

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

Regd. Office: 156, DSIDC, Okhla Industrial Area, Ph-1, New Delhi- 110020

Email: icelectricals@rediffmail.com

Contact No. 011-41613271

NOTICE

NOTICE IS HEREBY GIVEN THAT THE SIXTEENTH ANNUAL GENERAL MEETING OF THE SHAREHOLDERS OF M/s IC ELECTRICALS COMPANY PRIVATE LIMITED HELD ON WEDNESDAY, 29TH DAY OF SEPTEMBER, 2021 AT 4:00 P.M. AT HOLIDAY CLUB, PANCHSHEEL ENCLAVE, NEW DELHI-110017 TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:-

ITEM NO. 1

To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2021 and the reports of the Board of Directors and auditors thereon; and in this regard, pass the following resolution as **Ordinary Resolution**:

- a) "RESOLVED THAT** the Audited Financial statements of the company for the financial year ended March 31, 2021 including Audited Balance Sheet as at March 31, 2021 and statement of Profit & Loss and Cash Flow Statement for the Financial year ended March 31, 2021 together with the Report of the Board of Directors and Auditor thereon along with all the annexures as laid before this Annual General Meeting be and are hereby received, considered and adopted."
- b) "RESOLVED THAT** the Audited Consolidated Financial Statements of the company for the financial year ended March 31, 2021 together with the Report of the Auditors thereon along with all the annexures as laid before this Annual General Meeting be and are hereby received, considered and adopted."

ITEM NO. 2

To declare a dividend on equity shares for the financial year ended on March 31, 2021, if any.

ITEM NO. 3

To ratify the appointment of M/s M.M. BHASIN & Co., (Firm Registration No. 014777N), Chartered Accountants as Statutory Auditors of the Company and to fix their remuneration. In this regard, to consider and if thought fit, to pass with or without modification, the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to provision of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014,(including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and pursuant to the recommendations of the Board of Directors, appointment M/s M.M. BHASIN & Co., (Firm Registration No. 014777N), Chartered Accountants as Statutory Auditors

of the Company, is hereby ratified to hold office from conclusion of this meeting till the conclusion of the next Annual General Meeting of the Company for the Financial Year ending March 31, 2022."

By Order of Board of Directors



Sunil Kumar Verma
Chairman
DIN: 00346995
Address: 68, Pocket-A, SaritaVihar,
New Delhi-110076
Email: sunilkverma@rediffmail.com
Contact No. 9810881689

New Delhi, SEPTEMBER 4 2021

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Tel: 011-41613172

NOTES:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company. The Instrument appointing proxy should however, be deposited at the registered office of the company duly completed, stamped and signed not less than forty eight hours before Commencement of the meeting.

A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The holder of proxy shall prove his identity at the time of attending the Meeting.

2. Members are requested to intimate immediately any change in their address to the company.
3. Members are requested to send their queries, if any, related to accounts and operations of the company at least 10 days before the meeting so that the information can be made available at the meeting.

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Contact No. 011-41613271

DIRECTOR'S REPORT

To,
The Members,
IC Electricals Company Private Limited
CIN: U31909DL2005PTC139412

Your Board of Directors has pleasure in presenting the **16th Annual Report** along with audited financial statements for the Financial Year 2020-21 of the Company for the year ended 31st March, 2021.

1. FINANCIAL RESULTS:

(in Rs)

Particulars	Year 2020-21	Year 2019-20
Revenue from Operations	916269158	816522325
Other Income	5905928	2322339
Value of Production	890090252	788615473
Profit Before exceptional items & Tax	32084834	30229190
exceptional items		62345
Profit before Tax	32084834	30291535
Tax expenses	11218778	9210693
Profit for the year	20866057	21080842
Final Dividend	1925000	1925000
Net Worth	254470182	235529125

2.STATE OF COMPANY'S AFFAIRS:

The total income for the financial year under review was Rs. 922175086 as against Rs.818844663 for the previous financial year, an increase of 12.61%.

The profit before tax from continuing operations including exceptional items was Rs. 32084834 for the financial year under review as against Rs. 30229190 for the previous financial year, registering an increase of 5.92% . This has been made possible through saving in costs by exercising a strict control over them.

FUTURE OUTLOOK:

The business of the company comprises of three verticals, i.e., Sales of rotating machinery, sales of electronics goods & Railway Electrifications.

Indian Railways has embarked on a major electrification drive with the twin objective of cost saving and environment protection. Railways has set itself an ambitious goal of 100% electrification over the next 3-5 years, with steep targets of 7,000 route kilometres in 2019-20; 10,500 km in 2020-21, and 10,500 km in 2021-22. The Railways ministry has also taken a number of initiatives in order to transform into 'Green Railways' by 2030, including electrification, improving the energy efficiency of locomotives, fitting bio-toilets in coaches and switching to renewable sources of energy. The total expected outlay on Railway electrification and 'going green' initiative is expected to be around Rs 35,000 crores over the next five years.

MAKE IN INDIA INITIATIVE AND INDIGENIZATION:

Presently Indian Railways has been procuring a major part of its requirement of 2X 500 KVA IGBT Based Hotel Load Converter for WAP-7 Loco from Multinational Companies. Indian Railways wants to have domestic suppliers for the same with a view to have wider network for timely and regular supply thereof for their ever-increasing demand. Under make in India program, the promoters are encouraged to set the manufacturing facilities for the above and some more technical items in times to come, which are regularly being required by Indian Railways. Towards this, as stated above, the Company has taken up an initiative to set up a manufacturing facility for production of this component.

RESEARCH AND DEVELOPMENT:

The company by keeping in view the emerging trends in technology and also in line with the unfolding business scenario, has put in place an action plan to take up a number of projects with enhanced allocation of resources. To achieve this, R&D infrastructure and resources are being continuously strengthened / upgraded, to handle and cope up with the latest technologies effectively. The Company has also planned to develop a series of products / aggregates covering all the business segments through in-house research.

The company has employed a team of highly skilled and experienced technical professionals for developing and executing Hi-tech Electronics instrumentation Equipment and Control Systems as per customers' specifications. The company had developed in-house complete designs for products being manufactured by the Company after undergoing the complete cycle of their development, and testing using modern Equipment.

3.DIVIDEND:

Based on the Company's performance and keeping in view the need to conserve resources in these uncertain times and to fund future plans, the Directors are pleased to recommend a dividend at the rate of 0.50 per equity share for the Financial Year 2020-21 subject to the approval of the members.

4.QUALITY DEPARTMENTS:

Your Company has a comprehensive Corporate Quality Policy emphasizing Total Quality Management (TQM), which ensures that Products, Services and Processes meet stringent standards and requisite performance criteria. A separate Quality Departments spearheads the thrust function, headed by a Director (Technical) responsible for overall Product and service Quality, reporting directly to MD.

Quality Assurance system is continuously monitored across all the manufacturing processes to ensure Quality improvements, in Design, Processes and Systems.

All manufacturing divisions/ Quality Control procedures have been certified for Quality Management System (QMS) to ISO 9000- 2015 Standard.

5.INTERNAL FINANCIAL CONTROLS:

Adequate Internal Financial Controls (IFCs) are put in place by the Company with respect to Financial Statements. The Company has separate manuals for Accounts, Cost Accounting & Pricing, Stores, Purchase and Audit, which are being periodically updated, circulated for viewing and compliance by employees and executives concerned. This ensures that the activities are carried out in a transparent manner and in line with the delegation of powers. The adequacy of internal financial controls over financial reporting is covered by the Statutory Auditors in their Audit Report who have not reported any instance of material weakness in the operations.

7.NEW PRODUCTS:

- a) 2 X 500 KVA Hotel Load Converter for WAP-7 Loco
- b) 30 KW Permanent Magnet (PM) Alternator with Controller (This project was undertaken for the first time in India)
- c) 4.5 KW Underslung type Constant Voltage Regulated Battery Charger for LHB coaches;
- d) Traction Motor equivalent to GE 761/ GE 752 & Armature Coil and Field Coil

8.CORPORATE GOVERNANCE:

Your Company always strives to attain high standard of Corporate Governance practice and is complying with all guidelines in true spirit. Your Company has established systems and procedures to ensure that its Board of Directors is well informed about the policies of the Company to enable them to discharge their responsibilities and to enhance the overall value of all stakeholders.

9.CUSTOMER SATISFACTION:

Your Company has initiated various measures for availability of Spare Parts and serviceability 24x7 to ensure reliability of supplied equipment and provide highest customer satisfaction. Customer experience was further enhanced by Relationship Management System that can be used by our service engineers and customers through hand held device (Mobile Phone) from remote locations.

10. INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY:

The Company has maintained adequate financial control system, commensurate with the size, scale and complexity of its operations and ensures compliance with various polices, practices and statutes in keeping with the organization's pace of growth and increasing complexity of operations.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A) Appointment /Re-appointment of directors:

Provisions of Section 152 of the Companies Act, 2013, does not apply to private companies, therefore no Director is liable to retire by rotation.

B) Changes in Directors and Key Managerial Personnel:

There has been change in the constitution of Board during the year under review as Mr NK VERMA ceases to be director of the company due to death of the director on 20-04-2021.

In view of the applicable provisions of the Companies act 2013, the Company is not mandatorily required to appoint any whole time KMPs.

12. AUDITORS:

M/s M M BHASIN & Co., Chartered Accountants (Firm Registration Number: 014777N), were appointed as the Statutory Auditor of the Company for a period of 5 year from financial year 2019-20 to financial year 2023-24 at the Annual General Meeting held on 30th September, 2019.

The Statutory Auditors have audited the Accounts of the Company for the financial year ended 31st March 2021 and the same is being placed before members at the ensuing Annual General Meeting for their approval.

The Auditors' Report for Financial Year 2020-21 does not contain any qualification, reservation or adverse remark. The Auditors' Report is enclosed with the financial statements in this Annual Report.

During the period under review, no incident of fraud was reported by the Statutory Auditors pursuant to Section 143 (12) of the Companies Act 2013.

13. BOARD'S COMMENTS ON QUALIFICATION, RESERVATION & ADVERSE REMARKS OR DISCLAIMER MADE BY:

• **STATUTORY AUDITORS:**

Observation made by the Statutory Auditors in their Report are self-explanatory and therefore, do not call for any further comments under section 134(3)(f) of the Companies Act, 2013.

• **COST AUDITORS:**

The Company is not required to get a Cost Audit conducted for the financial year 2020-21 as provisions of Section 148 of the Companies Act, 2013 are not applicable to the Company.

14. MEETINGS DURING THE FINANCIAL YEAR:

• **BOARD MEETINGS**

The Board of Directors of the Company met **twenty (20)** times during FY 2020-21. The intervening gap between the two consecutive meetings was within the period as provided in Section 173 of the Companies Act, 2013.

The names of members of the Board, their attendance at the Board Meetings are as under:

Date of the Meetings	Board Strength	No. of Directors Present
April 28, 2020	6	3
May 04, 2020	6	3
May 19, 2020	6	3
June 02, 2020	6	4
June 19, 2020	6	4
July 8, 2020	6	4
August 04, 2020	6	4
August 10, 2020	6	3
September 03, 2020	6	3
September 14, 2020	6	3
September 30, 2020	6	3
October 01, 2020	6	3
October 20, 2020	6	3

October 26, 2020	6	3
October 30, 2020	6	3
November 23, 2020	6	3
November 26, 2020	6	3
December 04, 2020	6	3
January 02, 2021	6	3
March 03, 2021	6	3

Name of the Director	Board	AGM
Sunil Kumar Verma	20	Yes
Sanjai Vishwakarma	20	No
Narender Kumar Verma	1	No
S.R. Acharyulu	1	No
Savita Sachdeva	20	Yes
Rahul Verma	2	No

15. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The company has not given any Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013.

16. CONSOLIDATED FINANCIAL STATEMENTS:

Company has one subsidiary company i.e. Safe Coils India Private Limited (CIN: U35914DL2006PTC150377), and one Joint Venture with EMC Limited i.e. M/s EMC-ICECPL (JV) (PAN: AAAAE9999H) the consolidated financial statements for the FY 2020-21 has been annexed in AOC 4-CFS.

17. PERFORMANCE AND FINANCIAL POSITION OF SUBSIDIARY COMPANY AND JOINT VENTURE INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT:

Performance	Safe Coils India Private Limited
	Subsidiary
Total Revenue	6,13,39,532
Expenditure	5,93,36,356
Net Profit after tax	14,82,346

Share Capital	10,00,000
Reserves & Surplus	25,83,858

18.CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES:

The particulars of contracts or arrangements with related parties referred to in sub section (1) of section 188 entered by the Company during the financial year ended 31st March, 2021 is annexed hereto as Annexure B in prescribed **Form AOC-2** and forms part of this report and has been shown in the **Note- 28** of the attached financial statements. List of related parties is as under:

Name of the Related Party	Relationship
<ul style="list-style-type: none"> • Sunil Kumar Verma • Sanjai Vishwakarma • Narinder Kumar Verma • S.R. Acharyulu • Savita Sachdeva • Rahul Verma • Anita Vishwakarma • Prabha Vishwakarma • Sujana Vishwakarma • Abhuday Vishwakarma • Sarla Verma • Davisha Verma • Akansha Verma • Aditi Sachdeva 	Key Managerial Personnel
Safe Coils India Private Limited	Relative Key Managerial Personnel of
Safe Insulation Technologies Private Limited Safe System India Private Limited M/s EMC-ICECPL(JV)	Enterprises over which Key Managerial Personnel are able to exercise significant influence

19.CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO:

(A) Conservation of energy

Your Company continues to give emphasis on conservation of energy. The efficiency of energy utilization is closely monitored to attain higher level of energy conservation. At Factory units and HO offices of ICECPL all the conventional lighting

viz. Bulbs / Fluorescent Tubes / CFL have been switched over to LED Lighting system and reconditioning of furnaces to reduce heat loss and conserve energy.

