

12th
ANNUAL
REPORT
2020

MACHHAR INDUSTRIES LIMITED

Company Information

BOARD OF DIRECTORS

Shri Sandeep Machhar, Managing Director (DIN: 00251892)

Shri Vyankat Waman Katkar, Whole Time Director (DIN: 00980778)

Shri Arvind Machhar, Director (DIN: 00251843)

Shri Ghevarchand M Bothara, Independent Director (DIN: 01616919)

Shri Balaprasad H Tapdiya, Independent Director (DIN: 01295984)

Smt. Rupali Abhijeet Bothara, Independent Director (DIN:03484957)

Shri. Yogendra Venkatpathy Tarigopula (DIN: 00844057)

KEY MANAGERIAL PERSONNEL:-

Shri Anoop Kumar Bawan Shrotriya – Chief Financial Officer

Shri Mahesh Bharat Dube – Company Secretary

AUDITORS

M/s Gautam N Associates
Chartered Accountants,
30, GNA House,
Behind ABC Complex, Adalat Road,
Aurangabad-431001

REGISTERED OFFICE

City Pride Building
1st Floor, FF-107, Jalna Road,
Mondha Naka, Near Domino's
Aurangabad Maharashtra – 431001
Telephone: 0240 2351133, 3590091
Mobile : 09552533328
CIN No. U45202MH2008PLC185168
ISIN No.: INE01BT01015
E-Mail: info@machharinfra.com

REGISTRAR & SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.
C-101, Tower C, 247 Park,
L.B.S. Marg, Vikhroli (W),
Mumbai – 400 083
Tel No. 022-49186000, 49186270
Fax No.022-49186060
E-Mail: sharad.patkar@linkintime.co.in

BANKERS

HDFC Bank Ltd., Aurangabad
Indian Bank, Panoli
State Bank of India, Waidhan

LOCATION OF PLANTS

- i) Plot No 614, GIDC Area, Panoli,
Ankleshwar,
Dist. Bharuch, Gujarat- 394116
- ii) Plot No. 48/49,
Udyog Deep Industrial Area, Waidhan
Dist. Singrauli (MP) – 486886
- iii) Plot No. 2/A-1, A-2
IDCO Industrial Area,
Jharsuguda (Orissa) – 768203

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NOTICE

NOTICE is hereby given that the **12th** Annual General Meeting of the Shareholders of Machhar Industries Limited ("the Company") will be held on **Thursday, December 31st, 2020** at 2:30 p.m. IST through Video Conferencing ("VC") / Other Audio- Visual Means ("OAVM") to transact the following businesses:

I) ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as on 31st March 2020, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date, and the report of the Auditor's and Board's Report thereon.
2. To appoint a director in place of Mr. Vyankat Katkar (DIN: 00980778) who retires by rotation and being eligible offers themselves for re-appointment..

II) SPECIAL BUSINESS

3. **To consider and if thought fit to pass with or without modification the following resolutions as an ordinary resolution:-**

"RESOLVED THAT, pursuant to the provisions of Sections 196, 197, 198 and 203 read with schedule V and other applicable provisions, if any of the Companies Act 2013 (Including any statutory modification or re-enactment thereof for the time being in force) Mr. Sandeep Machhar, (DIN: 00251892) be and is hereby re-appointed as Managing Director of the Company for the period of 5 (five) years commencing from 1st April, 2020 till 31st March, 2025 and upon the following terms and conditions as set out in agreement entered into with Mr Sandeep Machhar on the remuneration mentioned below with liberty to the Board of directors of the Company (hereinafter referred to as "the Board" which term shall be deemed to include any committee constituted / to be constituted by the board) from time to time to alter the said terms and conditions of appointment of and remuneration payable to Mr Sandeep Machhar in the best interest of the Company and as may be permissible at law:-

Particulars	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25
Basic	4,83,000	4,83,000	4,83,000	4,83,000	4,83,000
Bonus	1,250	1,250	1,250	1,250	1,250
PF Contribution as per PF Act	21,000	21,000	21,000	21,000	21,000
Gratuity	23,220	23,220	23,220	23,220	23,220
Total Per Month	5,28,470	5,28,470	5,28,470	5,28,470	5,28,470

For and on behalf of the Board

Place: Aurangabad
Date: 14/08/2020

For Machhar Industries Limited


Sandeep Machhar
Managing Director
DIN: 00251892

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

The following statement sets out all material facts relating to the special businesses mentioned in this notice for the Twelveth Annual General Meeting of the Members of the Company:

Item No. 3 Reappointment of Mr. Sandeep Machhar (DIN: 00251892) as Managing Director of the company for a term of five years.

Mr. Sandeep Machhar was appointed Managing Director of the company in the 7th Annual General Meeting held in the year 2015 for a period of five years with effect from 1st April, 2015 to 31st March, 2020 on the terms and conditions including remuneration set out in the in agreement between the company and Mr. Sandeep Machhar. In recognition of his exposures and experience, the Board of Directors have re-appointed him as Managing Director on terms and conditions as set out in the agreement including the remuneration for further period of 5 (five) years effective from 1st April, 2020 to 31st March, 2025 subject to approval of the members by way of passing of ordinary resolution.

None of the Directors/Key Managerial Personnel or their relatives except Mr. Arvind Machhar, Mr. Sandeep Machhar are concerned or interested financially or otherwise is in the said Resolution

1. VIRTUAL MEETING

In view of the global outbreak of the COVID-19 pandemic, the Ministry of Corporate Affairs ("MCA") has *vide* its General Circular no. 20/2020 dated May 5, 2020 read with General Circular nos. 14/2020 and 17/2020 dated April 8, 2020 and April 13, 2020 respectively (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM" or "meeting"), through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM"), without the physical presence of the Members at a common venue. Members participating through the VC/OAVM shall be reckoned for the purpose of quorum under Section 103 of the Companies Act, 2013 ("Act").

Further, the Securities and Exchange Board of India ("SEBI") *vide* its Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 ("SEBI Circular") has granted further relaxations to ensure the AGM is conducted effectively. In compliance with the provisions of the Act, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC/OAVM.

