
Sushil Kumar Chhawchharia

Partner

M No. 008482

Place: Kolkata

Date: 3rd September, 2022



*[Handwritten Signature]*

Arun Kumar Khemka

DIN - 00032526

Director

*[Handwritten Signature]*

Hemant Khemka

DIN - 00032636

Director

*[Handwritten Signature]*

Nilu Kapoor

Company Secretary

**STESALIT SYSTEMS LIMITED**

CIN: U31908WB2010PLC155476

**Statement of Profit and Loss for the year ended 31st March, 2022**

(All amounts are in rupees , unless otherwise stated)

	Notes	Year ended 31st March, 2022	Year ended 31st March, 2021
<b>I. Revenue from Operations (Gross)</b>	16	20,58,84,286	23,42,90,799
<b>II Other Income</b>	17	25,29,227	29,76,668
<b>III Total Income (I + II)</b>		<b>20,84,13,513</b>	<b>23,72,67,467</b>
<b>VI Expenses:</b>			
(a) Cost of materials consumed	18	24,59,603	1,47,09,577
(b) Changes in Inventories	19	1,02,43,857	(2,28,73,022)
(c) Purchases of stock-in-trade		39,40,847	4,10,43,909
(d) Employee Benefits Expense	20	3,16,70,731	7,14,56,317
(e) Finance Costs	21	2,14,40,173	2,11,32,190
(f) Depreciation and amortization expense	9	2,42,07,435	1,74,55,644
(g) Other expenses	22	11,34,98,417	8,59,88,794
<b>Total Expenses</b>		<b>20,74,61,062</b>	<b>22,89,13,409</b>
<b>V Profit before tax (III - IV)</b>		<b>9,52,451</b>	<b>83,54,058</b>
<b>VI Tax Expenses</b>			
(a) Current Tax		5,09,610	25,00,000
(b) Deferred Tax		(2,28,795)	15,08,960
<b>VII Profit/(Loss) for the Period (V - VI)</b>		<b>6,71,636</b>	<b>43,45,098</b>
<b>VIII Earning per Equity Share (face value Rs.10) (in Rs.)</b>	24		
(a) Basic		0.08	0.52
(b) Diluted		0.08	0.52

The accompanying notes are an integral part of the financial statements

Signed for Identification Only

For and on behalf of the Board

For B Chhawchharia &amp; Co.

Chartered Accountants

Firm Registration No. 305123E

Sushil Kumar Chhawchharia

Partner

M No. 008482

Place: Kolkata

Date: 3rd September, 2022



Arun Kumar Khemka

DIN - 00032526

Director

Hemant Khemka

DIN - 00032636

Director

Nilu Kapoor

Company Secretary

## STESALIT SYSTEMS LIMITED

CIN: U31908WB2010PLC155476

## Cash Flow Statement for the year ended 31st March, 2022

(All amounts are in rupees , unless otherwise stated)

	31st March, 2022	31st March, 2021
<b>A. Cash Flow from Operating Activities :</b>		
Net Profit before tax and extraordinary items	9,52,451	83,54,058
Adjustments for :		
Depreciation	2,42,07,435	1,74,55,644
(Profit)/Loss on Exchange Rate Fluctuation	(4,01,281)	9,19,777
Interest Expense	1,65,64,583	1,65,67,806
Sundry Balances Written off (Net)	3,50,844	8,63,788
<b>Operating Profit before working Capital Changes</b>	<b>4,16,74,032</b>	<b>4,41,61,072</b>
Adjustments for :		
(Increase)/Decrease in Loans & Advances	34,94,211	56,07,831
(Increase)/Decrease in Inventories	1,11,77,627	(2,18,53,360)
(Increase)/Decrease in Trade Receivables	30,56,980	(14,99,502)
(Increase)/Decrease in Other Assets	(50,65,357)	19,76,902
Increase/(Decrease) in Trade Payables	(1,65,59,064)	4,36,799
Increase/(Decrease) in Provisions	(13,90,710)	(50,359)
Increase/(Decrease) in Other Current Liabilities	(2,33,29,974)	53,46,656
<b>Cash generated from operations</b>	<b>1,30,57,744</b>	<b>3,41,26,038</b>
Direct Taxes (Net of Refunds)	(93,28,886)	61,88,553
<b>Net Cash generated from Operating Activities</b>	<b>37,28,858</b>	<b>4,03,14,591</b>
<b>B. Cash Flow from Investing Activities :</b>		
Sale/ (Purchase) of Fixed Assets	(2,78,90,867)	(99,91,130)
Sale of Investments	-	5,00,000
<b>Net Cash generated from Investing Activities</b>	<b>(2,78,90,867)</b>	<b>(94,91,130)</b>
<b>C. Cash Flow from Financing Activities :</b>		
Loan Received/(re-paid)	1,78,233	10,40,20,272
Proceeds from Cash Credit Account & GECL Loan	(98,74,797)	(3,29,868)
Repayment of Loans (including Interest)	3,29,09,961	(13,48,89,729)
<b>Net Cash generated from Financing Activities</b>	<b>2,32,13,397</b>	<b>(3,11,99,325)</b>
<b>Net change in cash &amp; cash Equivalent ( A+B+C)</b>	<b>(9,48,612)</b>	<b>(3,75,864)</b>
Cash and Cash equivalent as at the beginning of the year	9,59,729	13,35,592
<b>Cash and Cash equivalent as at the end of the year</b>	<b>11,117</b>	<b>9,59,729</b>
<b>Components of cash and cash equivalents</b>		
Balances with Banks in Current Account	-	-
Cash in hand	11,117	9,59,729
<b>Total cash and cash equivalents</b>	<b>11,117</b>	<b>9,59,729</b>

Note : Figures in brackets represent cash outflows.