(B) Technology absorption

- i. The efforts made towards technology absorption - all the products of the company being manufactured have been design and developed in house and hence no absorption of technology is not applicable.
- ii. The benefits derived like product improvement, cost reduction, product development or import substitution - The improvement in product design is an ongoing process and the company has been able to developed new product but also has improved upon existing product designs to save cost and increase efficiency.
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
 - (a) the details of technology imported - Nil
 - (b) the year of import - Nil
 - (c) whether the technology been fully absorbed - Nil
 - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof - Nil
- iv) The expenditure incurred on Research and Development- There is a substantial expenditure in the R&D and the company is in the process of formalizing the system on recording these expenditures.

(C) Foreign exchange earnings and Outgo

(in Rs)

Earnings	1108115
Outgo	1800862

20. RISK MANAGEMENT POLICY:

The company has developed a risk management policy with objectives of (i) providing a framework that enables future activities to take place in a consistent and controlled manner, (ii) improving decision making, planning and prioritization by comprehensive and structured understanding of business activities, volatility and opportunities/threats; (iii) contributing towards more efficient use/allocation of resources within organization; (iv) protecting and enhancing assets and Company image; (v) reducing volatility in various areas of business; (vi) developing and supporting people and knowledge base of the organization; and (vii) optimizing operational efficiency.

The processes and practices of risk management encompass risk identification, classification and evaluation. The company identifies all strategic, operational and financial risk that the Company faces by assessing and analyzing the latest trends in risk information available internally and externally and using the same to plan for risk management activities.

21. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT AND PAYMENT OF REMUNERATION:

The provisions of Section 178 of the Companies Act, 2013 read with Rule 6 of The Companies (Meetings of Board and its Powers) Rules, 2014 in regard to constitution of Nomination and Remuneration Committee are not applicable on the Company and hence the Company has not devised any policy for appointment of Directors and their remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub- section 3 of Section 178 of the Companies Act, 2013.

22. PREVENTION OF SEXUAL HARASSMENT POLICY:

The Company has in place a Prevention of Sexual Harassment policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment covering all employees (permanent, contractual, temporary, trainees). During the year 2020-2021, no complaints were received by the Company related to sexual harassment.

23. DEPOSITS:

No disclosure or reporting is required in respect of the details relating to deposits covered under Chapter V of the Act as there were no deposits taken during the financial year 2020-21.

24. ORDERS PASSED BY REGULATORS / COURTS / TRIBUNALS:

There is no such order passed by the Regulators / Courts / Tribunals in respect to the Company during the financial year.

25. PARTICULARS OF EMPLOYEES:

None of the employees who have worked throughout the year or a part of the financial year were getting remuneration in excess of the threshold mentioned under Section 197(12) of the Act read with rule 5(2) of Companies (Appointment and Remuneration) Rules, 2014.

26. VIGIL MECHANISM:

Your Directors would like to inform that till now provisions of establishment of Vigil Mechanism do not apply to the Company.

27. MATERIAL CHANGES AND COMMITMENTS:

There has been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which this financial statement relates and the date of the report. There has been no change in the nature of business of the company

.DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS:

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

28.DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3) (c) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- a) In the preparation of the annual accounts for the year ended March 31, 2021, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.
- b) The Directors have 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 as at March 31, 2021 and of the profit of the Company for the year ended on that date.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the annual accounts on a 'going concern' basis.
- e) The Company being unlisted, sub clause (e) of section 134(5) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

29.DETAIL OF FRAUD AS PER AUDITORS REPORT:

There is no fraud in the Company during the Financial Year ended 31st March, 2021. This also being supported by the report of the auditors of the Company as no fraud has been reported in their audit report for the Financial Year ended 31st March, 2021.

30.ACKNOWLEDGEMENT:

Your Directors wish to place on record their sincere appreciation for significant Contributions made by the employees at all levels through their dedication, hard-work and commitment, enabling the Company to achieve good performance during the year under review.

Your Directors also take this opportunity to place on record the valuable co-operation and support extended by the banks, government, business associates and the shareholders for their continued confidence reposed in the Company and look forward to having the same support in all future endeavors.

By Order of Board of Directors



Sunil Kumar Verma

Chairman

DIN: 00346995

Address: 68, Pocket-A, SaritaVihar,
New Delhi-110076

Email: sunilkverma@rediffmail.com

Contact No. 9810881689

New Delhi, SEPTEMBER 4, 2021

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ANNEXURE TO THE DIRECTORS` REPORT

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the 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	N.A
	Nature of contracts/arrangements/transaction	N.A
	Duration of the contracts/arrangements/transaction	N.A
	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A
	Justification for entering into such contracts or arrangements or transactions'	N.A
	Date of approval by the Board	N.A
	Amount paid as advances, if any	N.A
	Date on which the special resolution was passed in General meeting as required under	N.A

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

S. No.	Particulars					
	Name (s) of the related party & nature of relationship	Nature of contracts/ arrangements /transaction	Duration of the contracts/ Arrangements /transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
1.	Sunil Kumar Verma (Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 15,60,000	Not Applicable, Since the transactions are carried on arms length basis and in the ordinary course of business	-
2.	Sanjai Vishwakarma (Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 9,36,000		-
3.	S R Acharyulu (Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/stipend	12 MONTHS	Rs. 6,09,000		-
4.	Narinder Kumar Varma (Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 10,76,400		-
5.	Rahul Verma (Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 13,68,000		-
6.	Sarla Verma (Relative of Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 8,77,500		-
7.	Anita Vishwakarma (Relative of Key Managerial	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 4,38,750		-

	Personnel)				
8.	Prabha Vishwakarma (Relative of Key Managerial Personnel)	Director Remuneration/ Incentives/ Salary/Stipend	12 MONTHS	Rs. 2,57,400	-
9.	Safe System India Pvt. Ltd. (Entities over which KMP / relatives of KMP have significant influence)	Rent Paid	12 MONTHS	Rs. 3,300,000	-
10	Safe Coils India Pvt. Ltd. (Subsidiary Company)	Rent received	12 MONTHS	Rs. 1,80,000	-
11.	Safe Coils India Pvt. Ltd. (Subsidiary Company)	Service rendered	12 MONTHS	Rs. 12,52,485	-
12.	Safe Coils India Pvt. Ltd. (Subsidiary Company)	Sale of Goods	12 MONTHS	Rs. 5,69,53,100	-
13.	EMC-ICEPL(JV) (Enterprises over which KMP are able to excercise significant influence)	Sale of Goods	12 MONTHS	Rs. 51,06,516	-
14.	Safe System India Pvt. Ltd. (Entities over which KMP / relatives of KMP have significant	Sale of Goods	12 MONTHS	Rs. 6,67,464	-

	influence)				
15.	Safe Coils India Pvt. Ltd. (Subsidiary Company)	Purchase of Goods	12 MONTHS	Rs 3,22,620	-
16.	Safe Insulation Technologies Pvt. Ltd. (Entities over which KMP / relatives of KMP have significant influence)	Purchase of Goods	12 MONTHS	Rs.11,50,078	-
17.	Safe System India Pvt. Ltd. (Entities over which KMP / relatives of KMP have significant influence)	Purchase of Goods	12 MONTHS	Rs. 4,56,47,832	-
18.	EMC-ICECPL (JV) (Entities over which KMP / relatives of KMP have significant influence)	Purchase of Goods	12 MONTHS	Rs. 51,52,278	-

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Sunil Kumar Verma

Chairman

DIN: 00346995

Address: 68, Pocket-A, SaritaVihar,
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Email: sunilkverma@rediffmail.com

Contact No. 9810881689

Form AOC-1

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

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

Part "A": Subsidiaries - **APPLICABLE**

Part "B": Associates - **NOT APPLICABLE**

Part "B"(i) : Joint Ventures - **APPLICABLE**

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of associates/Joint Ventures	EMC-ICECPL (JV)
1. Latest audited Balance Sheet Date	31/03/2021
2. Shares of Associate/Joint Ventures held by the company on the year end	-
Number of Shares	-
Amount of Investment in Associates/Joint Venture	-
Extend of Holding %	99.9 %
3. Description of how there is significant influence	There is significant influence by the Control
4. Reason why the joint venture is not consolidated	NA
5. Net worth attributable to shareholding as per latest audited Balance Sheet	(1,95,61,014)
6. Profit/Loss for the year	(66,83,677)
i. Considered in Consolidation	(66,76,993)
ii. Not Considered in Consolidation	(6,684)

For and on behalf of Board of Directors
IC Electricals Company Private Limited



Sunil Kumar Verma

Chairman

DIN: 00346995

Address: 68, Pocket-A, Sarita Vihar

New Delhi-110076

Email: sunilkverma@rediffmail.co

Contact No. 9810881689

New Delhi, September 4th , 2021

Form AOC-1

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

Part "A": Subsidiaries - **APPLICABLE**

Part "B": Associates - **NOT APPLICABLE**

Part "B"(i) : Joint Ventures - **APPLICABLE**

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of associates/Joint Ventures	EMC-ICECPL (JV)
1. Latest audited Balance Sheet Date	31/03/2021
2. Shares of Associate/Joint Ventures held by the company on the year end	-
Number of Shares	-
Amount of Investment in Associates/Joint Venture	-
Extend of Holding %	99.9 %
3. Description of how there is significant influence	There is significant influence by the Control
4. Reason why the joint venture is not consolidated	NA
5. Net worth attributable to shareholding as per latest audited Balance Sheet	(1,95,61,014)
6. Profit/Loss for the year	(66,83,677)
i. Considered in Consolidation	(66,76,993)
ii. Not Considered in Consolidation	(6,684)

For and on behalf of Board of Directors
IC Electricals Company Private Limited



Sunil Kumar Verma

Chairman

DIN: 00346995

Address: 68, Pocket-A, Sarita Vihar

New Delhi-110076

Email: sunilkverma@rediffmail.co

New Delhi, September 4th , 2021

Contact No. 9810881689

Form AOC-1

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

Statement containing salient features of the financial statement of subsidiaries

Part "A": Subsidiaries

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

S.NO.	Particulars	Details
1.	Name of the Subsidiary	M/s SAFE COILS INDIA PRIVATE LIMITED
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	N.A
3.	Reporting currency and exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	N.A.
4.	Share Capital	1,000,000
5.	Reserves & Surplus	25,83,858
6.	Total Assets	2,17,54,850
7.	Total Liabilities (excluding share capital and reserve and surplus as mentioned above)	1,81,70,992
8.	Investments	-
9.	Turnover	6,04,58,029
10.	Profit before Taxation	20,03,176
11.	Provision for Taxation	-
12.	Profit after Taxation	14,82,346
13.	Proposed Dividend	-
14.	% of shareholding	60%

For and on behalf of Board of Directors
IC Electricals Company Private Limited



Sunil Kumar Verma
 Chairman
 DIN: 00346995
 Address: 68, Pocket-A, Sarita Vihar,
 New Delhi-110076
 Email: sunilkverma@rediffmail.com
 Contact No. 9810881689
 New Delhi, September 04th, 2021

UDIN: 21084090AAAAEM9113

INDEPENDENT AUDITOR'S REPORT

To the Members of IC ELECTRICALS COMPANY PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone financial statements of IC Electricals Company Private Limited ("the Company"), which comprise the balance sheet as at 31st March 2021, and the statement of Profit and Loss, and Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

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

Basis for Opinion

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

Note: During this challenging time of Covid-19 outbreak, the audit has been conducted to the best of our capability based on of e-verification of scans, soft copies, information, confirmations, records and documents made available to us by the management.

Information other than the Standalone 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 Director's Report and other company related information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that



there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, 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 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

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



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

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

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

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

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 in terms of Section 143(11) of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the said Order.
2. Due to the COVID-19 related lockdown, we were not able to observe the year-end physical verification of inventory that has been carried out by the management. Consequently, we have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit Evidence - Specific Considerations for Selected Items" and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on these Financial Statements.
3. 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 Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2006.
- 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.
- f) With respect to the adequacy of the internal financial controls with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure 2'.
- g) Being a private limited company, provisions of Section 197 is not applicable to the company. Hence, reporting in accordance with requirement of provisions of section 197(16) of the Act is not applicable on the Company.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its Standalone Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For M M BHASIN & CO.