The deemed venue for the AGM will be place from where the Chairman of the Board conducts the meeting. Since the AGM will be held through VC/ OAVM, the route map of the venue of the Meeting is not annexed hereto.

2. ELECTRONIC COPY OF ANNUAL REPORT AND NOTICE OF ANNUAL GENERAL MEETING

- a) In compliance with the MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories.
- b) Members may note that the Notice and Annual Report 2019-20 will also be available on the website of Link Intime India Private Limited ("LIPL") i.e. www.instavote.linkintime.co.in.

3. REGISTER TO RECEIVE COMMUNICATIONS ELECTRONICALLY

Members who have not registered / updated their e-mail address or mobile number with the Company but wish to receive all communication (including Annual Report) from the Company electronically may register / update their e-mail and mobile numbers on www.instavote.linkintime.co.in.

Members are also encouraged to register / update their e-mail addresses or mobile number with the relevant Depository Participant.

4. STATEMENT UNDER SECTION 102 OF THE ACT

The Explanatory Statement in terms of the provisions of Section 102(1) of the Act, which sets out details relating to special business to be transacted at the meeting forms part of this notice.

Also, relevant details with respect of Directors seeking appointment/re-appointment at the AGM, in terms of regulations 26(4) and 36 of the SEBI Listing Regulations and clause 1.2.5 of Secretarial Standards on General Meetings, are set out in **Annexure A**, which also form part of this notice.

5. PROXY

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

6. AUTHORISED REPRESENTATIVE

Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting.

The said Resolution/Authorization shall be sent to the Scrutinizer by e-mail through its registered e-mail address to gaanesh1@gmail.com of Mr Ganesh Palve, Practicing Company Secretary with a copy marked to the Chief Financial officer at ashrotriya@machharinfra.com, not less than 48 (forty eight) hours before the commencement of the AGM i.e. by 4:00 p.m. on Tuesday, December 29th, 2020.

7. DOCUMENTS OPEN FOR INSPECTION

Relevant documents referred to in the accompanying notice and the statement pursuant to Section 102(1) of the Act, are uploaded on the website of the LIPL at: www.instameet.linkintime.co.in .

Documents required to be kept open for inspection by the Members at the AGM in terms of the applicable laws, shall be made available on www.instameet.linkintime.co.in .

8. E-VOTING

Pursuant to Section 108 of the Act, rule 20 of the Companies (Management and Administration) Rules, 2014, as amended, Regulation 44 of SEBI Listing Regulations and the MCA Circulars, the Company is pleased to provide the facility to Members to exercise their right to vote, on the resolutions proposed to be passed at AGM, by electronic means.

The Company has engaged the services of LIPL to provide the remote e-voting facility on InstaVote and the e-voting system on the date of the AGM on InstaMeet.

The Company has appointed Mr. Ganesh Palve, Practicing Company Secretary (holding membership no. ACS 42980 CP. 23264), Proprietor and Company Secretaries, Aurangabad to act as the Scrutinizer and to scrutinize the entire e-voting process (i.e. remote e-voting and e-voting at the AGM) in a fair and transparent manner.

REMOTE E-VOTING: IMPORTANT DATES

Cut-off date (for dispatch of Annual Reports)	:	Friday, 27 th November, 2020
Cut-off date [for determining the Members entitled to vote on the resolutions set forth in this notice]	:	Wednesday, 23 rd December, 2020
Remote e-voting period [During this period, members of the Company as on the cut-off date may cast their vote by remote e-voting]	Commence from	: 9:00 a.m., Sunday, December 27, 2020
	End at	: 5.00 p.m., Wednesday, December 30, 2020 [Remote e-voting module shall be disabled for voting thereafter by LIPL]
URL for remote e-voting	:	www.instavote.linkintime.co.in

REMOTE E-VOTING: PROCEDURE

Step No.	For first time users of InstaVote Or shareholders holding shares in physical mode	For shareholders holding shares in demat form and existing user of InstaVote
1.	Open the internet browser and launch the URL: www.instavote.linkintime.co.in	
2.	Click on "Sign Up" under 'SHARE HOLDER' tab and register with your following details: -	
	A. User ID: Enter your User ID	
	(i) For members holding shares in demat account held with CDSL	
	(ii) For members holding shares in demat account held with NSDL	
	(iii) For members holding shares in physical form	
	: 16 digits beneficiary ID,	
	: 8 Character DP ID followed by 8 digit client ID,	
	A. Event Number [for fully paid-up (EVENT: 200412) followed by the Folio number	
	B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.	
c.	Date of Birth (DOB) / Date of Incorporation (DOI): Enter the DOB / DOI (As recorded with your DP / Company - in DD/MM/YYYY format)	

Step No.	For first time users of InstaVote Or shareholders holding shares in physical mode	For shareholders holding shares in demat form and existing user of InstaVote
	D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/ Company.	
(i)	For members holding shares in demat account held with CDSL	: Shall provide either 'C' or 'D', above
(ii)	For members holding shares in demat account held with NSDL	: Shall provide 'D' above

- (iii) For members holding : Shall provide their
 shares in physical form but folio
 have not recorded number in 'D' above
 'C' and 'D' above
3. Set the password of your choice [The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter].

 4. Click on 'confirm' and your password will be generated. (Skip step)
 5. Then click on 'Login' under the Shareholder tab. [Use your existing password]

 6. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.

 7. On successful login, the system will prompt you to select the E-Voting Event Number (EVEN) for the Company. Shareholders to select the respective EVENS and vote depending upon their shareholding - Fully paid-up (EVEN: 200052) or Partly paid-up (EVEN: 200136).

 8. Select 'View' icon and the e-voting page will appear.

 9. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against'. (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).

 10. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.