## Signed for Identification Only

For B. Chhawchharia & Co.  
Chartered Accountants  
Firm Registration No. 305123E

Sushil Kumar Chhawchharia  
Partner  
M No. 008482

For and on behalf of the Board

Arun Kumar Khemka  
DIN - 00032526  
Director

Hemant Khemka  
DIN - 00032636  
Director

Nilu Kapoor  
Company Secretary

Place: Kolkata

Date: 3rd September, 2022



**STESALIT SYSTEMS LIMITED**

CIN: U31908WB2010PLC155476

Notes to the Financial Statements for the year ended 31st March, 2022

(All amounts are in rupees , unless otherwise stated)

**Overview of the Company**

Stesalit Systems Limited ("The Company") is an unlisted public company having its registered office at Stesalit Towers, Plot No. E2-3, Block EP-GP, Sector-V, Salt Lake, Kolkata-700091. The company is registered under MSME bearing UAN number WB14B0000101 and WB14E0000102. The primary business of the Company is related to dealing in software and services.

**1. Significant Accounting Policies****1.1 Basis of Preparation of Standalone Financial Statements**

The Financial Statements have been prepared under the historical cost convention and in accordance with the provisions of the Companies Act, 2013. Accounting policies not referred to otherwise are consistent and are in consonance with the generally accepted accounting principles in India.

**1.2 Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principle requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known/materialized

**1.3 Property Plant & Equipment**

- (a) Property, plant and equipment are stated at cost of acquisition or deemed cost on the date of transition or construction and subsequent improvements thereto less accumulated depreciation and impairment losses, if any. Cost of acquisition includes inward freight, duties and taxes (net of centvat availed), dismantling cost and installation expenses etc incurred up to the installation of the assets.
- (b) Capital work-in-progress under development are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost.
- (c) Depreciation on tangible asset is provided on written down value method on the basis of useful life of the assets and in the manner as prescribed in Schedule II to the Companies Act, 2013. Depreciation methods, useful lives and residual values are reviewed, and adjusted as appropriate, at each reporting date. Based on above, the estimated useful lives of assets for the current period are as follows:

Category	Useful life
Plant and machinery	
- Continuous Process Plant	15 Years
- Sinter Plant, Blast Furnace, Coke Oven, Rolling Mill and Basic Oxygen Furnace Converter	20 Years
- Others	25 Years
Computer equipment	
- Servers and networks	6 Years
- Others	3 Years
Furniture and fixtures, Electrical Installation and Laboratory Equipments	10 Years
Office equipment	5 Years
Vehicles	
- Motor cycles, scooters and other mopeds	10 Years
- Others	8 Years

**1.4 Intangible Assets**

Cost of Intangible assets, likely to generate probable future economic benefits and being internally generated, are measured at the directly attributable expenditure allocated on a reasonable basis to create, produce and make it ready for its intended use. Intangible assets acquired separately are measured at cost on initial recognition.

Following initial recognition, intangible assets are carried at cost less accumulated amortisation and impairment loss, if any. Such assets are amortised on written down value method for Computer Software and straight Line method for Goodwill over the useful economic life of the respective assets and in the manner prescribed in Schedule II to the Companies Act, 2013. As decided by the management, the estimated useful lives of the assets for the current period are as follows:

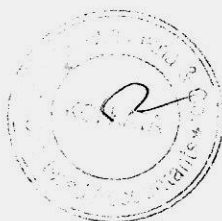
Category	Useful life
Computer Software	6 Years

**1.5 Borrowing Cost**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**1.6 Impairment of Assets**

The carrying amounts of the assets are reviewed at each balance sheet date. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged when the asset is identified as impaired.



**1.7 Investments**

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual wise investment basis. Long-term investments are carried at cost. Provision for diminution in the value of long term investments is made on individual investment basis only if such a decline is other than temporary in nature in the opinion of the management.

**1.8 Employee Retirement Benefits**

- (i) Short term employee benefits are charged off at the undiscounted amount in the period in which the related service is rendered.
- (ii) Liability on account of leave entitlement of employees is provided for in accordance with the rules of the Company at current encashable salary rates as at the balance sheet date.
- (iii) Gratuity is accounted for on the basis of current encashable salary rates for every completed year of service in respect of all employees.

**1.9 Inventories**

Inventories are valued at lower of the cost or net realizable value.

**1.10 Taxes on Income**

- (i) Provision for Income Tax is made on the basis of estimated taxable income for the period at current rates. Tax expense comprises both Current Tax and Deferred Tax at the applicable enacted or substantively enacted rates. Current Tax represents the amount of Income Tax payable/ recoverable in respect of taxable income/ loss for the reporting period. Deferred Tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originates in one year and are capable of reversal in one or more subsequent years.
- (ii) Deferred tax assets are recognised when the Company carries forward unused tax losses/expenses and unabsorbed depreciation. Deferred tax assets are recognised only to the extent there is virtual certainty backed by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised.  
The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and reduced by the extent that is no longer probable that sufficient taxable profit will be available to allow all or a part of aggregate deferred tax assets to be utilised.

**1.11 Provisions, Contingent Liabilities and Contingent Assets**

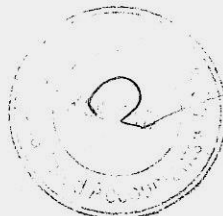
- (i) A provision is recognised if, as a result of past event, the Company has a present legal obligation that is reasonably estimate, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of outflow of economic benefits required to settle the obligation at the reporting date.
- (ii) Contingent Liability disclosure is made where no reliable estimate can be made. A disclosure for Contingent liability is also made when there is a possible obligation or present obligation, arising from past events, that may, but probably will not, require an outflow of resources.
- (iii) Contingent Assets are not recognized in the financial statement and if material, are disclosed by way of notes to accounts when an inflow of economic benefits is probable.

**1.12 Foreign Currency Transactions**

- (i) Income & Expenditure in foreign currency is converted into Rupee at the rate of exchange prevailing on the date of transaction except in the cases of forward contract where it is taken at the contracted rate. Realized gains and losses on foreign exchange transactions in the year are recognized in the Profit and Loss Account.
- (ii) Foreign currency monetary assets and liabilities in foreign currency at year end are converted in Indian Currency at the appropriate rates of exchange prevailing on the date of the Balance Sheet and the resultant exchange difference is recognized in the Profit & Loss Account.