Chartered Accountants

FRN: 01477



M. M. BHASIN

Partner

MRN: 084090

Place: New Delhi

Dated: 4th September, 2021

ANNEXURE '1' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of IC Electricals Company Private Limited of even date)

- i. In respect of the Company's fixed assets:

 - (a) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets (Property, Plant & Equipment).
 - (b) The fixed assets (Property, Plant & Equipment) have been physically verified by the management at reasonable intervals. According to the information and explanations given to us, 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 immovable properties included in fixed assets are held in the name of the Company.
In respect of immovable properties been taken on lease and disclosed as property, plant and equipment in the standalone financial statements, the lease agreements are in the name of the Company.
- ii. Physical verification of inventory has been conducted at reasonable intervals by the management. As informed to us no material discrepancies have been noticed on such verification.
- iii. The Company has not granted any loans, secured or unsecured to any companies, firms, limited liability partnership or other parties covered in register maintained under Section 189 of the Companies Act, 2013.
In view of the above, clause 3 (iii)(a), 3 (iii)(b) and 3 (iii)(c) of the Order are not applicable.
- iv. The company has complied with the provisions of section 186 of the Companies Act, 2013 in respect of short term Loans given. No loans have been given to parties covered under section 185 of the Companies Act, 2013. The company has not given any guarantee or provided any security to any party covered under section 185 or 186 of the Companies Act, 2013.
- v. The company has not accepted deposits from the public within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the rules made there under, hence this clause is not applicable.
- vi. We have broadly reviewed the accounts and records maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act read with Companies (Cost Records & Audit) Rules, 2014 and we are of the opinion that *prima facie* the prescribed accounts and records have been made and maintained. We have not, however, made detailed examination of the records with a view to determine whether they are accurate and complete.
- vii. According to the information and explanations given to us, in respect of statutory dues:

 - a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund,



employees' state insurance, income tax, goods and service tax, service tax, duty of customs, value added tax, cess and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities and there are no undisputed statutory dues outstanding as on 31 March 2021 for a period of more than six months from the date they became payable. However, payment of following statutory liabilities is pending as on the date of this report:-

S.N.	Particulars	Amount ('Rs.)
1	Employee's State Insurance Fund(ESI)	2,76,630
2	Employee's Provident Fund (EPF)	73,72,540
3	Tax deducted at Source Liability	28,00,462

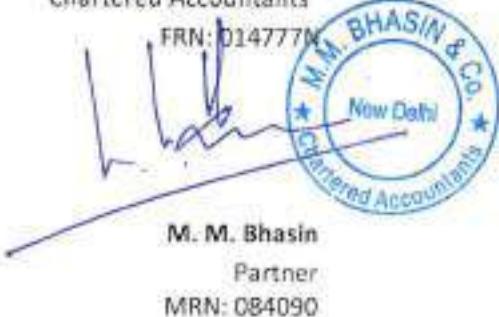
- b) According to the information and explanations given to us, there are no material dues of goods and service tax, sales tax, service tax, duty of customs, duty of excise, value added tax and cess which have not been deposited with the appropriate authorities on account of any dispute. However TDS Liability amounting to 27,89,950 is due as on the date of this report and Outstanding Demands amounting to 1,24,58,458 is outstanding on the Income Tax portal
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to financial institutions, banks. The company has not taken any loan from the Government.
- ix. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). According to the information and explanations given to us, the money raised by the Company by way of term loans have been applied for the purposes for which they were obtained.
- x. According to the information and explanations given to us and as represented by the Management and based on our examination of the books and records of the Company and in accordance with generally accepted auditing practices in India, no case of frauds by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. Being a private limited company, provisions of Section 197 read with Schedule V to the Act are not applicable; hence reporting under clause 3(xi) is not applicable.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. The Company has complied with the provisions of Section 177 and 188 of the Act w.r.t transactions with the related parties, wherever applicable. Details of the transactions with



- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, provisions of clause 3 (xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with the directors or persons connected with them as covered under Section 192 of the Act.
- xvi. According to information and explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For M M BHASIN & CO.

Chartered Accountants



Place: New Delhi

Dated: 4th September, 2021

Annexure 2 to the Independent Auditor's Report

Referred to in Paragraph 2 under "Report on Other Legal and Regulatory Requirements" section of our report on even date to the members of IC Electricals Company Private Limited on the Standalone Financial Statements for the year ended 31st March 2021.

Report on the Internal Financial Controls with reference to Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Act.

We have audited the internal financial controls with reference to Standalone Financial Statements of IC Electricals Company Private Limited ("the Company") as of 31 March 2021 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls with reference to Standalone Financial Statements based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") 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 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 with reference to Standalone Financial Statements 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 control system with reference to Standalone Financial Statements and their operating effectiveness. Our audit of internal financial control with reference to Standalone Financial Statements included obtaining an understanding of internal financial control with reference to Standalone Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls with reference to Standalone Financial Statements

A Company's internal financial control with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to Standalone Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone 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 Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Standalone Financial Statements

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to Standalone Financial Statements in place and such internal financial controls with respect to Standalone Financial Statements were operating effectively as at 31 March 2021, based on the internal controls over financial reporting criteria established by the Company considering the components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

For M M BHASIN & CO.
Chartered Accountants
FRN: 014777N

M. M. BHASIN
Partner
MRN: 084090

Place: New Delhi
Dated: 4th September, 2021

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

BALANCE SHEET AS AT 31ST MARCH, 2021

	Note	As at 31st March, 2021	As at 31st March, 2020	(Amount in ₹)
EQUITY AND LIABILITIES				
Shareholders' Funds				
Share capital	1	3,85,00,000	3,85,00,000	
Reserves and surplus	2	<u>21,59,70,182</u>	<u>19,70,29,125</u>	
		25,44,70,182	23,55,29,125	
Non-Current Liabilities				
Long-term borrowings	3	12,26,63,717	16,36,84,255	
Long-term provisions	4	<u>51,60,311</u>	<u>40,21,705</u>	
		12,78,24,028	16,77,05,960	
Current Liabilities				
Short-term borrowings	5	29,89,88,247	21,09,41,887	
Trade payables	6			
Total outstanding dues of micro enterprises and small enterprises		17,23,47,165	7,65,39,660	
Total outstanding dues of creditors other than micro enterprises and small enterprises		15,81,42,753	18,16,93,898	
Other current liabilities	7	6,49,62,324	7,76,17,076	
Short-term provisions	8	<u>1,40,81,745</u>	<u>1,04,45,127</u>	
		70,85,22,233	55,72,37,648	
TOTAL ASSETS		1,09,08,16,442	96,84,72,733	
ASSETS				
Non-Current Assets				
Property, plant and equipment	9			
Tangible assets		3,88,43,169	4,08,17,469	
Intangible assets		<u>82,926</u>	<u>1,02,814</u>	
		3,89,26,094	4,09,20,283	
Non-current investments	10	6,00,000	6,00,000	
Deferred tax assets (net)	11	41,44,305	34,77,464	
Long-term loans and advances	12	2,39,51,910	2,12,90,367	
Other non-current assets	13	<u>5,27,92,305</u>	<u>4,22,93,720</u>	
		8,14,88,521	6,76,61,551	
Current Assets				
Inventories	14	40,85,73,597	32,98,81,872	
Trade receivables	15	42,08,79,850	40,36,89,957	
Cash and cash equivalents	16	74,91,101	39,01,195	
Short-term loans and advances	17	6,44,95,712	4,05,23,336	
Other current assets	18	<u>6,89,61,566</u>	<u>7,38,94,538</u>	
		97,04,01,826	85,18,90,899	
TOTAL		1,09,08,16,442	96,84,72,733	

The accompanying notes form an integral part of the Standalone financial statements

As per our Report of even date attached

For M. M. Bhasin & Co.
(Chartered Accountants)
FRN: 014777N

CA: M. M. Bhasin
(Partner)
MRN: 084090



For and on behalf of the Board of Directors

Sundil Kumar Verma
Director
DIN: 00346995

Sanjay Vishwakarma
Director
DIN: 01362411

New Delhi

Date: 4th September, 2021

UDIN: 21084090AAAAEM9113

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDING 31ST MARCH, 2021

	Note	Year ended 31st March, 2021	Year ended 31st March, 2020	(Amount in ₹)
Revenue from operations	19	91,62,69,158	81,65,22,325	
Other income	20	59,05,928	23,22,339	
Total revenue		92,21,75,086	81,88,44,663	
Expenses:				
Cost of material consumed	21	58,49,18,255	53,63,55,787	
Changes in inventories of finished goods, work-in-progress	22	(3,33,11,424)	(6,98,32,207)	
Employee benefit expenses	23	11,24,23,193	11,56,01,168	
Finance costs	24	4,08,77,985	4,45,58,206	
Depreciation and amortisation expense	9	67,70,989	81,66,352	
Other expenses	25	17,84,11,254	15,37,66,167	
Total expenses		89,00,90,252	78,86,15,473	
Profit/ (loss) before exceptional items and tax		3,20,84,834	3,02,29,190	
Exceptional items	26	-	62,345	
Profit/ (loss) before tax		3,20,84,834	3,02,91,535	
Tax expenses:	31			
Current tax		1,22,15,754	94,13,437	
Prior year tax		(3,30,134)		
Deferred tax		(6,66,842)	(2,02,744)	
		1,12,18,778	92,10,693	
Profit/ (loss) for the year		2,08,66,057	2,10,80,842	
Earnings per equity share of face value of ₹ 10 each	27			
Basic EPS		7.70	7.78	
Diluted EPS		7.70	7.78	

The accompanying notes form an integral part of the Standalone financial statements

As per our Report of even date attached

For M. M. Bhasin & Co.
(Chartered Accountants)
FRN: 014771N

CA. M. M. Bhasin
(Partner)
MRN: 084090



For and on behalf of the Board of Directors

Sunil Kumar Verma
Director
DIN: 00346995

Sanjay Vishwakarma
Director
DIN: 01362411

New Delhi
Date: 4th September, 2021
UDIN: 21084090AAAAEM9113

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

STATEMENT OF CASH FLOW FOR THE PERIOD ENDING 31ST MARCH, 2021

	Year ended 31st March, 2021	Year ended 31st March, 2020	(Amount in ₹)
A: CASH FLOW FROM OPERATING ACTIVITIES			
Net profit/(loss) before tax as per statement of profit and loss	3,20,84,834	3,02,91,535	
Adjusted for:			
Depreciation / amortisation expense	67,70,989	81,66,352	
Finance costs	4,08,77,985	4,29,56,736	
Provision for gratuity	19,72,904	4,08,440	
Rental income	(3,60,000)	(1,44,000)	
Interest income	(31,85,328)	(20,06,741)	
Profit on sale of fixed assets	-	(62,345)	
Gratuity paid	-	(52,673)	
Exchange gain	(11,08,115)	(1,71,598)	
	4,49,68,436	4,90,94,171	
Operating profit/(loss) before working capital changes	7,70,53,178	7,93,85,706	
Adjusted for:			
Inventories	(7,86,91,725)	(5,31,66,174)	
Trade receivables	(1,71,89,893)	10,04,77,557	
Trade payables	7,28,22,854	5,03,77,677	
Short-term loans & advances	(2,39,72,376)	(73,82,669)	
Other current assets	49,32,972	(5,91,00,692)	
Other current liabilities	(1,32,21,247)	(1,76,96,165)	
	(5,53,19,414)	1,35,09,534	
Taxes paid	(90,83,303)	(84,30,628)	
Net cash generated from Operating activities	1,26,59,553	8,44,64,612	
B: CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets	(47,76,881)	(28,97,901)	
Sale of fixed assets	-	1,50,000	
Rental income	5,60,000	1,44,000	
Interest income	31,85,328	20,06,741	
Movement in Long-term loans & advances	(26,61,543)	(2,10,97,667)	
Movement in Other non-current assets	(1,04,98,585)	(2,30,39,906)	
Net cash used in Investing activities	(1,45,91,601)	(4,47,34,733)	
C: CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from share issue	-	3,30,00,000	
Long term borrowings (net)	(4,10,20,538)	(3,29,67,296)	
Short term borrowings (net)	8,80,46,359	49,69,611	
Finance costs	(4,08,77,985)	(4,29,56,736)	
Dividend paid	(19,25,000)	(23,03,025)	
Net cash used in Financing activities	42,22,836	(4,02,57,446)	
Net increase/(decrease) in Cash and cash equivalents	24,81,789	(5,27,567)	
Exchange difference gain/ (loss)	11,08,115	1,71,598	
Opening balance of Cash and cash equivalents	39,01,195	42,57,164	
Closing balance of Cash and cash equivalents	74,91,099	39,01,195	

The accompanying notes form an integral part of the Standalone financial statements.

As per our Report of even date attached

For M. M. Bhasin & Co.
(Chartered Accountants)
FRN: 014777N

C. A. M. M. Bhasin
(Partner)
MRN: 084090



For and on behalf of the Board of Directors

Sunil Kumar Verma
Director
DIN: 00346995

Sanjai Vishwakarma
Director
DIN: 01362411

New Delhi
Date: 4th September, 2021

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Company Information

IC Electricals Company Private Limited ("the Company") was incorporated on 5th August, 2005, with an objective of carrying out manufacturing of Electrical Component, having its registered office at New Delhi.