 11. Once the vote on a resolution is cast by the member, such member shall not be allowed to change it subsequently.

REMOTE E-VOTING : POINTS TO REMEMBER

1. Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at www.instavote.linkintime.co.in and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.
2. If you have forgotten the password:
 - Click on 'Login' under 'SHARE HOLDER' tab and further Click 'forgot password?'
 - Enter User ID, select Mode and Enter Image Verification (CAPTCHA) Code and Click on 'Submit'.
3. In case shareholders/ members is having valid e-mail address, Password will be sent to his / her registered e-mail address.
4. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
5. During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".
6. Shareholders/ members holding multiple folios/demat account shall choose the voting process separately for each of the folios/demat account.

In addition, shareholder will also be provided with a facility to attend the AGM through VC/OAVM through the LIPL e-voting system. The members who have cast their vote by remote e-voting prior to the AGM will be entitled to and may attend the AGM but shall not be entitled to cast their vote again.

In case shareholders/ members have any queries regarding e-voting, they may refer the Frequently Asked Questions ('FAQs') and InstaVote e-voting manual available at www.instavote.linkintime.co.in, or send an e-mail to enotices@linkintime.co.in or contact on :- Tel: 022 4918 6000.

9. ATTENDING THE AGM THROUGH INSTAMEET

Shareholder will be provided with a facility to attend the AGM through VC/OAVM through InstaMeet. The meeting shall be opened 30 (Thirty) minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM.

Please note that the attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Act.

Members desiring to attend the AGM through VC/OAVM are requested to refer to the detailed procedure given below.

ATTEND THE AGM THROUGH VC/OAVM:

Step no.	For all shareholders
1.	Open the internet browser and launch the URL: www.instameet.linkintime.co .
2.	Select the "Company" and 'Event Date' and register with your following details: -
	A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No:
	(i) For members holding shares in demat account held with CDSL : 16 digits beneficiary ID,
	(ii) For members holding shares in demat account held with NSDL : 8 Character DP ID followed by 8 digit client ID,
	(iii) For members holding shares in physical form : Folio number registered with the Company
	B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/Company shall use the sequence number provided to you, if applicable.
	C. Mobile No.: Enter your mobile number.
	D. E-mail ID: Enter your e-mail ID, as recorded with your DP/Company.
3.	Click "Go to Meeting" (<i>You are now registered for InstaMeet and your attendance is marked for the meeting</i>).
4.	Shareholders will be required to allow camera and use internet with a good speed to avoid any disturbance during the meeting.

In case shareholders/members have any queries regarding login, they may send an e-mail to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

10. SPEAKER REGISTRATION FOR THE AGM

- Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 7 (seven) days prior to meeting i.e. by Thursday, December, 24, 2020 at 04.00 pm mentioning their name, demat account number/folio number, e-mail ID, mobile number at ashrotriya@machharinfra.com.
- Only those shareholders who have registered themselves as a speaker will be allowed to express their views/ ask questions during the meeting.
- Shareholders will get confirmation on first cum first basis.
- Shareholders/ members who are registered as speakers for the event are requested to download and install the Webex application by clicking on the link [Download - Webex](#) (Members may also refer a tutorial video available on [Webex - Download - Tutorial](#)).
- Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.
- Please note that the Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time as appropriate for smooth conduct of the AGM.
- Other shareholder may ask questions to the panelist, via active chat-board during the meeting.

The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 (seven) days prior to meeting i.e. by Thursday, December, 24, 2020 at 04.00 pm mentioning their name, demat account number/ folio number, e-mail ID, mobile number at ashrotriya@machharinfra.com. These queries will be replied to by the Company suitably by e-mail.

E-VOTING DURING THE AGM THROUGH INSTAMEET:

- Only those shareholders, who are present in the AGM through VC/OAVM facility and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system available during the AGM.
- If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
- Shareholders who have voted through remote e-voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

Once the electronic voting is activated by the scrutinizer/ moderator during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

E-VOTING DURING THE AGM:

Step no.	For all shareholders
1.	On the Shareholders VC page, click on the link for e-voting "Cast your vote".
2.	Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered e-mail ID) received during registration for InstaMEET and click on 'Submit'.
3.	After successful login, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.
4.	Cast your vote by selecting appropriate option i.e. "Favour/Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
5.	Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently

In case shareholders/members have any queries regarding login/e-voting, they may send an e-mail to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

11. **OTHER INFORMATION RELATED TO E-VOTING**

- a. A person, whose name is recorded in the register of members or in the register of beneficial owners of the Company, as on the cut-off date i.e. Friday, November 27, 2020 only shall be entitled to avail the facility of e-voting, either through remote e-voting and voting at the AGM. A person who is not a member as on the cut-off date should treat this notice for information purposes only.
- b. Members who have cast their vote by remote e-voting prior to the AGM will be entitled to attend the AGM and their presence shall be counted for the purpose of quorum. However, they shall not be entitled to cast their vote again. In case a member casts his vote by more than one mode of voting including remote e-voting, then voting done through remote e-voting shall prevail and other shall be treated as invalid.
- c. Voting rights of the members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date i.e. Friday, December, 23rd, 2020.
- d. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the notice and holds shares as of the cut-off date may follow the procedure for remote e-voting as enumerated in detail hereinabove. They may also refer to the FAQs and e-voting manual available at www.instavote.linkintime.co.in or write an e-mail to enotices@linkintime.co.in or ashrotriya@machharinfra.com
- e. Every client ID no./folio no. will have one vote, irrespective of number of joint holders. However, in case the joint holders wish to attend the meeting, the joint holder whose name is higher in the order of names among the joint holders, will be entitled to vote at the AGM.
- f. The members may also update their mobile number and e-mail ID in the user profile details of their respective client ID no./folio no., which may be used for sending future communication(s).

12. **GENERAL INSTRUCTIONS**

- a. Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.
- b. Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.
- c. Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.
- d. At the AGM, the Chairperson shall, at the end of discussion on the resolutions on which voting is to be held, allow e-voting at the AGM.
- e. The Scrutinizer shall submit a consolidated Scrutinizer's Report of the total votes cast in favour or against, not later than 48 (forty eight) hours of the conclusion of the AGM, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- f. The results along with the consolidated Scrutinizer's Report shall be declared by means of:
 - (i) dissemination on the website of the LIIPL i.e. www.instavote.linkintime.co.in; and

13. **CORRESPONDENCE**

Members are requested to make all correspondence in connection with shares held by them by addressing letters directly to the Company or RTA, quoting their folio number or DP ID - client ID, as the case maybe.