**1.13 Revenue Recognition**

- (i) All expenses and income to the extent considered payable and receivable respectively, unless otherwise stated, are accounted for on accrual basis. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- (ii) Revenue from sale of IT Solutions & services rendered, are recognized:
  - (a) in case of contract for development of software on time basis, their billing is based on specified terms of the contract; and
  - (b) In case of fixed price contracts, on the achievement of the milestone set out in the contract.
- (iii) Revenues from Sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer.
- (iv) The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the income statement when incurred. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sale.





**1.14 Earnings per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. The net profit or loss for the period attributable to ordinary shareholders is the net profit or loss for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of ordinary shares is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares bought back or issued during the period multiplied by the time-weighting factor.

**1.15 Statement of Cash Flows**

Cash flows are reported using the indirect method, whereby profit for the year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

**2. Share Capital**

**a) Capital Structure**

**Authorised**

	31 March 2022	31 March 2021
1,00,00,000 Equity Shares of Rs. 10/- each (Previous year - 1,00,00,000 Equity Shares of Rs. 10/- each)	10,00,00,000	10,00,00,000
	<b>10,00,00,000</b>	<b>10,00,00,000</b>

**Issued, Subscribed and Fully Paid Up**

	31 March 2022	31 March 2021
83,60,000 Equity Shares of Rs. 10/- each (Previous year - 83,60,000 Equity Shares of Rs. 10/- each)	8,36,00,000	8,36,00,000
	<b>8,36,00,000</b>	<b>8,36,00,000</b>

**b) Share Capital Reconciliation**

Equity Shares	31 March 2022		31 March 2021	
	Nos.	Amount	Nos.	Amount
Opening balance	83,60,000	8,36,00,000	83,60,000	8,36,00,000
Issued during the period	-	-	-	-
Closing Balance	<b>83,60,000</b>	<b>8,36,00,000</b>	<b>83,60,000</b>	<b>8,36,00,000</b>

**c) Terms/rights attached to equity shares**

The company has issued only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

Every shareholder is entitled to the dividend distributed by the Company in proportion to the number of equity shares held by the shareholder.

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

**d) Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date**

	31 March 2022		31 March 2021	
	No. of shares	% holding	No. of shares	% holding
Arun Kumar Khemka	14,50,000	17.34%	14,50,000	17.34%
Arun Kumar Khemka as Karta of A K Khemka(HUF)	23,64,000	28.28%	23,64,000	28.28%
Hemant Khemka	14,60,000	17.46%	14,60,000	17.46%
Maruna Exports Private Limited	19,20,000	22.97%	19,20,000	22.97%
Kusum Khemka	11,40,000	13.64%	11,40,000	13.64%

The above shareholding represents both legal and beneficial ownership of shares.

**e) No shares have been reserved for issue under options and contracts / commitments for the sale of shares / disinvestment as at Balance Sheet.**

**f) The Company has not allotted any shares as fully paid up pursuant to contract(s) without payment being received in cash or by way of fully paid bonus shares nor has bought back any shares during the period of five years immediately preceding the date at which the Balance Sheet is prepared.**

**g) No convertible securities have been issued by the Company during the year.**

**h) No calls are unpaid by any Director or Officer of the Company during the year.**

**i) The Company has not forfeited any shares.**

**j) Shares held by promoters at the end of the year**

Sr. No.	Promoters Name	No. of Shares	% of Total Shares	% Change during the year
i	Arun Kumar Khemka	14,50,000	17.34%	-
ii	Arun Kumar Khemka as Karta of A K Khemka(HUF)	23,64,000	28.28%	-
iii	Hemant Khemka	14,60,000	17.46%	-
iv	Maruna Exports Private Limited	19,20,000	22.97%	-
v	Kusum Khemka	11,40,000	13.64%	-
vi	Gitanjali Khemka	16,000	0.19%	-
vii	Rohan Khemka	10,000	0.12%	-



	31 March 2022	31 March 2021
<b>3. Reserves &amp; Surplus</b>		
<b>Surplus/(Deficit) in the Statement of Profit &amp; Loss</b>		
Opening balance	1,15,14,142	81,37,031
Add: Profit/(Loss) for the year	6,71,636	43,45,098
Add: Income Tax for earlier year	49,533	(9,67,987)
Net Surplus/(Deficit) at the end of the year	<u>1,22,35,310</u>	<u>1,15,14,142</u>
<b>Total Reserves &amp; Surplus</b>	<u>1,22,35,310</u>	<u>1,15,14,142</u>

	Non-Current Maturities		Current Maturities	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
<b>4. Long Term Borrowings</b>				
<b>Secured Loans</b>				
From Banks				
Vehicle Loans (*)	6,77,527	14,92,897	1,72,997	3,15,690
Working Capital Term Loan (under GECL Scheme (**))	62,22,100	50,55,500	23,33,400	19,44,500
<b>Unsecured Loans</b>				
100 Optionally Convertible Debentures (#)	10,00,00,000	10,00,00,000	-	-
	<u>10,68,99,627</u>	<u>10,65,48,397</u>	<u>25,06,397</u>	<u>22,60,190</u>

(\*) Note

(i) Secured by hypothecation of vehicle financed there against.

(ii) Vehicle Loans-

of Rs. 15.00 lakhs, Rs. 8.30 lakhs and Rs. 15.00 lakhs carrying interest @13.90% p.a., 9.35% p.a. and 7% p.a. respectively, are repayable in 60 months, 37 months and 60 months respectively.

(\*\*) Note

(i) Secured by extension of charge over the existing Primary & Collateral securities including mortgages created in favour of the Bank, as stated in 5(A) below .

(ii) Principal moratorium 24 months; Repayable in 36 monthly installments after moratorium.

(iii) Rate of interest- 0.75% above EBLR. Interest to be serviced as and when applicable

(#) Note

(i) The Optionally Convertible Debentures ("OCD's") are convertible into equity shares of Rs. 10 each at the option of the holder at any time after expiry of 5 years from the date of allotment i.e. 08.07.2020. The maturity date shall be 30.06.2027

(ii) The OCD's shall not carry any interest.