Significant Accounting Policies

A. Basis for preparation of accounts

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

B. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known or materialise.

C. Property Plant and Equipment

Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequently expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Projects under which assets are not ready for their intended use are shown as Capital Work-in-Progress.

Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/ depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible asset.

D. Depreciation, Amortisation and Depletion

Depreciation on tangible assets is provided on the written down value method over the useful lives of assets as prescribed in Schedule II to the Companies Act, 2013. Depreciation for assets purchased/ sold during a period is proportionately charged. Intangible assets are amortized over their respective individual estimated useful lives written down value basis, commencing from the date the asset is available to the Company for its use.

E. Impairment

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount. There is no impairment on assets during the reporting period.



For IC Electricals Company Private Limited

 Director A

 Director B

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110026

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

F. Foreign Currency Transactions and Translations

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction of that approximates the actual rate at the date of the transaction.

Monetary items denominated in foreign currencies at the year end are restated at the year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

Non-monetary foreign currency items are carried at cost.

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

G. Investments

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Tangible Fixed Assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.

H. Inventories

Inventories are valued at the lower of cost and the net realizable value after providing for obsolescence and other losses, where considered necessary. The basis of determining cost for various categories of inventories, are as follows:

1. Raw Material : At material cost on Weighted average cost basis
2. Finished goods : Cost of Raw Materials plus apportioned direct expenses
3. Work-in-progress: Valued at lower of cost or net realizable value up to the stage of completion. Cost includes direct material, labour cost and appropriate overheads.
4. Stores and Spares : Weighted average cost

Valuation of Inventory is certified by management on the basis of physical verification and documents submitted to banks.

I. Revenue Recognition

Sale of goods

Revenue are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. It is measured based on the consideration to which the Company expects to be entitled from a customer excludes Goods and Service Tax (GST) collected from customer and remitted to the appropriate taxing authorities and are not reflecting in the Statement of Profit and Loss as "Revenue".

Scrap sales

Revenue from sale of scrap is recognise on transfer of control of scrap material to customers in an amount that reflects the consideration we expect to receive in exchange for these material net of trade discounts, if any and excludes GST.



For I C Electricals Company Private Limited

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC13942

REGD. OFFICE: 156 ISIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110028

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

J. Employee Benefits

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentives which is expected to occur within twelve months after the end of the period in which the employee renders the related service.

Defined contribution plans

The Company's contribution to provident fund and superannuation fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.

Defined benefit plans

For defined benefit plans in the form of gratuity fund and post-employment medical benefits, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

K. Borrowing Costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

L. Provision for Current and Deferred Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternative Tax (MAT) paid in a year is charged to the statement of Profit and Loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period i.e. the period for which the MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on "Accounting for credit available in respect of Minimum Alternative Tax under The Income Tax Act, 1961", the said asset is created by way of credit to the Statement of Profit and Loss account and shown as "MAT Credit Entitlement". The Company reviews the "MAT Credit Entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal income tax during the specified period.

Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted as on the balance sheet date. Deferred tax liabilities are recognised for all timing differences. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their reliability.

M. Other Income

Dividend income is recognised when the right to receive payment is established.

Interest

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, using Effective Interest Rate (EIR) method.

All the other incomes have been accounted for on accrual basis except for those entailing recognition on realization basis under AS 9 on the ground of uncertainty factor.



For I C Electricals Company Private Limited

Director

Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-3, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

N. Government Grants

The government grants are of the nature of promoters' contribution, i.e., they are given with reference to the contribution towards capital investment and no repayment is expected in respect thereof, the grants are treated as capital reserve which can be neither distributed as dividend nor considered as deferred income.

O. Prior Period Items

Prior period items arisen in the current year as a result of errors or omission in the preparation of the financial statements of prior period(s) are separately disclosed in the statement of profit & loss.

P. Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

Q. Insurance Claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

R. Provisions and Contingencies

Provision is recognised 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 recognised nor disclosed in the financial statements.

S. Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

T. Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the Lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss.

U. Cash and Cash Equivalents

Cash and cash equivalents for the purposes of Cash Flow Statement comprises cash on hand, demand deposits with banks and other short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

V. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non - cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

For IC Electricals Company Private Limited



 
Signature
Director
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

W. Covid-19 reporting

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

In view of the lockdown across the country due to the COVID-19 the Company's business operations have been affected temporarily in compliance with the directives/orders issued by the relevant authorities. The Company has made detailed assessments of its liquidity position for the next one year and of the recoverability and carrying values of its assets comprising property, plant and equipment, right-of-use assets, inventories, investments, receivables and other current assets as well as liabilities accrued as at the balance sheet date and on the basis of evaluation based on the current estimates has concluded that no material adjustments is required in the financial statement.

Given the uncertainties associated with nature, condition and duration of COVID-19, the impact assessment on the Company's financial statements will be continuously made and provided for as required.



For I C Electricals Company Private Limited
MMB
Director
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 456 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

1 Share capital

	As at 31st March, 2021	As at 31st March, 2020
Authorised share capital:		
50,00,000 equity shares of ₹ 10 each	5,00,00,000	5,00,00,000
	5,00,00,000	5,00,00,000
Issued, subscribed and paid up capital:		
38,50,000 equity shares of ₹ 10 each	3,85,00,000	3,85,00,000
TOTAL:	3,85,00,000	3,85,00,000

1.1: The details of shareholders holding more than 5% shares :

Name of the shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares held	% Holding	No. of Shares held	% Holding
Safe System India Pvt. Ltd. #	17,56,540	45.62%	17,56,540	45.62%
Har Bhagwan Devra	5,02,800	13.06%	5,02,800	13.06%
Sumil Kumar Verma	4,51,280	11.72%	4,51,280	11.72%
Renu Verma	2,50,000	6.49%	2,50,000	6.49%
Safe Insulation Technologies Pvt. Ltd.	1,87,500	4.87%	1,87,500	4.87%
Sanjay Vishwakarma	1,37,500	3.57%	1,37,500	3.57%

Enterprise/ Individuals that exercise significant influence over the Company.

1.2: The reconciliation of the number of shares outstanding is set out below :

Name of the shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	No. of Shares	No. of Shares	No. of Shares
Equity shares at the beginning of the year	5,50,000		5,50,000	
Movement during the year	33,00,000		33,00,000	
Equity shares at the end of the year	38,50,000		38,50,000	

1.3: Terms/ rights attached to equity shares

The company has only one class of Equity Shares having a par value of ₹ 10 per Share. Each holder of Equity Share is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

2 Reserves and surplus

	As at 31st March, 2021	As at 31st March, 2020
Reserves and surplus		
As per last balance sheet	18,43,29,125	16,55,51,309
Add: Transferred from statement of profit and loss	2,08,66,057	2,10,80,842
Less: Dividend paid	(19,25,000)	(19,25,000)
Less: Corporate dividend tax	-	(3,78,025)
	20,32,70,182	18,43,29,125
Securities premium		
As per last balance sheet	1,27,00,000	1,27,00,000
Add: Current year	-	-
	1,27,00,000	1,27,00,000
TOTAL	21,59,70,182	19,70,29,125

For IC Electricals Company Private Limited




Director


Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

3 Long-term borrowings

	Non-Current		Non-Current	
	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
Term loans- secured				
From banks	34,70,096	27,87,581	34,70,096	27,87,581
From bank	8,89,716	5,40,286		
From related parties	1,65,19,825	4,84,89,825		
From others	10,17,84,081	11,18,66,563		
	11,91,93,622	16,08,96,674		
TOTAL	12,26,63,717	16,36,84,255		

Refer notes below for nature of security and terms of repayment of borrowings, including current maturities of long term debts. Also refer note 7.

(i) Details of nature of security and terms of repayment

Nature of security	Terms of repayment
a. Vehicle Loans amounting to ₹ 1,75,94,000 (Closing 31st March, 2021 ₹ 56,66,663) have been secured by hypothecation of vehicles.	₹ Repayable in monthly installments and due within 1 year is ₹ 21,96,567 (Long term liability ₹ 34,70,096)
b. Term loan from Banks, NBFCs and Others amounting to ₹ 11,54,71,000 (31st March, 2021 ₹ 10,26,73,797) are unsecured.	Repayable in equal monthly installments and due within 1 year ₹ 1,18,15,101 (Long term liability ₹ 9,08,58,696)
c. The Company has taken interest free term loan from the related parties of company aggregating ₹1,65,19,825 as on 31st March, 2021.	

4 Long-term provisions

	As at 31st March, 2021	As at 31st March, 2020
Provision for gratuity	51,60,311	40,21,705
TOTAL	51,60,311	40,21,705

5 Short-term borrowings

	As at 31st March, 2021	As at 31st March, 2020
Secured		
Cash credit accounts from banks	29,89,88,247	21,09,41,887
TOTAL	29,89,88,247	21,09,41,887

Working capital loan from Bank are secured by hypothecation of present and future stock of raw materials, work-in-progress, finished goods, stores and spares (not relating to plant and machinery), book debts and receivables.



For I C Electricals Company Private Limited
 Director
 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

6 Trade payables

	As at 31st March, 2021	As at 31st March, 2020
Trade payables:		
Total outstanding dues of micro enterprises and small enterprises (refer note below)	17,23,47,165	7,65,39,660
Total outstanding dues of creditors other than micro enterprises and small enterprises	15,81,42,753	18,16,93,898
TOTAL	33,04,89,918	25,82,13,558

*Trade payables are payables in respect of the amount due on account of goods purchased or services received in the normal course of business

Particulars	As at 31st March, 2021	As at 31st March, 2020
1. Principal amount due and remaining unpaid	17,23,47,165	7,65,39,660.00
2. Interest due on above and the unpaid interest	3,42,528	79,239.00
3. Interest paid	-	-
4. Interest accrued & remaining unpaid	4,21,759	79,239.00

(i) Dues to micro and small enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

(ii) Provision for interest on MSME dues have been provided.

7 Other current liabilities

	As at 31st March, 2021	As at 31st March, 2020
Statutory dues payable		
Statutory dues payable to government authorities	2,29,85,192	2,04,55,098
	2,29,85,192	2,04,55,098
Expense payable		
Dues payable to employees	2,31,03,482	2,15,73,825
Current maturity of long term borrowings (unsecured)	-	2,60,48,173
From bank	8,26,867	-
From others	1,09,88,234	-
Current maturity of long term borrowings (secured)	21,96,567	42,16,459
Advance from customers	17,34,600	-
Other dues payable	31,27,383	53,23,522
	4,19,77,133	5,71,61,978
TOTAL	6,49,62,334	7,76,17,876

Notes: There are no amounts due for payment to the Investor Education and Protection Fund as at the year end.

8 Short-term provisions

	As at 31st March, 2021	As at 31st March, 2020
Provision for gratuity	18,65,991	10,31,693
Provision for Income tax	1,22,15,754	94,13,434
TOTAL	1,40,31,745	1,04,45,127



For I C Electricals Company Private Limited

 Director

 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

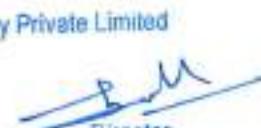
(Amount in ₹)

10 Non-current investments	As at 31st March, 2021	As at 31st March, 2020
Other investment (valued at cost)		
Unquoted equity investment in subsidiary company:		
60,000 Equity shares i.e. 60% (31st March, 2021:		
60,000) of ₹ 10/- each of Safe Coils India Private Limited	6,00,000	6,00,000
TOTAL,	6,00,000	6,00,000
11 Deferred tax assets (net)		
	As at 31st March, 2021	As at 31st March, 2020
Tax effect of items constituting deferred tax assets		
On difference between book balance and tax balance of fixed assets	21,89,588	20,71,608
Provision for gratuity	19,54,717	14,05,855
TOTAL,	41,44,305	34,77,464
12 Long-term loans and advances		
	As at 31st March, 2021	As at 31st March, 2020
Unsecured, considered good		
Security deposits	2,39,51,910	2,12,90,367
TOTAL,	2,39,51,910	2,12,90,367
13 Other non-current assets		
	As at 31st March, 2021	As at 31st March, 2020
Railways (Earnest money deposits)	5,27,92,305	4,22,93,720
Other retention money	-	-
TOTAL,	5,27,92,305	4,22,93,720
14 Inventories		
	As at 31st March, 2021	As at 31st March, 2020
Raw material	14,72,23,208	10,18,42,967
Work-in-progress	2,16,52,000	3,04,98,956
Work-in-progress at RE Site	5,75,60,370	-
Finished goods #	18,21,38,019	19,75,40,069
TOTAL,	40,88,73,597	32,98,81,872

*Valuation of inventory is certified by management on the basis of physical verification.