For any queries/issues (including but not limited to Annual Report/AGM), you may reach the Company team

/RTA at the address for correspondence provided in the section 'General Shareholder Information' of the Annual Report.

14. INFORMATION FOR NON-RESIDENT INDIAN SHAREHOLDERS

Non-resident Indian shareholders are requested to immediately inform the Company/ RTA, if shares are held in physical mode or to their DP, if the holding is in electronic mode, regarding change in the residential status on return to India for permanent settlement and/or the particulars of the NRE account with a bank in India, if not furnished earlier.

15. INFORMATION RELATED TO INVESTOR EDUCATION AND PROTECTION FUND ("IEPF")

Adhering to the requirements set out in the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

16. MEMBERS ARE REQUESTED TO PLEASE READ THE "COMPANY'S RECOMMENDATIONS TO THE SHAREHOLDERS" PROVIDED IN THE "GENERAL SHAREHOLDER INFORMATION" SECTION OF THE ANNUAL REPORT FOR 2019-20.

For and on behalf of the Board
For Machhar Industries Limited



Sandeep Machhar
Managing Director
DIN: 00251892

Place: Aurangabad
Date: 14/08/2020

BOARDS REPORT

To,
The Members of
Machhar Industries Limited

Dear Members,

The Directors are pleased to present their 12th Annual Report on the performance of the Company for the financial year ended on 31st March, 2020.

1. FINANCIAL PERFORMANCE:

(Amount in Lakh)

PARTICULARS	For the year ended March 31, 2020	For the year ended March 31, 2019
Revenue from Operations	1,838.58	1,866.46
Other Income	30.89	36.14
Total Revenue	1,869.47	1,902.60
Finance Cost	18.23	16.42
Depreciation and Amortization	64.43	77.97
Profit before Tax & Extraordinary items	30.86	57.32
Tax Expenses	3.24	10.98
Income Tax- Earlier Period		---
Provision for Tax (Including Deferred Tax)	(28.90)	(6.94)
Profit before Comprehensive Income for the year	56.51	53.29
Other Comprehensive Income / (Expenses)	2.00	(0.20)
Profit before Comprehensive Income for the year	58.51	53.49

2. OPERATIONS:

Due to pandemic COVID 19 spread over the country since the month to January, 2020 consequently lockdown announced by the Government of India during the period under review, the processing charges and transportation charges have affected and decreased by 1.18% and 1.69% respectively. This decrease in processing charges is due to less availability of Raw material from GNFC. This has impacted on processing charge as well as transportation revenue. The company has earned profit before tax of Rs.30.86 Lakhs as against the previous year 57.32 Lakhs due to slightly increase in the manpower cost and finance cost.

The operations of Jharsuguda Plant, Waidhan Plant remained suspended during the year. The company has paid entire dues to Commercial Tax Department, Waidhan, M.P. towards dues of Commercial Tax.

Joint Venture

Your directors are planning to diversify the business activity in the field of food processing under a joint venture with another company holding 50% share by each company. A separate legal entity M/s Nirvan Nutra Private Limited (CIN No. U15549MH2020PTC343377) has just been formed as per joint venture agreement. The discussions with the concerned people are at the advance stage and will be finalized in short span of time.

3. ADOPTION OF IND AS

The Company has already adopted the Indian Accounting Standards ("Ind AS") since 2018-19. Your Board of directors decided to voluntarily adopt IND AS in preparation of financial statements looking into the requirement of BSE where the listings of securities are under process.

4. DIVIDEND:

During the year under review your Board of Directors does not recommend any dividend for the financial year 2019-20.

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

- Conservation of Energy:** The Company has installed the advanced machineries which consumed lower energy than earlier. The company has replaced all the lights with LED lights and better process adopted for starting of plant to that the energy utilization will be minimum.
- Technology Absorption:** The Company has not carried any significant work on account of technology absorption.
- Foreign Exchange Earning and Outflow:** During the year there was no inflow whereas the outflow was Rs. 20,17,064 towards foreign currency travelling expenses.

6. DEPOSIT:

The Company has **not** accepted any deposits under section 73 of the Companies Act 2013 from the public during the year.

7. REMUNERATION TO EMPLOYEES:

None of the directors, employees are getting the remuneration exceeding the prescribed limit under the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014; hence, the related information is not provided.

8. DIRECTORS RESPONSIBILITY STATEMENT:

Your Directors wish to inform the members that the Audited Accounts containing Financial Statements for the year 2019-20 are in full conformity with the requirements of the Companies Act, 2013. They believe that the Financial Statements reflect fairly, the form and substance of transactions carried out during the year and present the Company's financial position and result of operations. These Statements are audited by the Statutory Auditors M/s. Gautam N Associates, Chartered Accountants Aurangabad.:

- (i) In the presentation of the financial statements, applicable Accounting Standards have been followed.
- (ii) The accounting policies are consistently applied and reasonable, prudent judgment and estimates are made so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year.
- (iii) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the Directors had prepared the financial statements on a going concern basis; and
- (v) That the Directors had laid down internal financial control system which is followed by the company and that such internal financial controls are adequate and were operating effectively.
- (vi) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

9 AUDITORS REPORT

There is no adverse remark, qualification given by the auditor; hence, no need to furnish explanation on the same.

10. AUDITORS:

M/s. Gautam N Associates, Aurangabad, Chartered Accountants were re-appointed as the Statutory Auditors of the company under Section 139(1) of the Companies Act, 2013, for a period of 5 years in the 11th Annual General Meeting held on 30th September 2019.

11. RELATED PARTY TRANSACTIONS

The company had entered into certain transaction with the related parties in terms of the Sec 188 (1) of Companies Act, 2013, and Form AOC- 2 is attached with this report and form part of this report.