	31 March 2022	31 March 2021
<b>5. Short-term Borrowings</b>		
<b>(A) Bank Overdraft (Secured)</b>		
Cash Credit Account (\$)	2,76,37,015	3,75,11,812
	<u>2,76,37,015</u>	<u>3,75,11,812</u>

(\$) Note

These cash credit facilities from State Bank of India are secured by

(a) first charge on entire present and future fixed assets of the company;

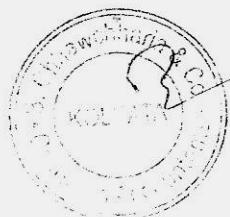
(b) hypothecation of stock of raw materials, work in process, finished goods, books debts and all the current assets, present & Future, of the company, and

(c) guaranteed by one director of the Company.

The above credit facilities are further secured by equitable mortgage of Industrial Premises at Kolkata owned by, a group company, M/s Maruna Exports Pvt. Ltd. along with their limited corporate guarantee.

Interest is charged @ 5.1% plus one year MCLR.

	31 March 2022	31 March 2021
<b>(B) Unsecured Loan Repayable on Demand</b>		
- from related parties	14,98,55,340	10,48,00,000
- from others	3,00,00,000	2,60,00,000
<b>(C) Current maturities of long-term borrowings</b>	<u>25,06,397</u>	<u>22,60,190</u>
	<u>18,23,61,737</u>	<u>13,30,60,190</u>



QTR	Name of the Bank	Particulars of Securities Provided	Amount as per books of account In Lacs	Amount as reported in the quarterly return/ statement in Lacs	Amount of difference
30-06-2021	State Bank of India	Goods	280.10	280.10	-
		Debtors	513.85	513.85	-
30-09-2021	State Bank of India	Goods	263.38	263.38	-
		Debtors	266.30	266.30	-
31-12-2021	State Bank of India	Goods	260.41	260.41	-
		Debtors	327.72	327.72	-
28-Mar-2022	State Bank of India	Goods	226.97	226.97	-
		Debtors	1,186.73	1,186.73	-

Reason for material discrepancies

6. Trade Payables

- Total outstanding dues of micro enterprises & small enterprises
- Others

	31 March 2022	31 March 2021
-Total outstanding dues of micro enterprises & small enterprises	-	49,40,239
-Others	6,40,57,713	7,53,25,694
	<b>6,40,57,713</b>	<b>8,02,65,933</b>

Trade Payable ageing Schedule :-

As on 31.03.2022

Particulars	Outstanding for following periods from due date of payments #			
	Less than 1 year	1-2 yrs.	2-3 yrs.	More than 3 years
MSME	-	-	-	-
Others	2,48,89,789	2,81,42,387	5,79,289	1,04,46,249
Disputed dues- MSME	-	-	-	-
Disputed dues- Others	-	-	-	-

Total **6,40,57,713**

As on 31.03.2021

Particulars	Outstanding for following periods from due date of payments #			
	Less than 1 year	1-2 yrs.	2-3 yrs.	More than 3 years
MSME	31,29,624	-	13,97,415	4,13,200
Others	6,24,78,352	15,05,682	97,92,157	15,49,503
Disputed dues- MSME	-	-	-	-
Disputed dues- Others	-	-	-	-

Total **8,02,65,932**

Note: Unbilled dues to be disclosed separately.

# where no due of payment is specified- date of transaction is to be considered





STESALIT SYSTEMS LIMITED  
CIN: U31908WB2010PLC155476

Notes to the Financial Statements for the year ended 31st March, 2022  
(All amounts are in rupees , unless otherwise stated)

9. PROPERTY, PLANT, EQUIPMENT & INTANGIBLE ASSETS

Description	Gross Block					As at 31 March, 2022	Accumulated depreciation/ amortisation				Net book value	
	As on 1st April 2021	Additions	Disposals/Sales/adjustments	Acquisitions through Business Combinations	Amount of change due to revaluation *		As on 1st April 2021	For the Period	Deductions / Adjustments	Upto 31 March, 2022	As at 31 March, 2022	As at 31 March, 2021
<b>Property, Plant &amp; Equipment ( A )</b>												
Factory Shed	25,72,122	-	-	-	-	25,72,122	6,44,114	1,83,226	-	8,27,340	17,44,782	19,28,008
Plant & Machinery	22,75,913	-	-	-	-	22,75,913	12,77,284	1,80,788	-	14,58,072	8,17,842	9,98,630
Vehicle Tracking Device	26,07,399	-	-	-	-	26,07,399	24,77,030	-	-	24,77,030	1,30,370	1,30,370
Testing Equipment	2,46,563	-	-	-	-	2,46,563	1,32,117	20,719	-	1,52,836	93,727	1,14,446
Furniture & Fixtures	6,71,712	12,542	-	-	-	6,84,253	5,18,942	41,946	-	5,60,888	1,23,365	1,52,769
Air Conditioner	5,00,976	24,992	-	-	-	5,25,969	3,79,927	31,353	-	4,11,280	1,14,689	1,21,049
Office Equipment	13,49,768	1,84,207	-	-	-	15,33,975	10,39,612	1,75,056	-	12,14,668	3,19,307	3,10,157
Vehicles	46,60,461	-	-	-	-	46,60,461	30,49,963	5,03,029	-	35,52,993	11,07,469	16,10,498
Computer & Accessories	75,15,333	4,26,332	-	-	-	79,41,664	65,49,367	5,24,524	-	70,73,892	8,67,773	9,65,965
Mould & Dies	1,52,500	-	-	-	-	1,52,500	90,301	11,260	-	1,01,561	50,939	62,199
Sub-total (A)	2,25,52,747	6,48,072	-	-	-	2,32,00,819	1,61,58,657	16,71,902	-	1,78,30,559	53,70,261	63,94,091
<b>Intangible Assets ( B )</b>												
Computer Software	8,01,35,800	-	-	-	-	8,01,35,800	2,22,76,812	2,25,35,533	-	4,48,12,345	3,53,23,455	5,78,58,988
Sub-total (B)	8,01,35,800	-	-	-	-	8,01,35,800	2,22,76,812	2,25,35,533	-	4,48,12,345	3,53,23,455	5,78,58,988
<b>Capital Work in Progress</b>												
Sub-total (C)	-	2,72,42,795	-	-	-	2,72,42,795	-	-	-	-	2,72,42,795	-
<b>Total (A + B + C)</b>	10,26,88,547	2,79,90,868	-	-	-	13,05,79,415	3,84,35,470	2,42,07,435	-	6,26,42,905	6,79,36,512	6,42,53,079
Previous Year's figures	13,58,50,480	6,27,17,553	5,27,26,423	-	-	14,58,41,610	6,41,32,887	1,74,55,644	-	8,15,88,531	6,42,53,079	-