For IC Electricals Company Private Limited

 Director

 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

15 Trade receivables

	As at 31st March, 2021	As at 31st March, 2020
Considered good, unless otherwise stated*		
Outstanding for a period exceeding six months	11,24,55,793	8,15,37,394
Others	30,84,24,057	32,21,52,563
TOTAL	42,08,79,850	40,36,89,957

*Certified by management

16 Cash and cash equivalents

	As at 31st March, 2021	As at 31st March, 2020
Cash and cash equivalents		
Cash in hand	29,96,827	19,44,758
Cash at Site	22,50,250	14,67,099
Bank Balances	22,44,024	4,89,338
TOTAL	74,91,101	39,01,195

17 Short-term loans and advances

	As at 31st March, 2021	As at 31st March, 2020
Unsecured considered good, unless otherwise stated		
Balance with government authorities	3,09,28,943	2,32,74,096
Advance to suppliers	2,74,62,412	1,18,47,584
Staff advance and others	61,04,356	54,01,656
TOTAL	6,44,95,712	4,05,23,336

18 Other current assets

	As at 31st March, 2021	As at 31st March, 2020
Other assets		
Prepaid expenses	11,36,122	7,94,877
Current Maturity of Railways (Earnest money deposits)	1,88,97,014	1,84,42,132
FDR with bank against loan	4,89,28,430	5,46,57,529
TOTAL	6,89,61,566	7,38,94,538

19 Revenue from operations

	Year ended 31st March, 2021	Year ended 31st March, 2020
From sale of products	91,62,69,158	81,65,22,325
TOTAL	91,62,69,158	81,65,22,325



For I C Electricals Company Private Limited

 Director

 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

20 Other income

	Year ended 31st March, 2021	Year ended 31st March, 2020
Interest income	31,85,328	20,06,741
Rental income	3,60,000	1,44,000
Profit on foreign exchange fluctuations	11,08,115	1,71,598
Other operating revenue #	12,52,485	-
TOTAL	59,05,918	23,22,339

Unbilled revenue for services rendered during the year Rs. 12,52,485 (Previous year Rs. Nil)

21 Cost of material consumed

	Year ended 31st March, 2021	Year ended 31st March, 2020
Opening stock	10,18,42,907	11,85,08,940
Add: Purchases	63,02,98,556	51,96,89,754
	73,21,41,463	63,81,98,694
Less: Closing stock	14,72,23,268	10,18,42,907
TOTAL	58,49,18,255	53,63,55,787

22 Changes in inventories of finished goods, work-in-progress

	Year ended 31st March, 2021	Year ended 31st March, 2020
<i>Inventory at the end:</i>		
Finished goods	18,21,38,019	19,75,40,009
Work-in-progress	7,92,12,370	3,04,98,956
	26,13,50,389	22,80,38,965
<i>Inventory at the beginning:</i>		
Finished goods	19,75,40,009	12,30,23,488
Work-in-progress	3,04,98,956	3,51,83,270
	22,80,38,965	15,82,06,758
NET (INCREASE)/DECREASE	(3,33,11,424)	(6,98,32,207)

23 Employee benefit expenses

	Year ended 31st March, 2021	Year ended 31st March, 2020
Salary and wages	9,65,18,480	9,67,95,252
Director remuneration	46,73,000	51,21,371
Staff welfare expenses	47,49,825	55,78,850
Long term employee benefits (incl. employer contribution)	64,81,888	81,05,695
TOTAL	11,24,23,193	11,56,01,168

As per Accounting Standard 15 "Employee benefits", the disclosures as defined in the Accounting Standard are given below :

23.1: Table showing changes in present value of obligations:

	Year ended 31st March, 2021	Year ended 31st March, 2020
Present value of the obligation at the beginning of the period	50,53,398	46,97,631
Interest cost	3,53,738	3,17,090
Current service cost	13,67,563	11,09,676
Benefits paid (if any)	-	(52,673)
Actuarial (gain)/loss	2,51,803	(10,18,326)
Present value of the obligation at the end of the period	70,16,302	50,53,398



For I C Electricals Company Private Limited

Director



Director

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IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHILA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

23.3: Amounts to be recognized in Balance Sheet

	Year ended 31st March, 2021	Year ended 31st March, 2020
Present value of the obligation at the end of the period	70,26,302	50,53,398
Fair value of plan assets at end of period	-	-
Net liability/(asset) recognized in Balance Sheet and related analysis	70,26,302	50,53,398
Funded Status - Surplus / (Deficit)	(70,26,302)	(50,53,398)

23.3: Expense recognized in the statement of Profit and Loss:

	Year ended 31st March, 2021	Year ended 31st March, 2020
Interest cost	3,53,738	3,17,090
Current service cost	13,67,363	11,09,676
Expected return on plan asset	-	-
Net actuarial (gain)/loss recognized in the period	2,51,803	(10,18,326)
Expenses to be recognized in the statement of profit and loss accounts	19,72,904	4,08,440

23.4: Actuarial assumptions

	Year ended 31st March, 2021	Year ended 31st March, 2020
Discount rate (per annum)	7.00%	6.77%
Salary growth rate (per annum)	5%	5%
Withdrawal rate (per annum)	5%	5%

24 Finance costs

	Year ended 31st March, 2021	Year ended 31st March, 2020
Interest cost	3,90,75,668	4,29,56,736
Other borrowing cost	18,02,317	16,01,470
TOTAL	4,08,77,985	4,45,58,206



For IC Electricals Company Private Limited




Director

Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

25 Other expenses:

	Year ended 31st March, 2021	Year ended 31st March, 2020
Manufacturing expenses:		
Consumption of stores and spares	37,70,141	39,74,961
Job work charges	4,19,17,297	3,10,86,749
Generator running & maintenance	9,11,585	7,31,590
Electricity expenses	25,33,505	21,32,234
Freight & cartage inward	90,02,576	61,84,252
Packing material	61,02,118	54,52,350
	6,42,37,222	4,95,67,136
Administrative and selling expenses:		
Audit fees		
Statutory Audit	6,50,000	6,50,000
Tax Audit	2,00,000	2,00,000
Freight & cartage outward	93,18,706	79,60,163
Insurance charges	23,48,823	16,36,631
Technical, legal & professional charges	3,22,29,349	1,89,42,059
Rent, rates & taxes	1,34,94,107	1,04,88,411
Repair & maintenance-Others	41,61,723	46,57,925
Travelling & conveyance	3,03,03,910	2,98,19,483
Other expenses	2,14,67,412	2,98,49,358
	11,41,74,031	10,42,04,031
TOTAL:	17,84,11,254	15,37,66,167

26 Exceptional items:

	Year ended 31st March, 2021	Year ended 31st March, 2020
Exceptional items *	-	62,345
	-	62,345

* Exceptional item represents profit on sale of vehicle.

27 Earnings per share (EPS)

	Year ended 31st March, 2021	Year ended 31st March, 2020
Net profit after tax as per statement of profit and loss attributable to equity shareholders	2,08,66,057	2,10,80,842
Weighted average number of equity shares outstanding	27,10,822	27,10,822
Basic EPS (in ₹)	7.70	7.78
Diluted EPS (in ₹)	7.70	7.78
Face value of equity share (in ₹)	10.00	10.00



For I C Electricals Company Private Limited

 Director

 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-1, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

28 Related party disclosures

As per accounting standard 18, the disclosures of transactions with the related parties are given below:

(i) List of related parties where control exists and related parties with whom transactions have taken place and relationships

Name of the related party	Relationship
Sunil Kumar Verma	
Sanjai Vishwakarma	
Narinder Kumar Verma	
S R Acharyulu	Key Managerial Person
Savita Sachdeva	
Rahul Verma	
Anita Vishwakarma	
Prabha Vishwakarma	
Sujana Vishwakarma	
Abhyuday Vishwakarma	Relative of Key Managerial Personnel
Sarla Verma	
Davisha Verma	
Akansha Verma	
Aditi Sachdeva	
Safe Coils India Private Limited	Subsidiary
Safe Insulation Technologies Private Limited	
Safe System India Private Limited	
EMC-ICECPL (JV)	Enterprises over which Key Managerial Personnel are able to exercise significant influence

(ii) Transactions during the year with related parties:

Nature of transactions	Year ended 31st March, 2021	Year ended 31st March, 2020
Director remuneration/ incentives/ salary		
Key managerial personnel and relatives		
Sunil Kumar Verma	15,60,000	18,20,000
Sanjai Vishwakarma	9,36,000	9,82,258
S R Acharyulu	6,09,000	10,21,682
Narinder Kumar Verma	10,76,400	13,80,096
Rahul Verma	13,68,000	14,98,387
Sarla Verma	8,77,500	9,17,742
Anita Vishwakarma	4,38,750	4,71,371
Prabha Vishwakarma	2,57,400	2,86,000
Rent paid		
Safe System India Private Limited	33,00,000	33,00,000
Rent received		
Safe Coils India Private Limited	1,80,000	-
Service rendered		
Safe Coils India Private Limited	12,52,485	-
Sale of goods		
Safe Coils India Private Limited	5,69,53,100	2,91,42,685
EMC-ICECPL (JV)	51,06,516	6,50,57,507
Safe System India Private Limited	6,67,464	-

For I C Electricals Company Private Limited

Director

Director



IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

Purchase of goods

Safe Coils India Private Limited	3,22,620	5,000
Safe Insulation Technologies Private Limited	11,50,078	11,93,373
Safe System India Private Limited	4,56,47,832	50,86,659
EMC-ICECPL (JV)	51,52,278	71,81,812

29 Foreign exchange earning and outgo

	Year ended 31st March, 2021	Year ended 31st March, 2020
Foreign exchange earnings		
Sales or other income	-	-
Foreign exchange outgo		
Value of Import during the year	18,00,862	12,19,344
Foreign travelling expense	-	3,46,600
	18,00,862	15,65,944

30 Auditor remuneration

	Year ended 31st March, 2021	Year ended 31st March, 2020
As statutory auditors (Audit Fee)	6,50,000	6,50,000
As tax auditors (Audit Fee)	2,00,000	2,00,000
In other capacities	2,20,000	2,20,000

* Auditor remuneration is excluding GST

31 Tax expenses

Income taxation

The Company in view of the provisions of Income Tax Act, 1961 has recognised Income tax provision as on 31st March, 2021 is ₹ 1,22,15,754/- (as on 31st March, 2020 was ₹ 94,13,437/-).

Deferred taxation

The net deferred tax asset as on 31st March, 2021 amounting to ₹ 41,44,305/- (deferred tax assets as on 31st March, 2020 was ₹ 34,77,464/-) has been arrived and difference amounting to ₹ 6,66,842/- is transferred to statement of profit and loss.

	Year ended 31st March, 2021	Year ended 31st March, 2020
Deferred tax assets		
Written down value as per Companies Act, 2013	3,89,26,094	4,09,20,283
Written down value As per Income Tax Act, 1961	4,67,96,648	4,83,66,754
Timing difference on account of depreciation	(78,70,553)	(74,46,471)
Related to fixed assets	(21,89,588)	(20,71,608)
Deferred tax assets		
Provision for expenses	-	-
Employees benefits	70,26,302	50,53,398
Total	70,26,302	50,53,398
Disallowances under the Income Tax Act, 1961	(19,54,717)	(14,05,855)
Deferred tax liability/ (assets) [net]	(41,44,305)	(34,77,464)
Opening balance of deferred tax liability/asset	(34,77,464)	(24,34,349)
Deferred tax expense/(income)	(6,66,842)	(2,02,744)

Note : The tax impact for the above purpose has been arrived by applying a tax rate of 27.82% (for A.Y. 2021-22) being the prevailing tax rate for Indian Companies under the Income Tax Act, 1961.



For I C Electricals Company Private Limited
Director
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

32. Dividend paid and proposed

	Year ended 31st March, 2021	Year ended 31st March, 2020
Dividend declared and paid during the year:		
Final Dividend paid for the year ended 31st March, 2020: ₹ 0.50/- per share (31st March, 2020: ₹ 0.5/- per share)	19,25,000	19,25,000
Corporate Dividend Tax on Final Dividend	-	3,78,025
	<u>19,25,000</u>	<u>15,46,975</u>
Proposed dividends on equity shares:		
Final dividend for the year ended 31st March, 2021: ₹ 0.50/- per share (31st March, 2020: ₹ 0.50/- per share)	19,25,000	19,25,000
Corporate dividend tax on proposed dividend	-	-
	<u>19,25,000</u>	<u>19,25,000</u>

33. Segment reporting

As the Company's business activity falls within a single business segment, namely manufacturing of Electrical Component, therefore disclosure requirements in terms of Accounting Standard (AS)-17 (Segment Reporting) are not applicable.