12. ABSTRACT OF ANNUAL RETURN

Extract of the annual return in Form No. MGT-9 is attached herewith.

13. BOARD OF DIRECTORS

The Board of directors consists of following directors:

SR	NAME OF DIRECTOR	DESIGNATION
01.	Sandeep Bhagawatiprasad Machhar	Managing Director
02.	Arvind Krishnagopal Machhar	Director
03.	Vyankat Waman Katkar	Whole Time Director
04.	Balaprasad Harinarayan Tapdiya	Independent Director
05.	Gheverechand Motilal Boathara	Independent Director
06.	Rupali Abhijeet Bothara	Independent Director
07.	Yogendra Vyankatpathy Tarigopula (Appointed w.e.f. 11/10/2019)	Additional Director

During the year, the Board met on, 30th May, 2019, 14th August, 2019, 29th August, 2019, 12th October, 2019, 7th November, 2019, 18th January, 2020 and 12th February, 2020. Further, there is no meeting is held by way of video conference or any other electronic mode.

14. DECLARATION FROM INDEPENDENT DIRECTORS

Every Independent Director, at the first meeting of the Board in which he / she participates as a Director and thereafter at the first meeting of the Board in every financial year, gives a declaration that he / she meets the criteria of independence as provided under the law and that he / she is not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact his / her ability to discharge his / her duties with an objective independent judgment and without any external influence.

15. RISK MANAGEMENT

The Board of the Company has formed a risk management committee to frame, implement and monitor the risk management plan for the Company. The committee is responsible for reviewing the risk management plan and ensuring its effectiveness. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

16. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The Company has provided guarantees or investments in accordance with section 186 of the Companies Act, 2013. The company has advance in the previous year to an associates company, the same has been reported in no. number 34 to the financial statement.

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

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (Permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2019-20.

1. No. of complaints received - Nil
2. No. of complaints disposed off - Nil

18. INSURANCE:

All the properties of the Company including Plant & Machinery, Tankers, Vehicles wherever necessary and to the extent required have been adequately insured.

19. LISTING OF SHARES:

During the year under review, your board of directors approached many times and had a meeting with BSE authority at Mumbai offices for the discussion of listing of its securities pursuant to sanctioned scheme ordered by the Hon'ble Board for Industrial & Financial Reconstruction (BIFR), New Delhi, for resulting Company to be listed on BSE main platform. In response to the same BSE informed to the company listing application for Un-listed company should be filed through Listing Portal which has limited access. Accordingly, your company has created the Listing Portal and BSE platform issued temporary SCRIP Code No. 11397507. The authorized consultant M/s. KCL Multigain Advisory Services, Indore, MP continuously in touch with BSE corporate team department for listing of its securities.

20. DE-MATERIALIZATION PROCESS:-

The amendment to Regulation 40 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. According to said Regulation, requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository from. In view of the above, it is advised to shareholders holding shares in physical form to convert their shares into Demat form as early as possible, as otherwise they will not be able to transfer the shares in physical form.

As on 31.03.2020, out of the total shares of 7,40,866 only 3,37,730 shares have been dematerialized. This amounts to only 45.5858% of the entire shares. You are advised to get your shares dematerialized at the earliest.

21. REPORT ON CORPORATE GOVERNANCE:

As the shares of the Company are going to be listed on Bombay Stock Exchange, a report on Corporate governance as required under the Listing Agreement with the Bombay Stock Exchange containing required details is enclosed and forms part of the report of the Board of Directors on voluntary basis.

22. RELATION WITH EMPLOYEES:

The relation with the employees continued to be cordial during the year. The directors wish to place on record their sincere appreciation for the excellent team spirit with which they have worked for the progress of the Company.

23. ACKNOWLEDGEMENT:

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from the banks, customers, vendors and members during the year under review. Your director also wish to place on record their deep sense of appreciation for the services rendered by executive, staff and workers.

24. APPRECIATION:

The Directors place on record their appreciation of the services rendered by Banks and Government Authorities for their continued support.

For and on behalf of the Board
For Machhar Industries Limited



Sandeep Machhar
Managing Director
DIN: 00251892

Place: Aurangabad
Date: 14/08/2020

FormNo.MGT-9

EXTRACT OF ANNUAL RETURN AS ON FINANCIAL YEAR ENDED ON 31ST MARCH 2020

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U45202MH2008PLC185168
ii.	Registration Date	29/07/2008
iii.	Name of the Company	Machhar Industries Limited
iv.	Category/Sub-Category of the Company	Public Company
v.	Address of the Registered office and contact details	FF-107, City Pride Building, Jalna Road, Dist. Aurangabad – 431001 0240-2351133
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Registrar and Transfer Agents: Ms/ Link Intime India Private Limited C-13, Pannanlal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai – 400 078

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Conversion of ammonium nitrate melt to solid	20123	39.67%
2	Transportation of ammonium nitrate	49231	60.33%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES – NONE [No. of Companies for which information is being filled]

Sr. No.	Name And Address of The Company	CIN/GLN	Holding/Subsidiary /Associate	% of shares held	Applicable Section
1.	NIRVAN NUTRA PRIVATE LIMITED	U15549MH2020PTC343377	Associate	50%	2 (6)

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

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	-	58,656	58,656	07.92	36,286	12,843	49,129	06.63	(1.29)
b) Central Govt	--	--	--	--	--	--	--	--	--
c) State Govt (s)	--	--	--	--	--	--	--	--	--
d) Bodies Corp	-	73,780	73,780	09.96	65,572	17,735	83,307	11.24	1.28
e) Banks / FI	--	--	--	--	--	--	--	--	--
f) Director / Relative	27,681	2,06,536	2,34,217	31.61	2,19,988	24,237	2,44,225	32.97	1.35
Sub-total(A)(1):-	27,681	3,38,972	3,66,653	49.49	3,21,846	54,815	3,76,661	50.84	1.35
2) Foreign									
g) NRIs-Individuals	--	--	--	--	--	--	--	--	--
h) Other-Individuals	--	--	--	--	--	--	--	--	--
i) Bodies Corp.	--	--	--	--	--	--	--	--	--
j) Banks / FI	--	--	--	--	--	--	--	--	--
k) Any Other....	--	--	--	--	--	--	--	--	--
Sub-total(A)(2):-	--	--	--	--	--	--	--	--	--