(\*) If change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment

(i) Following Ageing schedule shall be given for capital work in progress and intangible asset under development-as the case may be:

AS on 31.03.2022

CWIP/ Intangible assets under development	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project in progress	2,72,42,795	-	-	-	2,72,42,795
Project temporarily suspended	-	-	-	-	-

AS on 31.03.2021

CWIP/ Intangible assets under development	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-

(ii) For CWIP/IAD, whose completion is overdue or has exceeded its cost compared to its original plan - a completion schedule shall be given.

CWIP/Intangible Assets under Development	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As on 31.03.2022					
Project 1	-	-	-	-	-
As on 31.03.2021					
Project 1	-	-	-	-	-





13. Trade Receivables

(Unsecured, considered good)

Debts due for a period exceeding six months	23,49,66,888	21,95,65,228
Other debts	14,79,32,968	16,59,90,327
	<u>38,28,99,856</u>	<u>38,55,55,555</u>

Trade receivables ageing Schedule:

As on 31.03.2022

Particulars	Outstanding for following periods from due date of payments #			
	Less than 6 months	6months - 1 year	1-2 yrs	2-3 yrs.
Undisputed trade receivables- considered good	14,74,17,557	48,84,644	6,10,90,346	4,01,34,186
Undisputed trade receivables- considered doubtful	-	-	-	-
Disputed trade receivables- considered good	-	-	-	15,77,545
Disputed trade receivables- considered doubtful	-	-	-	-

Particulars	Outstanding #	Total
	More than 3 years	
Undisputed trade receivables- considered good	10,94,42,110	36,29,68,843
Undisputed trade receivables- considered doubtful	-	-
Disputed trade receivables- considered good	1,83,53,468	1,99,31,013
Disputed trade receivables- considered doubtful	-	-
		<u>38,28,99,856</u>

As on 31.03.2021

Particulars	Outstanding for following periods from due date of payments #			
	Less than 6 months	6months - 1 year	1-2 yrs	2-3 yrs.
Undisputed trade receivables- considered good	16,59,90,327	54,63,707	7,28,59,725	3,41,70,216
Undisputed trade receivables- considered doubtful	-	-	-	-
Disputed trade receivables- considered good	-	-	25,32,830	54,24,197
Disputed trade receivables- considered doubtful	-	-	-	-

Particulars	Outstanding #	Total
	More than 3 years	
Undisputed trade receivables- considered good	6,42,11,228	34,26,95,202
Undisputed trade receivables- considered doubtful	-	-
Disputed trade receivables- considered good	3,49,03,326	4,28,60,353
Disputed trade receivables- considered doubtful	-	-
		<u>38,55,55,555</u>

Note: Unbilled dues shall be billed separately.

# where no due of payment is specified- date of transaction is to be considered

14. Cash and Cash Equivalents

Cash in hand

	31 March 2022	31 March 2021
	11,117	9,59,729
	<u>11,117</u>	<u>9,59,729</u>

15. Other Assets

Security Deposit

Accrued interest on fixed deposits

	Long term		Short term	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Security Deposit	83,00,729	26,12,403	-	-
Accrued interest on fixed deposits	-	-	7,52,995	13,75,964
	<u>83,00,729</u>	<u>26,12,403</u>	<u>7,52,995</u>	<u>13,75,964</u>



<b>16. Revenue for Operation</b>		
<b>(a) Sale of Products</b>		
Sales of Goods	1,07,62,569	3,99,85,568
Sales of IT Solutions	1,84,91,390	1,98,09,432
Packing & Forwarding Charges	20,078	1,84,774
	<u>2,92,74,037</u>	<u>5,99,79,774</u>
<b>(b) Sale of IT Solution Services</b>		
Services for IT Solutions	16,34,40,447	15,09,41,058
Other Services Charges	1,31,69,803	2,33,69,967
	<u>17,66,10,250</u>	<u>17,43,11,025</u>
<b>Total (a+b)</b>	<u><b>20,58,84,286</b></u>	<u><b>23,42,90,799</b></u>
<b>17. Other Income</b>		
Exchange fluctuation	4,01,281	(9,19,777)
Duty Drawback	-	63,853
Interest on Income Tax Refund	3,14,233	5,18,882
Insurance Claim Received	1,05,000	6,35,080
Sundry Balances written back (Net)	(3,50,844)	8,63,788
Interest on FDR	16,99,557	14,54,842
Rent Received	3,60,000	3,60,000
	<u>25,29,227</u>	<u>29,76,668</u>
	<b>31 March, 2022</b>	<b>31 March, 2021</b>
<b>18. Cost of Materials Consumed</b>		
Inventory at the beginning of the year	15,78,763	25,80,078
Add: Purchases of Raw Material	16,16,810	1,41,18,114
Less: Sales of Raw Material	-	4,09,852
Less: Inventory at the end of the year	7,35,969	15,78,763
	<u>24,59,603</u>	<u>1,47,09,577</u>
<b>19. Changes in Inventory</b>		
<b>Opening Stock</b>		
Finished goods	23,97,746	9,24,093
Stock in trade	2,31,76,488	6,45,202
Semi-Finished goods	15,91,386	27,23,303
	<u>2,71,65,619</u>	<u>42,92,598</u>
<b>Closing Stock</b>		
Finished goods	4,76,116	23,97,746
Stock in trade	1,58,40,340	2,31,76,488
Semi-Finished goods	6,05,306	15,91,386
	<u>1,69,21,762</u>	<u>2,71,65,620</u>
	<u>1,02,43,857</u>	<u>(2,28,73,022)</u>
	<b>31 March, 2022</b>	<b>31 March, 2021</b>
<b>20. Employee Benefits Expense</b>		
Salaries, bonus & allowances	2,73,22,204	6,61,47,438
Contribution to Provident & Other Funds	18,66,957	22,65,531
Staff welfare expenses	6,84,440	13,79,286
<b>Director's Remuneration &amp; Perquisites</b>		
Remuneration Paid	12,00,000	12,00,000
Others Perquisites	5,62,130	4,09,062
Sitting Fees	35,000	55,000
	<u>3,16,70,731</u>	<u>7,14,56,317</u>