34. Long-term contracts

The Company does not have any long term contracts including derivative contracts for which there is any material foreseeable losses as at 31st March, 2021

Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure

As per our Report of even date attached

For M. M. Bhasin & Co.
(Chartered Accountants)
FRN: 0107775

CA. M. M. Bhasin
(Partner)
MRN: 084090

New Delhi
Date: 4th September, 2021
UDIN: 21084090AAAAEM9113



For and on behalf of the Board of Directors


Sunil Kumar Verma
Director
DIN: 00346995


Sanjay Vishwakarma
Director
DIN: 01362411

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31900DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-A, NEW DELHI - 110016

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

9 Property, plant and equipment #

Description	Gross block			Depreciation/ amortisation			Net block	
	As at 01st April, 2020	Addition	Deduction/ adjustments	As at 31st March, 2021	As at 01st April, 2020	For the year	Deduction/ adjustments	As at 31st March, 2021
Tangible assets:								
Land	70,00,000	-	-	70,00,000	-	-	-	70,00,000
Buildings	1,03,00,474	-	-	1,03,00,474	42,55,412	2,94,412	-	57,50,650
Plant and machinery	3,82,00,829	2,05,200	-	3,84,06,029	2,50,23,783	23,86,541	-	1,09,95,705
Tools	52,63,126	1,33,646	-	53,96,772	32,85,499	3,80,033	-	17,31,240
Research and development	35,51,290	-	-	35,51,290	23,41,041	2,19,099	-	25,60,140
Office equipment	34,45,178	-	-	34,45,178	19,84,897	3,40,537	-	23,25,434
Computer	52,71,801	5,62,353	-	58,34,154	48,48,912	3,39,864	-	51,88,776
Electrical installations	1,92,388	-	-	1,92,388	1,82,563	206	-	1,82,769
Furniture and fixtures	87,25,497	11,88,119	-	99,13,616	53,81,646	10,21,549	-	64,03,195
Fire extinguisher	52,185	-	-	52,185	49,576	-	-	49,576
Mobile instruments	20,00,274	44,492	-	20,44,766	17,96,222	69,666	-	18,65,888
Vehicles	2,42,93,541	26,42,991	-	2,69,36,532	1,83,29,563	16,99,194	-	2,00,28,758
Intangible assets:								
Know how	15,61,577	-	-	15,61,577	14,58,763	19,888	-	14,78,651
TOTAL	10,98,58,160	47,76,801	-	11,46,34,461	6,89,37,877	67,70,939	-	7,57,08,866
PREVIOUS YEAR	10,52,71,445	38,97,901	-	10,31,186	6,17,15,056	81,66,352	9,43,531	6,89,37,877
								4,99,26,383
								4,62,76,380

*Mr. Dinesh Chaturvedi
Director*

*Mr. Dinesh Chaturvedi
Chartered Accountant*



INDEPENDENT AUDITOR'S REPORT

To the Members of IC ELECTRICALS COMPANY PRIVATE LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the Consolidated financial statements of IC Electricals Company Private Limited (hereinafter referred to as "the Holding Company"), and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entities which comprise the consolidated balance sheet as at 31st March 2021, and the consolidated statement of Profit and Loss, and the consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

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

Basis for Opinion

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

Note: During this challenging time of Covid-19 outbreak, the audit has been conducted to the best of our capability based on e-verification of scans, soft copies, information, confirmations, records and documents made available to us by the management.

Information other than the Consolidated 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 Director's Report and other company related information, but does not include the consolidated financial statements and our auditor's report thereon.



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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, and consolidated 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. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities is responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

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

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



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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate Internal Financial Controls with reference to Consolidated Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

Due to the COVID-19 related lockdown, we were not able to observe the year-end physical verification of inventory that has been carried out by the management. Consequently, we have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit Evidence - Specific Considerations for Selected Items" and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on these Financial Statements.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2006.
- e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2021 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly controlled companies incorporated in India, none of the directors of the Group companies, its associate companies and jointly controlled companies incorporated in India is disqualified as on 31st March, 20XX from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to Consolidated Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure 1'.
- g) Being a Private Limited Company, provisions of Section 197 is not applicable to the company. Hence, reporting in accordance with requirement of provisions of section 197(16) of the Act is not applicable on the Company.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. There were no pending litigations which would impact the consolidated financial position of the Group, its associates and jointly controlled entities.



- ii. The Group, its associates and jointly controlled entities did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies, associate companies and jointly controlled companies incorporated in India.

For M M BHASIN & CO.

Chartered Accountants

FRN: 014777N

Digitally Signed by M M BHASIN & CO.
FRN: 014777N
Postbox Code: 110006, D-4004
Address: 404, 2nd Floor, DLF Cyber City,
Sector 15, Noida, UP-201301
Mobile: 9810000000
Email: mmbs@rediffmail.com
www.mmbs.com



CA. M. M. BHASIN

Partner

MRN: 084090

Place: New Delhi

Dated: 4th September 2021

Annexure 1 to the Independent Auditor's Report

Referred to in Paragraph (f) under "Report on Other Legal and Regulatory Requirements" section of our report on even date to the members of IC Electricals Company Private Limited on the Consolidated Financial Statements for the year ended 31st March 2021.

Report on the Internal Financial Controls with reference to Consolidated Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Act.

We have audited the internal financial controls with reference to Consolidated Financial Statements of IC Electricals Company Private Limited ("the Holding Company") and its subsidiary companies as of 31st March 2021 in conjunction with our audit of the Consolidated Financial Statements of the IC Electricals Company Private Limited for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company, its subsidiary companies incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to Consolidated Financial Statements based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") 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 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 with reference to Consolidated Financial Statements 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 control system with reference to Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial control with reference to Consolidated Financial Statements included obtaining an understanding of internal financial control with reference to Consolidated Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error.



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

Meaning of Internal Financial Controls with reference to Consolidated Financial Statements

A Company's internal financial control with reference to Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to Consolidated Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Consolidated 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 Consolidated Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Consolidated Financial Statements

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to Consolidated Financial Statements in place and such internal financial controls with respect to Consolidated Financial Statements were operating effectively as at 31 March 2021, based on the internal controls over financial reporting criteria established by the Company considering the components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

For M M BHASIN & CO.

Chartered Accountants

FRN: 014777N

madan

mohan

bhasin

CA. M. M. BHASIN

Partner

MRN: 084090



Place: New Delhi

Dated: 4th September 2021

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

(Amount in ₹)

	Note	As at 31st March, 2021	As at 31st March, 2020
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	1	3,85,00,000	3,85,00,000
Reserves and surplus	2	<u>19,79,85,162</u>	<u>18,48,25,217</u>
		23,64,85,162	22,33,25,217
Minority Interest		14,33,308	8,40,369
Non-Current Liabilities			
Long-term borrowings	3	12,38,72,269	16,53,30,956
Long-term provisions	4	<u>51,60,311</u>	<u>40,21,705</u>
		12,90,32,580	16,93,52,661
Current Liabilities			
Short-term borrowings	5	29,90,44,972	21,09,41,887
Trade payables	6		
Total outstanding dues of micro enterprises and small enterprises		18,14,08,477	23,67,67,029
Total outstanding dues of creditors other than micro enterprises and small enterprises		18,36,79,096	14,27,94,645
Other current liabilities	7	7,20,90,655	8,25,09,072
Short-term provisions	8	<u>1,46,05,070</u>	<u>1,07,96,759</u>
		75,08,28,271	68,38,09,393
TOTAL		1,11,77,79,320	1,07,73,27,640
ASSETS			
Non-Current Assets			
Property, plant and equipment	9		
Tangible assets		3,92,23,351	4,12,68,052
Intangible assets		<u>82,926</u>	<u>1,02,814</u>
		3,93,06,277	4,13,70,866
Deferred tax assets (net)	10	41,44,305	34,77,464
Long-term loans and advances	11	2,39,51,910	2,12,90,367
Other non-current assets	12	<u>5,27,92,305</u>	<u>4,22,93,720</u>
		8,08,88,521	6,70,61,551
Current Assets			
Inventories	13	47,35,41,773	41,16,93,034
Trade receivables	14	29,22,82,681	28,33,55,161
Cash and cash equivalents	15	1,57,25,856	1,16,52,854
Short-term loans and advances	16	8,01,95,217	7,46,27,901
Other current assets	17	<u>13,38,38,994</u>	<u>18,75,66,274</u>
		99,75,84,522	96,88,95,224
TOTAL		1,11,77,79,320	1,07,73,27,641

The accompanying notes form an integral part of the Consolidated financial statements

As per our Report of even date attached

For M. M. Bhasin & Co.

(Chartered Accountants)

FRN: 014777N

medan mohan
bhasin



CA. M. M. Bhasin

(Partner)

MRN: 084090

New Delhi

Date: 4th September 2021

For and on behalf of the Board of Directors

Sunil Kumar Verma

Director

DIN: 00346995

Sanjai Vishwakarma

Director

DIN: 01362411

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDING 31ST MARCH, 2021

	Note	Year ended 31st March, 2021	Year ended 31st March, 2020	(Amount in ₹)
Revenue from operations	18	94,45,83,919	95,53,51,017	
Other income	19	71,53,300	62,38,181	
Total revenue		95,17,37,219	96,15,89,199	
Expenses:				
Purchase of stock-in-trade	20	-	7,700	
Cost of material consumed	21	58,26,14,168	55,47,98,155	
Changes in inventories of finished goods, work-in-progress	22	(1,84,68,438)	(1,34,76,404)	
Employee benefit expenses	23	11,93,60,807	14,37,06,784	
Finance costs	24	4,09,50,515	4,29,56,736	
Depreciation and amortisation expense	9	68,43,389	82,56,118	
Other expenses	25	19,30,16,790	21,28,97,940	
Total expenses		93,43,17,233	94,91,47,029	
Profit/ (loss) before exceptional items and tax		2,74,19,986	1,24,42,170	
Exceptional items	26	-	62,345	
Profit/ (loss) before tax		2,74,19,986	1,25,04,515	
Tax expenses				
Current tax		1,27,39,079	99,78,837	
Prior Year Tax		(3,30,134)		
Deferred tax		(6,66,842)	2,083	
		1,17,42,103	99,80,920	
Profit/ (loss) for the year		1,56,77,883	25,23,594	
Profit for the year (Before adjustment of minority interest)		1,56,77,883	25,23,594	
Adjustment of Minority interest		5,92,939	3,39,974	
Profit to be transferred to Reserve & surplus		1,50,84,944	21,83,619	
Earnings per equity share of face value of ₹ 10 each				
Basic EPS		4.97	0.66	
Diluted EPS		4.97	0.66	

The accompanying notes form an integral part of the Consolidated financial statements

As per our Report of even date attached

For M. M. Bhasin & Co.

(Chartered Accountants)

FRN: 014777N

madan mohan



bhasin

CA. M. M. Bhasin

(Partner)

MRN: 084090

New Delhi

Date: 4th September 2021



For and on behalf of the Board of Directors


Sunil Kumar Verma
Director
DIN: 00346995


Sanjai Vishwakarma
Director
DIN: 01362411

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDING 31ST MARCH, 2021

	Year ended 31st March, 2021	Year ended 31st March, 2020	(Amount in ₹)
A: CASH FLOW FROM OPERATING ACTIVITIES			
Net profit/(loss) before tax as per statement of profit and loss	2,74,19,986	1,25,04,515	
Adjusted for:			
Depreciation / amortisation expense	68,43,389	82,56,118	
Finance costs	4,09,50,515	4,29,56,736	
Provision for gratuity	19,72,904	4,08,440	
Rental income	(3,60,000)	(1,44,000)	
Interest income	(49,83,682)	(53,63,741)	
Profit on sale of fixed assets	-	(62,345)	
Gratuity paid	-	(52,673)	
Exchange gain	(11,08,115)	(2,75,119)	
	<u>4,33,15,912</u>	<u>4,57,23,416</u>	
(Operating profit/(loss) before working capital changes	7,87,34,998	5,82,27,931	
Adjusted for:			
Inventories	(6,38,48,735)	31,89,629	
Trade receivables	3,81,73,962	10,87,80,432	
Trade payables	(5,14,69,584)	(2,29,32,934)	
Short-term loans & advances	(39,14,228)	38,32,851	
Other current assets	4,68,56,350	(3,16,53,678)	
Other current liabilities	(1,53,06,577)	(2,65,94,759)	
	<u>(4,95,08,813)</u>	<u>3,46,21,540</u>	
Taxes paid	(94,34,935)	(98,42,381)	
Net cash generated from Operating activities	1,17,91,250	8,30,97,890	
B: CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets	(47,78,799)	(30,32,016)	
Sale of fixed assets	-	1,50,000	
Rental income	3,60,000	1,44,000	
Interest income	49,83,682	53,63,741	
Movement in Long-term loans & advances	(26,61,544)	(2,10,97,667)	
Movement in Other non-current assets	(1,04,98,585)	(2,30,39,906)	
Net cash used in Investing activities	(1,25,95,246)	(4,15,11,840)	
C: CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from share issue	-	3,30,00,000	
Long term borrowings (net)	(4,14,58,686)	(3,27,12,805)	
Short term borrowings (net)	8,81,03,085	49,69,611	
Finance costs	(4,09,50,515)	(4,29,56,736)	
Dividend paid	(19,25,000)	(23,03,025)	
Net cash used in Financing activities	37,68,883	(4,00,02,955)	
Net increase/(decrease) in Cash and cash equivalents	29,64,888	14,92,287	
Exchange difference gain/ (loss)	11,08,115	2,75,119	
Opening balance of Cash and cash equivalents	1,16,52,854	98,85,448	
Closing balance of Cash and cash equivalents	1,57,25,856	1,16,52,854	

The accompanying notes form an integral part of the Consolidated financial statements

As per our Report of even date attached

For M. M. Bhasin & Co.