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	30,450	30,450	4.11	330	30,120	30,450	4.11	--
b) Banks / FI	--	210	210	0.03	--	225	225	0.03	--
c) Central Govt	--	--	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	5,710	5,710	0.77	--	5,710	5,710	0.77	--
g) FIs	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--
i) Others (specify)	--	-	-	-	--	-	-	-	--
Sub-total(B)(1)	-	36,370	36,370	4.91	330	36,055	36,385	4.91	--
2. Non Institutions									
a) Bodies Corp.	-				-				--
(i) Indian	-	64191	64191	8.66	12,500	51,619	64,119	8.65	0.01
(ii) Overseas	-				-				-
b) Individuals	--	--	--	--	--	--	--	--	--
(i) Individual shareholders holding nominal share capital upto Rs.1 lakh	1215	2,62,547	2,63,762	35.60	3,054	2,60,227	2,63,281	35.54	0.06
(ii) Individual shareholders holding nominal share capital in excess of Rs1 lakh	-	-	-	-	-	-	-	-	--
c) (i) Non Resident Indians	--	420	420	0.06	--	420	420	0.06	--
(ii) Trust	--	9,470	9470	1.28	--	-	-	-	1.28
Sub-total(B)(2)	1,215	3,36,628	3,37,843	45.60	15,554	3,12,266	3,27,820	44.25	1.35
Total Public Shareholding (B)=(B)(1)+ (B)(2)	1,215	3,72,998	3,74,213	50.51	15,884	3,58,842	3,64,205	49.16	1.35
C. Shares held by Custodian for GDRs & ADRs	--	--	--	--	--	--	--	--	--
Grand Total (A+B+C)	28,896	7,11,970	7,40,866	100.00	3,37,730	4,03,136	7,40,866	100.00	--

ii. Share-holding of Promoters

Sr. No	Shareholders Name	Shareholding at the beginning of the year			Shareholders Name	Shareholding at the end of the year			% change in share-holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	ARVIND MACHHAR	115377	15.5732	--	ARVIND MACHHAR	115777	15.6273	--	0.0540
2.	SAHYOG EXHIBITORS (P) LTD.	65500	8.8410	--	SAHYOG EXHIBITORS (P) LTD.	65572	8.8507	--	0.098
3.	SANDEEP MACHHAR	18730	2.5281	--	SANDEEP MACHHAR	18730	2.5281	--	--
4.	RAVI MACHHAR	15434	2.0832	--	RAVI MACHHAR	15434	2.0831	--	--
5.	PARVATIDEVI MACHHAR (PRTNR RAJSTHAN TRACTORS)	14670	1.9801	--	PARVATIDEVI MACHHAR (PRTNR RAJSTHAN TRACTORS)	14670	1.9801	--	--
6.	NAWNEET BHAGWATIPRASAD MACHHAR	12893	1.7403	--	NAWNEET BHAGWATIPRASAD MACHHAR	21948	2.9625	--	1.2222
7.	ANIL MACHHAR	11693	1.5783	-	ANIL MACHHAR	15235	2.0564	--	0.4781
8.	PRABHA MACHHAR	8572	1.1570	--	PRABHA MACHHAR	8572	1.1570	--	--
9.	PREMA RAVI MACHHAR	7456	1.0064	--	PREMA RAVI MACHHAR	7456	1.0064	--	--
10.	SUNITA MACHHAR	5177	0.6988	--	SUNITA MACHHAR	5177	0.6988	--	--
11.	KRISHNA GOPAL R. MACHHAR	5160	0.6965	--	KRISHNA GOPAL R. MACHHAR	5160	0.6965	--	--
12.	ANIL POLYMERS PVT LTD	5000	0.6749	--	ANIL POLYMERS PVT LTD	5000	0.6749	--	--
13.	KIRAN MACHHAR (PRTNR RAJASTHAN TRACTORS)	4927	0.6650	--	KIRAN MACHHAR	9016	1.2170	--	0.0851
14.	SUYOG MACHHAR	4842	0.6536	--	SUYOG MACHHAR	4842	0.6536	--	--
15.	SHARADARANI B MACHHAR	4000	0.5399	-	SHARADARANI B MACHHAR	4000	0.5399	--	--
16.	SHEETAL MACHHAR	3933	0.5309	--	SHEETAL MACHHAR	3950	0.5331	--	0.0022
17.	SUNIL B MACHHAR	3484	0.4703	--	SUNIL B MACHHAR	12371	1.6698	--	0.7943
18.	PARVATIDEVI KRISHNAGOPAL MACHHAR	3420	0.4616	--	PARVATIDEVI KRISHNAGOPAL MACHHAR	3420	0.4616	--	--
19.	ANIL MACHHAR (PARTNER ANIL CHEMICALS)	3105	0.4191	--	ANIL MACHHAR (PARTNER ANIL CHEMICALS)	3105	0.4191	--	--
20.	DIMPY MACHHAR	2738	0.3696	--	DIMPY MACHHAR	2738	0.3696	--	--
21.	K RAVI KUMAR HUF	2475	0.3341	--	K RAVI KUMAR HUF	2475	0.3341	--	--
22.	SANDEEP MACHHAR HUF	1935	0.2612	--	SANDEEP MACHHAR HUF	1935	0.2612	--	--
23.	ARPIT ARVIND MACHHAR	1125	0.1518	--	ARPIT ARVIND MACHHAR	1125	0.1518	--	--
24.	ARVIND MACHHAR HUF	929	0.1254	--	ARVIND MACHHAR HUF	929	0.1254	--	--
25.	SARASWATI DEVI MACHHAR	900	0.1215	--	SARASWATI DEVI MACHHAR	900	0.1215	--	--
26.	VINTI MACHHAR	825	0.1114	--	VINTI MACHHAR	825	0.1114	--	--
27.	SUNIL B MACHHAR (TRUSTEE OF SBM TRUST)	813	0.1097	--	SUNIL B MACHHAR (TRUSTEE OF SBM TRUST)	813	0.1097	--	--
28.	ANKA ANIL MACHHAR	737	0.0995	--	ANKA ANIL MACHHAR	737	0.0995	--	--
29.	KINTU SUNIL MACHHAR	737	0.0995	-	KINTU SUNIL MACHHAR	737	0.0995	--	--
30.	RAVI MACHHAR (TRUSTEE OF RKM TRUST)	735	0.0992	--	RAVI MACHHAR (TRUSTEE OF RKM TRUST)	735	0.0992	--	--
31.	SUNIL MACHHAR HUF	725	0.0979	--	SUNIL MACHHAR HUF	725	0.0979	--	--
32.	SUNIL MACHHAR (TRUSTEE OF SBM TRUST)	706	0.0953	--	SUNIL MACHHAR (TRUSTEE OF SBM TRUST)	706	0.0953	--	--
33.	MASTER NISHCHINT MACHHAR	587	0.0792	-	NISHCHINT MACHHAR	587	0.0792	--	--