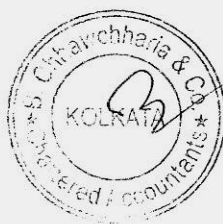


	31 March, 2022	31 March, 2021
<b>21. Finance Cost</b>		
Bank Interest	39,82,671	44,92,494
Interest on Secured Loan	1,72,997	7,96,038
Interest on Unsecured Loan	1,63,91,586	1,57,71,768
Other Finance Charges	8,92,919	71,890
	<b>2,14,40,173</b>	<b>2,11,32,190</b>
<b>22. Other Expenses</b>		
Manufacturing Expenses		
Carriage Inward	21,410	1,36,929
Packing Charges	1,46,995	7,95,986
Store Material Consumed	90,975	3,15,212
Machine Hire Charges	16,000	-
Power & Fuel	-	3,34,082
Manufacturing Expenses	10,47,582	30,05,575
Factory Rent	6,00,000	6,00,000
Testing Fees	97,500	3,19,309
Sub Contracts Charges	3,35,39,212	3,16,04,022
Consultancy Charges paid	5,07,72,798	1,38,73,090
Advertisement & Business Promotion expenses	2,73,417	1,70,093
Brokerage & Commission	14,500	98,625
Carriage Outward	37,640	4,99,997
Tender Fees	1,63,225	87,830
Office Electricity Charges	13,25,652	9,87,309
Bank Charges	11,24,136	18,58,708
Legal & Professional Charges	6,79,020	80,73,113
Rates & Taxes	1,17,760	59,327
Repairs & Maintenance	16,35,037	33,79,498
Rent paid	35,24,192	32,24,376
Membership & Subscription	10,39,042	5,84,561
Miscellaneous expenses	13,38,500	18,84,821
<u>Payment to Auditors'</u>		
Audit Fees	1,70,000	1,70,000
Tax Audit Fees	30,000	30,000
Printing & Stationery	7,23,763	8,22,341
Insurance Charges	96,757	1,20,645
Telephone & Internet charges	24,30,217	24,66,241
Postage & Telegram	2,21,632	1,66,131
Motor car expenses	17,17,051	7,44,073
Travelling & Conveyance	1,04,56,491	92,86,614
Items for Earlier Year	47,913	2,90,286
	<b>11,34,98,417</b>	<b>8,59,88,794</b>

**23. Earning per share (EPS)**

The following reflects the profit and share data used in the basic and diluted EPS computations:

	31 March 2022	31 March 2021
	Rs.	Rs.
Net Profit / (Loss) attributable to equity shareholders	6,71,636	43,45,098
Weighted average number of equity shares in calculating EPS	83,60,000	83,60,000
Nominal value of Equity Shares	10	10
Basic & Diluted EPS	0.08	0.52





24. On the basis of physical verification of assets and cash generation capacity of those assets, in the management perception, there is no impairment of assets as on 31st March 2022.

25. Foreign Currency Income/Expenses

	31 March 2022	31 March 2021
	Rs.	Rs.
<b>Income:</b>		
FOB Value of Exports	78,14,178	1,99,22,731
<b>Expenses:</b>		
Travelling Expenses	26,59,060	15,24,385
Training Expenses	22,65,948	82,44,267
Raw Materials	-	1,95,792
Others	8,08,319	4,58,438

26. Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

The company has circulated confirmation for the identification of suppliers registered under the micro, small and medium enterprises development act, 2006. On the basis of information available with the company under the aforesaid Act, the required disclosures are given below. This has been relied upon by auditors.

Particulars	31st March, 2022 (Rs.) (*)	31st March, 2021 (Rs.)
1. The principal amount and the interest due thereon remaining unpaid to any Micro/Small supplier		
- Principal amount	65,789	49,40,239
- Interest thereon	NIL	NIL
2. The interest paid by the buyer as above, along with the amount of payments made beyond the appointed date during each accounting year.	NIL	NIL
3. The amount of interest due and payable for the period of delay in making payments which has been made beyond the appointed day (during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act 2006.	NIL	NIL
4. The amount of interest accrued and remaining un paid at the end of each accounting year.	NIL	NIL
5. The amount of further interest remaining due and payable even in the succeeding year until such date when the interest dues as above are actually paid to the Small / Micro Enterprises.	NIL	NIL

(\*) the amount of Rs. 65,789 pertains to services rendered by vendors considered under Other payables under head "Other Current Liabilities"

27. Value of import calculated on CIF basis

	31 March 2022	31 March 2021
Raw Materials	1,55,380	1,95,792

28. Related Parties Disclosures

As per Accounting Standard 18 'Related Party Disclosures' issued by ICAI, the disclosure of transactions with related parties are given below:

(i) Names of the related parties and description of relationship

1. Key Management personnel & their relatives

Mr. Arun Kumar Khemka	Director
Mr. Hemant Khemka	Director
Mr. Parag Keshar Bhattacharjee	Director
Mr. Vivek Kumar	Director (w.e.f. 26.04.2022)
Mrs. Nilu Kapoor	Company Secretary
Mrs. Kusum Khemka	Relative of Director
Mr. Rohan Khemka	Relative of Director

3. Entity in which KMP/Relative of KMP has significant influence

Stesalit Infotech Private Limited  
Maruna Exports Private Limited  
Stesalit Automation Private Limited  
Faspol Construction Co Pvt Ltd  
Modern Railtech Equipment Manufactures Pvt. Ltd.