(Chartered Accountants)

FRN: 014777N

madan mohan
bhasin

CA. M. M. Bhasin

(Partner)

MRN: 084090



For and on behalf of the Board of Directors

Sumil Kumar Verma

Director

DIN: 00346995

Sanjay Vishwakarma

Director

DIN: 01362411

New Delhi

Date: 4th September 2021

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Company Information

IC Electricals Company Private Limited ("the Company") was incorporated on 5th August, 2005, with an objective of carrying out manufacturing of Electrical Component, having its registered office at New Delhi.

Significant Accounting Policies

A. Basis for preparation of accounts

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

B. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the

C. Property Plant and Equipment

Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequently expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Projects under which assets are not ready for their intended use are shown as Capital Work-in-Progress.

Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/ depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible asset.

D. Depreciation, Amortisation and Depletion

Depreciation on tangible assets is provided on the written down value method over the useful lives of assets as prescribed in Schedule II to the Companies Act, 2013. Depreciation for assets purchased/ sold during a period is proportionately charged. Intangible assets are amortized over their respective individual estimated useful lives written down value basis, commencing from the date the asset is available to the Company for its use.

E. Impairment

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

There is no impairment on assets during the reporting period.



For I C Electricals Company Private Limited
MM
Director
B
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTCL39412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

F. Foreign Currency Transactions and Translations

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction of that approximates the actual rate at the date of the transaction.

Monetary items denominated in foreign currencies at the year end are restated at the year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

Non-monetary foreign currency items are carried at cost.

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of fixed assets, in

G. Investments

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

Investment properties are carried individually at cost less accumulated depreciation and impairment, if any.

Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Tangible Fixed Assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.

H. Inventories

Inventories are valued at the lower of cost and the net realizable value after providing for obsolescence and other losses, where considered necessary. The basis of determining cost for various categories of inventories, are as follows:

1. Raw Material : At material cost on Weighted average cost basis
2. Finished goods : Cost of Raw Materials plus apportioned direct expenses
3. Work-in-progress: Valued at lower of cost or net realizable value up to the stage of completion. Cost includes direct material, labour cost and appropriate overheads.
4. Stores and Spares : Weighted average cost

Valuation of Inventory is certified by management on the basis of physical verification and documents submitted to banks.

I. Revenue Recognition

Sale of goods

Revenue are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. It is measured based on the consideration to which the Company expects to be entitled from a customer excludes Goods and Service Tax (GST) collected from customer and remitted to the appropriate taxing authorities and are not reflecting in the Statement of Profit and Loss as "Revenue".

Scrap sales

Revenue from sale of scrap is recognize on transfer of control of scrap material to customers in an amount that reflects the consideration we expect to receive in exchange for those material net of trade discounts, if any and excludes GST.

J. Employee Benefits

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentives which is expected to occur within twelve months after the end of the period in which the employee renders the related service.

Defined contribution plans

The Company's contribution to provident fund and superannuation fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.



For I C Electricals Company Private Limited
Signature: *M.M.*
Director

Signature: *B.M.*
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Defined benefit plans

For defined benefit plans in the form of gratuity fund and post-employment medical benefits, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

K. Borrowing Costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

L. Provision for Current and Deferred Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternative Tax (MAT) paid in a year is charged to the statement of Profit and Loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period i.e. the period for which the MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on "Accounting for credit available in respect of Minimum Alternative Tax under The Income Tax Act, 1961", the said asset is created by way of credit to the Statement of Profit and Loss account and shown as "MAT Credit Entitlement". The Company reviews the "MAT Credit Entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal income tax during the specified period.

Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted as on the balance sheet date. Deferred tax liabilities are recognised for all timing differences. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their reliability.

M. Other Income

Dividend income is recognised when the right to receive payment is established.

Interest

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, using Effective Interest Rate (EIR) method.

All the other incomes have been accounted for on accrual basis except for those entailing recognition on realization basis under AS 9 on the ground of uncertainty factor.

N. Government Grants

The government grants are of the nature of promoters' contribution, i.e., they are given with reference to the contribution towards capital investment and no repayment is expected in respect thereof, the grants are treated as capital reserve which can be neither distributed as dividend nor considered as deferred income.



For IC Electricals Company Private Limited
Signature 1
Signature 2
Director
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

O. Prior Period Items

Prior period items arisen in the current year as a result of errors or omission in the preparation of the financial statements of prior period(s) are separately disclosed in the statement of profit & loss.

P. Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

Q. Insurance Claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

R. Provisions and Contingencies

Provision is recognised 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 recognised nor disclosed in the financial statements.

S. Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

T. Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the Lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss.

U. Cash and Cash Equivalents

Cash and cash equivalents for the purposes of Cash Flow Statement comprises cash on hand, demand deposits with banks and other short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

V. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non - cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



For I C Electricals Company Private Limited
Signature 1
Director
Signature 2
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110029

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

W. Covid-19 reporting

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

In view of the lockdown across the country due to the COVID-19 the Company's business operations have been affected temporarily in compliance with the directives/orders issued by the relevant authorities. The Company has made detailed assessments of its liquidity position for the next one year and of the recoverability and carrying values of its assets comprising property, plant and equipment, right-of-use assets, inventories, investments, receivables and other current assets as well as liabilities accrued as at the balance sheet date and on the basis of evaluation based on the current estimates has concluded that no material adjustments is required in the financial statement.

Given the uncertainties associated with nature, condition and duration of COVID-19, the impact assessment on the Company's financial statements will be continuously made and provided for as required.



For I C-Electricals Company Private Limited
Signature of Director
Signature of Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTCL39412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

1 Share capital

	As at 31st March, 2021	As at 31st March, 2020
Authorised share capital:		
50,00,000 equity shares of ₹ 10 each	5,00,00,000	5,00,00,000
	5,00,00,000	5,00,00,000
Issued, subscribed and paid up capital:		
38,50,000 equity shares of ₹ 10 each	3,85,00,000	3,85,00,000
TOTAL:	3,85,00,000	3,85,00,000

1.1: The details of shareholders holding more than 5% shares :

Name of the shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares held	% Holding	No. of Shares held	% Holding
Safe System India Pvt. Ltd. #	17,56,540	45.62%	17,56,540	45.62%
Har Bhagwan Davra	5,02,800	13.06%	5,02,800	13.06%
Sumil Kumar Verma	4,51,280	11.72%	4,51,280	11.72%
Renu Verma	2,50,000	6.49%	2,50,000	6.49%
Safe Insulation Technologies Pvt. Ltd.	1,87,500	4.87%	1,87,500	4.87%
Sanjai Vishwakarma	1,37,500	3.57%	1,37,500	3.57%

Enterprise/ Individuals that exercise significant influence over the Company.

1.2: The reconciliation of the number of shares outstanding is set out below :

Name of the shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	No. of Shares	No. of Shares	No. of Shares
Equity shares at the beginning of the year	5,50,000		5,50,000	
Movement during the year	33,00,000		33,00,000	
Equity shares at the end of the year	38,50,000		38,50,000	

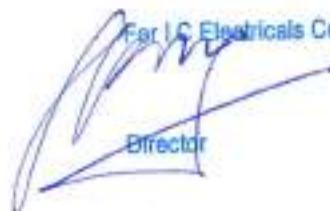
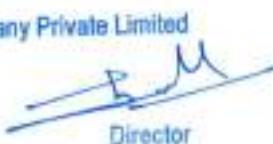
1.3: Terms/ rights attached to equity shares

The company has only one class of Equity Shares having a par value of ₹ 10 per Share. Each holder of Equity Share is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

2 Reserves and surplus

	As at 31st March, 2021	As at 31st March, 2020
Reserves and surplus		
As per last balance sheet	17,21,25,217	17,22,44,623
Add: Transferred from statement of profit and loss	1,50,84,944	21,83,619
Less: Dividend paid	(19,25,000)	(19,25,000)
Less: Corporate dividend tax	-	(3,78,025)
	18,52,85,162	17,21,25,217
Securities premium		
As per last balance sheet	1,27,00,000	1,27,00,000
Add: Current year	1,27,00,000	-
		1,27,00,000
TOTAL	19,79,85,162	18,48,25,217



For IC Electricals Company Private Limited
 Director
 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

3 Long-term borrowings

	As at 31st March, 2021	As at 31st March, 2020
Term loans-secured		
Vehicle Loans	34,70,096	27,87,581
	<u>34,70,096</u>	<u>27,87,581</u>
Unsecured		
From bank	8,89,716	5,40,286
From related parties	1,65,19,825	8,29,47,412
From others	<u>10,29,92,633</u>	<u>7,90,55,677</u>
	<u>12,64,82,174</u>	<u>16,25,43,375</u>
TOTAL	12,38,72,269	16,33,30,956

⁸ Refer notes below for nature of security and terms of repayment of borrowings, including current maturities of long term debts. Also refer note 7.

(i) Details of nature of security and terms of repayment

Nature of security	Terms of repayment
a. Vehicle Loans amounting to ₹ 1,54,44,000 (31st March, 2021 ₹ 56,66,663) Repayable in monthly installments and due within 1 year is have been secured by hypothecation of vehicles.	21,96,567 (Long term liability 34,70,096)
b. The Company has taken interest free term loan from the related parties of company aggregating 1,65,19,825 as on 31st March, 2021	

4 Long-term provisions

	As at 31st March, 2021	As at 31st March, 2020
Provision for gratuity	51,60,311	40,21,705
TOTAL	51,60,311	40,21,705

5 Short-term borrowings

	As at 31st March, 2021	As at 31st March, 2020
Secured		
Cash Credit and Bank Overdrafts	29,90,44,972	21,09,41,887
TOTAL	29,90,44,972	21,09,41,887

Working capital loan from Bank are secured by hypothecation of present and future stock of raw materials, work-in-progress, finished goods, stores and spares (not relating to plant and machinery), book debts and receivables.

6 Trade payables

	As at 31st March, 2021	As at 31st March, 2020
Trade payables:		
Total outstanding dues of micro enterprises and small enterprises (refer note below)	18,14,08,477	23,67,67,029
Total outstanding dues of creditors other than micro enterprises and small enterprises	18,36,79,096	14,27,94,645
TOTAL	36,50,87,573	37,95,61,674

**Trade payables are payables in respect of the amount due on account of goods purchased or services received in the normal course of business.*



For I.C. Electricals Company Private Limited

 Director


 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

Particulars	As at	
	31st March, 2021	31st March, 2020
1. Principal amount due and remaining unpaid	18,14,08,476.79	5,26,061.00
2. Interest due on above and the unpaid interest	3,42,520.42	79,239.00
3. Interest paid	-	-
4. Interest accrued & remaining unpaid	4,21,759.42	79,239.00

(i) *Dues to micro and small enterprises have been determined to the extent such parties have been identifying on the basis of information collected by the management. This has been relied upon by the auditors.*

(ii) *Provision for interest on MSME dues are yet to be provided.*

7 Other current liabilities

	As at	
	31st March, 2021	31st March, 2020
Statutory dues payable		
Statutory dues payable to Government Authorities	2,61,00,770	2,28,56,082
	2,61,00,770	2,28,56,081
Expense payable		
Incentive payable	40,000	64,06,815
Security Deposit	-	45,33,216
Audit Fee Payable	7,49,440	9,44,865
Salary & wages payable	2,57,11,480	1,64,85,779
Current maturity of long term borrowings (unsecured)	1,18,15,101	2,60,48,173
Current maturity of long term borrowings (secured)	21,96,567	42,16,459
Other expenses payable	14,93,733	4,26,319
Staff Advance and Others	43,786	-
Advance from customers	39,39,778	5,91,366
	4,59,89,885	5,96,52,990
TOTAL.	7,20,98,655	8,25,09,071

Notes:

(i) There are no amounts due for payment to the Investor Education and Protection Fund as at the year end.

8 Short-term provisions

	As at	
	31st March, 2021	31st March, 2020
Provision of gratuity	18,65,991	10,31,693
Provision for Income tax	1,27,39,079	97,65,066
TOTAL.	1,46,05,070	1,07,96,759



For I C Electricals Company Private Limited
 
 Director Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTCL39412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110029

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

10 Deferred tax assets (net)

	As at 31st March, 2021	As at 31st March, 2020
Tax effect of items constituting deferred tax assets		
On difference between book balance and tax balance of fixed assets	21,89,588	20,71,608
Others	19,54,717	14,05,855
TOTAL	41,44,305	34,77,464

11 Long-term loans and advances

	As at 31st March, 2021	As at 31st March, 2020
Unsecured, considered good		
Security deposits	2,39,51,910	2,12,90,367
TOTAL	2,39,51,910	2,12,90,367

12 Other non-current assets

	As at 31st March, 2021	As at 31st March, 2020
Railways (Earnest money deposits)	5,27,92,305	4,22,93,720
TOTAL	5,27,92,305	4,22,93,720

13 Inventories

	As at 31st March, 2021	As at 31st March, 2020
Raw material	14,72,23,208	10,18,42,907
Work-in-progress	2,16,52,000	3,04,98,956
Finished Goods at RE Site	5,75,69,338	-
Finished goods	24,90,97,227	27,93,51,171
TOTAL	47,55,41,733	41,16,93,034

*Valuation of Inventory is certified by management on the basis of physical verification.