Sr. No	Shareholders Name	Shareholding at the beginning of the year		Shareholders Name	Shareholding at the end of the year		% change in shareholding during the year	
		No. of Shares	% of total Shares of the company		No. of Shares	% of total Shares of the company		
34.	MASTER PARVA RAVI MACHHAR	587	0.0792	-	PARVA RAVI MACHHAR	587	0.0792	--
35.	ANKIT MACHHAR	487	0.0657	-	ANKIT MACHHAR	487	0.0657	--
36.	MASTER GARVE NAWNEET MACHHAR	487	0.0657	-	GARVE NAWNEET MACHHAR	487	0.0657	--
37.	RAVI MACHHAR HUF	435	0.0587	-	RAVI MACHHAR HUF	435	0.0587	--
38.	MASTER UTSAV RAVI MACHHAR	422	0.0570	-	UTSAV RAVI MACHHAR	422	0.0570	--
39.	ANIL MACHHAR HUF	325	0.0439	-	ANIL MACHHAR HUF	325	0.0439	--
40.	MASTER KANAIYA MACHHAR	130	0.0175	-	UUTKARSH MACHHAR	4408	0.5950	-
41.	GOPIKISHAN MACHHAR	57	0.0077	-	GOPIKISHAN MACHHAR	57	0.0077	--
42.	MASTER SUYASH (ARPIT) MACHHAR	50	0.0067	-	MASTER SUYASH (ARPIT) MACHHAR	50	0.0067	--
43.	SHYAM SUNDER KAMAL KISHORE KABRA HUF	44	0.0059	-	SHYAM SUNDER KAMAL KISHORE KABRA HUF	44	0.0059	--
44.	K ARVINDKUMAR HUF	4278	0.5774	--	PARV BENEFICIAL TRUST	715	0.0965	-
45.	RAMNIWAS KRISHNAGOPAL HUF	125	0.0169	-	ANKIT BENEFICIAL TRUST	370	0.0499	-
46.	UTKARSH BENEFICIAL TRUST	3280	0.4427	-	UTKARSH BENEFICIAL TRUST	3280	0.4427	-
47.	KRISHNA GOPAL MACHHAR HUF	2470	0.3334	--	SUYOG BENEFICIAL TRUST	3730	0.5035	-
48.	ARVINDKUMAR RAVIKUMAR HUF	2465	0.3327	-	ARPIT BENEFICIAL TRUST	2900	0.3914	-
49.	ANIL KUMAR NAWNEET KUMAR HUF	2312	0.3121	-	GARV BENEFICIAL TRUST	1740	0.2349	-
50.	ANIL MACHHAR (TRUSTEE OF ABM TRUST)	1222	0.1649	-	ANIL MACHHAR (TRUSTEE OF ABM TRUST)	1222	0.1649	-
51.	SHARDARANI MACHHAR (PRTNR ANIL EXPL)	2007	0.2709	--				
52.	KIRAN ANIL MACHHAR	630	0.0850	--				
53.	NAWNEETKUMAR SANDEEPKUMAR HUF	1258	0.1698	-				
54.	ANIL KUMAR SANDEEP KUMAR HUF	1230	0.1660	-				
55.	SUNIL KUMAR NAWNEET KUMAR HUF	1230	0.1660	-				
56.	SUNILKUMAR ANILKUMAR HUF	1230	0.1660	-				
57.	SUNILKUMAR SANDEEPKUMAR HUF	1230	0.1660	-				
58.	KIRAN MACHHAR	3459	0.4669	-				
59.	BHAGWATI PRASAD SUNILKUMAR HUF	1050	0.1417	-				
60.	RAMNIVAS JAINARAYAN H U F	1020	0.1377	--				
61.	NAWNEET MACHHAR HUF	825	0.1114	--				
62.	SUNIL MACHHAR (PRTNR COMET COMPANY)	3002	0.4052	-				
	Total	371340	50.1221	--		376661	50.8405	--

iii. Change in Promoters Shareholding (please specify, if there is no change –No Change

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	3,71,340	50.1221	3,76,661	50.8405
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year	3,71,340	50.1221	3,76,661	50.8405

iv. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1.	Reliance Capital Trustee Co. Ltd. (A/c Reliance Vision Fund)				
	At the beginning of the year	25000	3.3744	25000	3.3744
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	25000	3.3744	25000	3.3744

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
2.	Nagarjuna Finance Limited				
	At the beginning of the year	25000	3.3744	25000	3.3744
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	25000	3.3744	25000	3.3744

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
3.	Amrex Marketing Private Limited				
	At the beginning of the year	12500	1.6872	12500	1.6872
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	12500	1.6872	12500	1.6872

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
4.	Thakral Investments Holding Limited (Mauritius)	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	12500	1.6872	12500	1.6872
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	12500	1.6872	12500	1.6872