## STESALIT SYSTEMS LIMITED

CIN: U31908WB2010PLC155476

Notes to the Financial Statements for the year ended 31st March, 2022

(All amounts are in rupees, unless otherwise stated)

## (ii) Details of Related Party Transactions during the year ended 31st March 2022 and balance outstanding as at 31st March 2022:

	31 March 2022	31 March 2021
<b>1 Stesalit Infotech Private Limited</b>		
Opening Balance	14,27,313	49,59,224
Rent Payable	49,56,000	32,68,826
Payment of rent	44,93,313	68,00,737
Trade payables at year end	18,90,000	14,27,313
<b>2 Arun Kumar Khemka</b>		
Opening Balance	5,33,50,000	13,79,88,897
Transferred to 0% OCD	-	10,00,00,000
Loan taken	5,02,20,260	3,39,60,069
Loan repaid	2,18,50,000	15,00,000
Interest paid	18,64,920	1,70,98,966
Payable at year end	7,98,55,340	5,33,50,000
<b>3 Hemant Khemka</b>		
Opening Balance	14,50,000	25,03,369
Loan taken	3,06,12,338	1,45,000
Loan repaid	3,13,32,437	-
Interest paid	7,29,901	11,98,369
Closing Balance	-	14,50,000
Salary and perquisite	17,62,130	16,09,062
Rent	24,000	24,000
<b>4 Rohan Khemka</b>		
Transactions:		
Training Expenses	22,65,948	82,44,267
<b>5 Nilu Kapoor</b>		
Salary and perquisite	6,00,236	5,13,108
Payable at year end	50,700	45,057
<b>6 Maruna Exports Pvt. Ltd.</b>		
Factory Rent Paid	6,00,000	6,00,000
Opening Balance	5,00,00,000	5,11,18,852
Loan taken over	8,31,81,644	1,00,43,123
Loan repaid	5,75,00,000	50,00,000
Interest paid	56,81,644	61,61,975
Payable at year end	7,00,00,000	5,00,00,000
<b>7 Stesalit Automation Private Limited</b>		
Opening Balance	-	(1,05,011)
Raw Material Purchase	-	4,69,669
Payment of Raw Material	-	3,64,658
Trade payables at year end	-	-
Other Transactions	-	-
Material sale	30,32,600	4,83,627
Material amount transfer	30,32,600	4,83,627
Loan taken over	9,50,000	5,74,740
Loan repaid	9,50,000	5,74,740
<b>8 Stesalit Mobility Private Limited</b>		
Opening Balance	-	5,00,000
Shares Sale during the year	-	5,00,000
Year end Investments	-	-
<b>9 Faspol Construction Co Pvt Ltd</b>		
Opening Balance	-	2,70,000
Rent Payable	3,60,000	3,60,000
Rent Paid	3,60,000	6,30,000
Payable at Year end	-	-
<b>10 Modern Railtech Equipment Manufactures Pvt. Ltd.</b>		
Opening Balance	-	2,70,000
Rent Payable	4,24,800	4,24,800
Rent Paid	3,27,600	6,94,800
Payable at Year end	97,200	-



29. Contingent liabilities	31 March, 2022	31 March, 2021
a) Bank Guarantee issue to Customer	4,64,01,724	4,38,45,343
b) Disputed Liabilities to Provident Fund	7,38,021	7,38,021
c) Disputed Liabilities to GST Interest	10,18,730	13,42,932
d) Disputed Income Tax demand AY 20-21	6,26,475	-

30. Value of Import & Indigenous raw material & stores material as % of the consumption	31 March, 2022		31 March, 2021	
	Value in Rs	% of Total Consumption	Value in Rs	% of Total Consumption
(a). Raw Materials				
- Indigenous	24,59,603	100.00%	1,47,09,577	100.00%
- Import	-	0.00%	-	0.00%
	<u>24,59,603</u>		<u>1,47,09,577</u>	
(b) Stores & Spares				
- Indigenous	-	100%	2,96,863	100%

31. The disclosures required under Accounting Standard 15 (AS15) "Employee Benefits" notified in the Companies (Accounting Standards) Rules, 2006, based on actuarial valuation made by a registered valuer, are given below:

(i) Defined Contribution Plans	2021-22
Contribution to Defined Contribution Plans, recognized are charged off for the period (included in Profit & Loss A/c) as under.	
Employer's Contribution to Provident Fund	15,25,908

Defined Benefit Plan  
The present value of obligation for Employee's Gratuity Scheme is determined based on actuarial valuation using the Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to paid up the final obligation. The obligation for Leave Encashment is recognized in the same manner as Gratuity.

a. Reconciliation of opening and closing balance of defined benefit obligation

	31st March 2022	
	Gratuity (Unfunded)	Leave Encashment (unfunded)
Current Service Cost	8,03,162	2,37,816
Interest Cost	5,15,309	1,45,899
Actuarial (gains)/ losses	(20,76,673)	(6,75,121)
Benefits paid	2,63,250	77,852
Net Benefit Expense	<u>(4,94,952)</u>	<u>(2,13,554)</u>

b. Reconciliation of opening and closing balance of fair value of plan assets

Fair value of plan assets at beginning of the year	NIL	NIL
Expected return on plan assets	NIL	NIL
Actuarial (gain)/ loss	NIL	NIL
Employer contribution	2,63,250	77,852
Benefits paid	(2,63,250)	(77,852)
Closing Fair Value of Plan Assets	<u>-</u>	<u>-</u>

c. Reconciliation of fair value of assets & obligations

Fair value of plan assets	-	-
Present value of obligations	64,46,799	17,45,227
(Asset)/Liability recognized in the balance sheet	<u>64,46,799</u>	<u>17,45,227</u>

d. Net employee benefit expense recognized during the year

Current service cost	8,03,162	2,37,816
Interest cost	5,15,309	1,45,899
Expected return on plan assets	-	-
Net Actuarial (gain)/loss recognized in the year	(20,76,673)	(6,75,121)
Net benefit expense	<u>(7,58,202)</u>	<u>(2,91,406)</u>

e. Investment Details

NIL NIL

f. Actuarial Assumptions

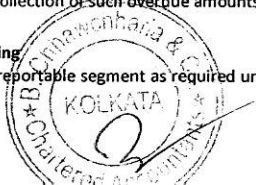
The principle assumptions used in determining defined benefit obligation for the company's plan are shown below:-

Mortality Table (Indian assured lives mortality)	100% of IALM 2012-14	100% of IALM 2012-14
Discount Rate (per annum)	7.30%	7.30%
Expected rate of return on plan assets (per annum)	N.A.	NIL
Rate of escalation in salary (per annum)	8.00%	8.00%

32. The Sundry Debtors include slow moving debtors to the tune of Rs. 12.77 crores (Previous Year Rs. 9.91) crores. The management has undertaken necessary steps for collection of such overdue amounts and is confident of recovering the same progressively.