14 Trade receivables

	As at 31st March, 2021	As at 31st March, 2020
Considered good, unless otherwise stated*		
Outstanding for a period exceeding six months	11,39,43,790	8,29,30,915
Others	17,83,38,890	20,04,24,246
TOTAL	29,22,82,681	28,33,55,161

*Certified by management

15 Cash and cash equivalents

	As at 31st March, 2021	As at 31st March, 2020
Cash and cash equivalents		
Cash in hand	1,33,82,093	1,08,45,755
Bank Balances	23,43,763	8,07,099
TOTAL	1,57,25,856	1,16,52,853



For IC Electricals Company Private Limited
 
 Director Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

16 Short-term loans and advances

	As at 31st March, 2021	As at 31st March, 2020
Unsecured considered good, unless otherwise stated		
Balance with government authorities	4,63,21,796	4,62,23,144
Advance to suppliers	2,63,90,519	1,23,62,734
Staff advance and others	74,82,903	1,66,42,023
TOTAL	8,01,95,217	7,46,27,901

17 Other current assets

	As at 31st March, 2021	As at 31st March, 2020
Security Deposits		
Unsecured Considered Good		
Deposit 10%	3,89,64,798	5,48,50,617
Deposit 10% Agt ONA BG	1,29,70,278	1,54,49,544
Current Maturity of Railways (Earnest money deposits)	1,88,97,014	1,84,42,132
Other FDR	6,18,70,782	9,80,29,103
	13,27,82,872	18,67,71,397
Other assets		
Goods in Transit	-	-
Prepaid expenses	11,36,122	7,94,877
TOTAL	13,38,38,994	18,75,66,274

18 Revenue from operations

	Year ended 31st March, 2021	Year ended 31st March, 2020
From sale of products	94,45,83,919	95,53,51,017
TOTAL	94,45,83,919	95,53,51,017

19 Other income

	Year ended 31st March, 2021	Year ended 31st March, 2020
Interest income	49,83,682	53,63,741
Rental income	1,80,000	1,44,000
Duty Drawback	7,43,278	4,55,322
Profit on foreign exchange fluctuations	11,08,115	2,75,119
Other Operating Revenue	1,38,225	-
TOTAL	71,53,300	62,38,181



For I C Electricals Company Private Limited
 Director
 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

20 Purchase of stock-in-trade

	Year ended 31st March, 2021	Year ended 31st March, 2020
Purchase of stock-in-trade	-	7,700
TOTAL	-	7,700

21 Cost of material consumed

	Year ended 31st March, 2021	Year ended 31st March, 2020
Opening stock	10,18,42,907	11,85,08,940
Add: Purchases	62,79,94,469	53,81,32,122
	72,98,37,376	65,66,41,062
Less: Closing stock	14,72,23,208	10,18,42,907
TOTAL	58,26,14,168	55,47,98,155

22 Changes in inventories of finished goods, work-in-progress

	Year ended 31st March, 2021	Year ended 31st March, 2020
<i>Inventory at the end:</i>		
Finished goods	30,66,66,565	27,93,51,171
Work-in-progress	<u>2,16,52,000</u>	<u>3,04,98,956</u>
	32,83,18,565	30,98,50,127
<i>Inventory at the beginning:</i>		
Finished goods	27,93,51,171	20,41,77,633
Work-in-progress	<u>3,04,98,956</u>	<u>9,21,96,090</u>
	30,98,50,127	29,63,73,723
NET (INCREASE)/DECREASE	(1,64,68,438)	(1,34,76,404)

23 Employee benefit expenses

	Year ended 31st March, 2021	Year ended 31st March, 2020
Salary and wages and Bonus	10,27,42,630	12,02,43,636
Director remuneration	46,73,000	51,21,371
Staff welfare expenses	51,99,541	65,15,697
Long term employee benefits (incl. employer contribution)	67,45,637	82,57,795
Other Benefits	-	35,68,285
TOTAL	11,93,60,807	14,37,06,784

As per Accounting Standard 15 "Employee benefits", the disclosures as defined in the Accounting Standard are given below :

23.1: Table showing changes in present value of obligations:

	Year ended 31st March, 2021	Year ended 31st March, 2020
period	50,53,398	46,97,631
Interest cost	3,53,738	3,17,090
Current service cost	13,67,363	11,09,676
Benefits paid (if any)	-	-52,673
Actuarial (gain)/loss	2,51,803	(10,18,326)
Present value of the obligation at the end of the period	70,26,302	50,53,398



For IC Electricals Company Private Limited
Director
Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110029

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

23.2: Amounts to be recognized in Balance Sheet

	Year ended 31st March, 2021	Year ended 31st March, 2020
Present value of the obligation at the end of the period	70,26,302	50,53,398
Fair value of plan assets at end of period	-	-
Net liability/(asset) recognized in Balance Sheet and related analysis	70,26,302	50,53,398
Funded Status -Surplus / (Deficit)	(70,26,302)	(50,53,398)

23.3: Expense recognized in the statement of Profit and Loss

	Year ended 31st March, 2021	Year ended 31st March, 2020
Interest cost	3,53,738	3,17,090
Current service cost	13,67,363	11,09,676
Expected return on plan asset	-	-
Net actuarial (gain)/loss recognized in the period	2,51,803	-10,18,326
Expenses to be recognized in the statement of profit and loss accounts	19,72,904	4,09,440

23.4: Actuarial assumptions

	Year ended 31st March, 2021	Year ended 31st March, 2020
Discount rate (per annum)	7.00%	6.77%
Salary growth rate (per annum)	5%	5%
Withdrawal rate (per annum)	5%	5%

24 Finance costs

	Year ended 31st March, 2021	Year ended 31st March, 2020
Interest cost	3,91,48,198	4,29,56,736
Other borrowing cost	18,02,317	16,01,470
TOTAL:	4,09,50,515	4,45,58,206

25 Other expenses

	Year ended 31st March, 2021	Year ended 31st March, 2020
Manufacturing expenses:		
Consumption of stores and spares	37,87,983	40,62,752
Job work charges	4,58,57,382	6,03,85,900
Generator running & maintenance	9,11,585	7,31,590
Electricity expenses	29,17,279	23,41,200
Freight & cartage	99,21,993	84,47,353
Packing material	61,02,118	54,52,350
	6,94,98,339	8,14,21,145
Administrative and selling expenses:		
Audit fees	14,44,850	10,29,850



For I C Electricals Company Private Limited
 
 Director Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

Freight & carriage	93,18,706	79,60,163
Insurance charges	27,78,499	20,29,736
Technical, legal & professional charges	3,43,49,734	2,24,63,920
Other expenses	2,46,62,131	4,14,03,497
Rent, rates & taxes	1,43,66,570	81,77,731
Repair & maintenance	41,61,723	58,05,327
Testing & inspection charges	4,05,294	14,72,773
Travelling & conveyance	3,17,61,685	4,11,33,799
Exchange Rate Fluctuation	2,69,258	-
	12,35,18,451	13,14,76,796
TOTAL:	19,30,16,796	21,28,97,941

26 Exceptional items

	Year ended 31st March, 2021	Year ended 31st March, 2020
Exceptional items *	-	62,345.00
	-	62,345

* Exceptional item represents profit on sale of vehicle.

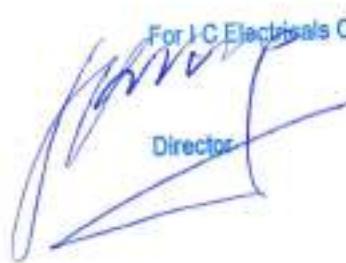
27 Foreign exchange earning and outgo

	Year ended 31st March, 2021	Year ended 31st March, 2020
Foreign exchange earnings		
Sales or other income	-	-
Foreign exchange outgo		
Value of Import during the year	18,00,862	12,19,344
Foreign travelling expense	-	3,46,600
	18,00,862	15,65,944

28 Dividend paid and proposed

	Year ended 31st March, 2021	Year ended 31st March, 2020
Dividend declared and paid during the year:		
Final Dividend paid for the year ended 31st March, 2020:	19,25,000	19,25,000
₹ 0.50/- per share	-	-
Corporate Dividend Tax on Final Dividend	-	3,78,025
	19,25,000	23,03,025
Proposed Dividends on equity shares:		
Final Dividend for the year ended 31st March, 2021:	19,25,000	19,25,000
₹ 0.50/- per share	-	-
(31st March, 2020: ₹ 0.50/- per share)	-	-
Corporate Dividend Tax on Proposed Dividend	-	-
	19,25,000	19,25,000



For I.C. Electricals Company Private Limited

 Director

 Director

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31909DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in ₹)

29 Segment reporting

As the Company's business activity falls within a single business segment, namely manufacturing of Electrical Component, therefore disclosure requirements in terms of Accounting Standard (AS)-17 (Segment Reporting) are not applicable.

30 Long-term contracts

The Company does not have any long term contracts including derivative contracts for which there is any material foreseeable losses as at 31st March, 2021.

31 Additional Information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiary

Name of the Enterprise	Net Assets i.e. total assets minus total liabilities		Share in profit or loss	
	Amount (Rs.)	As % of consolidated net assets	Amount (Rs.)	As % of consolidated Profit or Loss
Parent Company				
IC Electricals Company Private Limited	25,44,76,655	98.62%	23,55,29,125	99.12%
Subsidiary Company				
Safe Coils India Private Limited [60% Holding]	35,83,858	1.39%	21,01,512	0.88%
Joint Venture				
EMC-ICECPL JV [99.9% Holding]	-19,561	-0.01%	-12,877	-0.01%
TOTAL	25,80,40,951	100.00%	23,76,17,760	100.00%

32 Principles Of Consolidation

The company has prepared and presented consolidated financial statements in accordance with Accounting Standard - 21 "Consolidated Financial Statement".

Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure.

As per our Report of even date attached

For M. M. Bhasin & Co.

(Chartered Accountants)

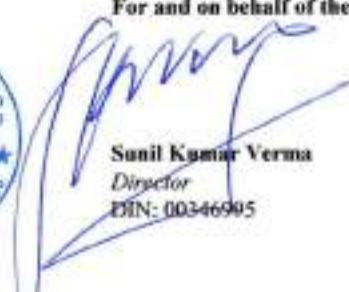
FRN: 014777N

madan mohan
bhasin**CA. M. M. Bhasin**

(Partner)

MRN: 084090

**For and on behalf of the Board of Directors**


Sunil Kumar Verma
Director
DIN: 00346905


Sanjay Vishwakarma
Director
DIN: 01362411

New Delhi

Date: 4th September 2021

IC ELECTRICALS COMPANY PRIVATE LIMITED

CIN: U31999DL2005PTC139412

REGD. OFFICE: 156 DSIDC, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI - 110020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

9 Property, plant and equipment ^u

Description	Gross block			Depreciation/ amortisation			Net block		
	As at 01st April, 2020	Addition	Deduction/ adjustments	As at 31st March, 2021	01st April, 2020	For the year	Deduction/ adjustments	As at 31st March, 2021	As at 01st April, 2020
Tangible assets:									
Land	70,00,000	-	-	70,00,000	-	-	-	70,00,000	70,00,000
Buildings	1,03,00,474	-	-	1,03,00,474	42,35,412	2,94,412	-	45,49,824	57,50,650
Plant and machinery	3,82,00,829	2,05,200	-	3,84,06,029	2,50,35,495	23,96,497	-	2,74,31,992	1,09,74,037
Tools	52,63,126	1,33,646	-	53,96,772	32,85,490	3,80,033	-	36,65,532	17,31,240
Research and development	35,51,290	-	-	35,51,290	23,41,041	2,19,099	-	25,60,140	9,91,150
Office equipment	36,08,080	1,908	-	36,10,078	20,25,347	3,71,507	-	23,96,854	12,13,224
Computer	53,55,717	5,62,353	-	59,18,070	48,93,368	3,55,648	-	52,49,016	6,69,054
Electrical installations	3,74,466	-	-	3,74,466	2,03,543	206	-	2,03,749	1,70,716
Furniture and fixtures	88,51,447	11,88,119	-	1,00,39,566	54,03,552	10,31,954	-	64,35,506	36,04,060
Fire extinguisher	32,185	-	-	52,185	49,576	-	-	49,576	2,609
Mobile instruments	20,00,274	44,492	-	20,44,766	17,96,222	69,666	-	18,65,888	1,78,878
Vehicles	2,43,42,320	26,42,991	-	2,69,85,311	1,83,43,100	17,04,481	-	2,00,47,581	69,37,731
Intangible assets:									
Know how	15,61,577	-	-	15,61,577	14,58,763	19,888	-	14,78,651	82,926
TOTAL	11,04,61,785	47,78,799	-	11,52,40,584	6,00,90,920	68,43,380	-	7,59,34,309	3,93,06,375
PREVIOUS YEAR	10,15,63,971	68,96,994	-	10,84,50,974	5,60,261	91,09,072	-	6,17,78,343	4,66,82,623

All the above assets are owned assets.



For I C Electricals Company Private Limited


Director