33. Segment Reporting

Since the criteria of reportable segment as required under AS 17, *Segment Reporting*, issued by ICAI, are not met, the only reportable segment is 'IT Division.'



## STESALIT SYSTEMS LIMITED

CIN: U31908WB2010PLC155476

## Notes to the Financial Statements for the year ended 31st March, 2022

(All amounts are in rupees , unless otherwise stated)

## 34. Analytical Ratios

		Numerator	Denominator	31.03.2022	Numerator	Denominator	31.03.2021	% change	Reasons of variance
a	Current Ratio (Current Assets/Current Liabilities)	45,28,29,347	32,02,49,352	1.41	47,04,25,810	32,79,21,235	1.43	-1.43%	-
b	Debt-Equity Ratio (Total Debt/Shareholder's Equity)	31,68,98,379	9,58,35,310	3.31	27,71,20,399	9,51,14,142	2.91	13.49%	-
c	Debt Service Coverage Ratio (Profit before tax+ Depreciation+ Interest /Interest+Principal repayments)	4,66,00,058	25,60,01,941	0.18	4,69,41,892	17,72,79,709	0.26	-31.25%	Due to debt being serviced
d	Return on Equity Ratio (Profit after tax/Average Shareholder's Equity)	6,71,636	9,54,74,726	0.01	43,45,098	9,34,25,586	0.05	-84.87%	Due to income being lower than last year
e	Inventory Turnover Ratio (Sales/Average inventory)	20,58,84,286	2,32,50,589	8.86	23,42,90,799	1,79,12,722	13.08	-32.30%	Due to better inventory control
f	Trade Receivables Turnover Ratio (Total Sales/Average trade receivables)	20,58,84,286	38,42,27,706	0.54	23,42,90,799	38,52,65,692	0.61	-11.89%	-
g	Trade Payables Turnover Ratio (Total Purchases/Average Trade payables)	55,57,656	7,21,61,823	0.08	5,51,62,023	7,96,15,640	0.69	-88.88%	Due to better inventory control
	Net Capital Turnover Ratio (Sales/Average Working capital) Working Capital= Current Assets-Current Liabilities	20,58,84,286	13,75,42,284	1.50	23,42,90,799	8,38,04,094	2.80	-46.46%	Due to income being lower than last year
i	Net Profit Ratio (Profit after tax/Sales)	6,71,636	20,58,84,286	0.00	43,45,098	23,42,90,799	0.02	-82.41%	Due to income being lower than last year
j	Return on Capital employed (Profit before tax and interest/Capital employed) Capital employed= Tangible Net-worth + Total Debt + Deferred Tax liability)	2,23,92,623	41,27,33,689	0.05	2,94,86,248	37,22,34,540	0.08	-31.51%	Due to income being lower than last year
k	Return on Investment (Income from investments/Average Investments)	-	-	-	-	-	-	-	-



**35. Valuation of Current Assets, Loans & Advances, Trade Receivables and Trade Payables**

- (i) In the opinion of the management, current assets, loans and advances and trade receivables have the value at which they are stated in the Balance Sheet, unless otherwise stated, and adequate provisions for all known liabilities have been made and are not in excess of the amount reasonably required.
- (ii) Vendor balances appearing under Other Liabilities and balances of Trade receivables are subject to reconciliation/confirmation and adjustments in this respect are carried out as and when the amount thereof, if any, are ascertained.

36. The Company has obtained Corporate Guarantee against credit facilities not exceeding Rs. 805 Lakhs availed from a bank, by its Associate Company- M/s Maruna Exports Private Limited.

**37. Capital Work in Progress ('CWIP')**

The CWIP includes the expenditure incurred thereto namely viz., Salaries to employees, staff welfare expenses, related premises expenses, travelling expenses, etc., and duly allocated.

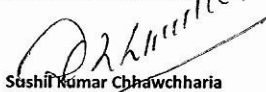
**38. Additional Disclosures**

- (a) During the year, the Company has not granted any Loans or Advances in the nature of loans which are either repayable on demand or without specifying any terms or period of repayment to promoters, directors and KMPs either severally or jointly with any other person.
- (b) No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder, the company for the financial year 2021-22.
- (c) The Company has borrowings from banks on the basis of security of current assets during the financial year ended 31.03.2022.
- (d) The Company is not declared as wilful defaulter by any Bank or Financial Institution or other lender.
- (e) The company has not entered into any transactions with companies which are struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the financial year ended on 31.03.2022.
- (f) During the year Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (g) During the year, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (h) The Company does not have any transaction relating to earlier years that has been surrendered or disclosed as income during the year in the tax assessments under the Income tax Act, 1961 and also there are no such previously unrecorded income and related assets relating to earlier years which have been recorded in the books of account during the year.
- (i) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (j) Section 135 of the Companies Act, 2013 read with respective rules in relation to Corporate Social Responsibility is not applicable to the Company under the said Section/Rule.

39. Previous year figures have been reclassified/regrouped wherever appropriate to confirm to current year's presentation.

**Signed for Identification Only**

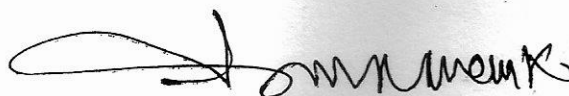
For B Chhawchharia & Co.  
Chartered Accountants  
Firm Registration No.: 305123E

  
Sushil Kumar Chhawchharia  
Partner  
M No. 008482



Place: Kolkata  
Date: 3rd September, 2022

**For and on behalf of the Board**



Arun Kumar Khemka  
DIN - 00032526  
Director



Hemant Khemka  
DIN - 00032636  
Director



Nilu Kapoor  
Company Secretary