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
5.	Jayshree Shah	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	10000	1.3498	10000	1.3498
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	10000	1.3498	10000	1.3498

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
6.	Anju Agrawal	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	7860	1.0609	7860	1.0609
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	7860	1.0609	7860	1.0609

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
7.	GIC Assest Management Company	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	5710	0.7707	5710	0.7707
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	5710	0.7707	5710	0.7707

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
8.	Administrator of the Specified Undertaking of the Unit Trust of India	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	5120	0.6911	5120	0.6911
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	5120	0.6911	5120	0.6911

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
9.	L & T Finance Limited	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	4000	0.5399	4000	0.5399
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	4000	0.5399	4000	0.5399

Sl. No	For Each of the Top10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
10	Lance Financial Consultants Pvt Ltd	No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year	2000	0.2700	2000	0.2700
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year (or on the date of separation, if separated during the year)	2000	0.2700	2000	0.2700

v. Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP SANDEEP MACHHAR	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	%of total shares of the company	No. of shares	%of total shares of the company
	At the beginning of the year	18730	2.5281	18730	2.5281
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year	18730	2.5281	18730	2.5281

Sl. No.	For Each of the Directors and KMP ARVIND MACHHAR	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	%of total shares of the company	No. of shares	%of total shares of the company
	At the beginning of the year	115377	15.5732	115777	15.6273
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):bonus/	--	--	--	--
	At the End of the year	115377	15.5732	115777	15.6273

Sl. No.	V. W. KATKAR WHOLE-TIME DIRECTOR & KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	5	0.0001	5	0.0001
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year	5	0.0001	5	0.0001

Sl. No.	ANOOP SHROTRIYA CHIEF FINANCIAL OFFICER	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	10	0.0013	680	0.0904
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year	10	0.0013	680	0.0904

Sl. No.	MAHESH DUBE COMPANY SECRETARY	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	30	0.0040	30	0.0040
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	--	--	--	--
	At the End of the year	30	0.0040	30	0.0040

vi. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	1,86,37,987	--	--	1,86,37,987
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not	--	--	--	--
Total (i+ii+iii)	1,86,37,987	--	--	1,86,37,987
Change in Indebtedness during the financial year				
- Addition	1,13,87,062	--	--	1,13,87,062
- Reduction	(47,91,675)	--	--	(47,91,675)
Net Change	65,95,386	--	--	65,95,386
Indebtedness at the end of the financial year				
i) Principal Amount	2,52,33,374	--	--	2,52,33,374
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
Total (i+ii+iii)	2,52,33,374	--	--	2,52,33,374

vii. REMUNERATION OF DIRECTORS AND KEYMANAGERIAL PERSONNEL

a) Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
1.	Gross salary	Sandeep B Machhar	Vyankat W Katkar	
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	60,63,000	13,44,796	74,07,796
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--	--
1	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--	--
2.	Stock Option	--	--	--
3.	Sweat Equity	--	--	--
4.	Commission - as % of profit - others, specify...	--	--	--
5.	Others, please specify	--	--	--
	Total (A)	60,63,000	13,44,796	74,07,796
	Ceiling as per the Act	60,63,000	13,44,796	74,07,796

b) Remuneration to other directors: None

Sl. No.	Particulars of Remuneration	Name of Director			Total Amount
	Independent Directors · Fee for attending board committee meetings · Commission · Others, please specify	G. M. Bothara 1,000/-	B. H. Tapdiya 1,000/-	Rupali Bothara 1,000/-	3,000/-
	Total(1)	1,000/-	1,000/-	1,000/-	3,000/-
	Other Non-Executive Directors · Fee for attending board committee meetings · Commission · Others, please specify	Arvind Machhar 1,000/-	--	--	1,000/-
	Total(2)	1,000/-	--	--	1,000/-
	Total(B)=(1+2)	2,000/-	1,000/-	1,000/-	4,000/-
	Total Managerial Remuneration	--	--	--	--
	Overall Ceiling as per the Act	--	--	--	--

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 I Profits in lieu of salary under section 17(3) Income-tax Act, 1961		2,64,950	6,35,086	9,00,036
2.	Stock Option				
3.	Sweat Equity				
4.	Commission - as % of profit - others, specify...				
5.	Others, please specify				
	Total		2,64,950	6,35,086	9,00,36

viii. PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES:-

There is no penalty or compounding of office on part of the Company as well as on the part of directors. Further, there is no punishment to the directors of the Company.

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[RD /NCLT/Court]	Appeal made, if any(give details)
A. Company					
Penalty					
Punishment					
Compounding					
B. Directors					
Penalty					
Punishment					
Compounding					
C. Other Officers In Default					
Penalty					
Punishment					
Compounding					

For and on behalf of the Board

Place : Aurangabad
Dated: 14th August 2020


Sandeep Machhar
Managing Director
DIN: 00251892


Balaprasad Tapdiya
Director
DIN: 01295984

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 arm's length transaction under third proviso thereto.

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

Sr. No	Particulars	
1	Name of Related Parties	The Company has not carried out any transaction which are no at arm's length basis
2	Relationship with related parties	
3	Nature of Contract/arrangement/transaction	
4	Duration of the contracts/ arrangements/ transaction	
5	Salient terms of the contracts or arrangements or transaction including the value, if any	
6	Date of approval by the Board	
7	Amount paid as advances, if any	
8	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of contracts or arrangements or transactions at Arm's length basis: The party wise details are given as under:-

1	Name of Related Parties	:	Dimpi Machhar	Utkarsh Machhar
2	Relationship with related parties	:	Spouse of Director	Son of Director
3	Nature of Contract/arrangement/transaction	:	Salary	Salary
4	Duration of the contracts/ arrangements/ transaction	:	Continuous Basis	Continuous Basis
5	Salient terms of the contracts or arrangements or transaction including the value, if any	:	As per Terms of Employment Salary Paid Rs.13,25,200/-	As per Terms of Employment Salary Paid Rs.12,63,960/-
6	Date of approval by the Board	:	10/02/2014	21/05/2014
7	Amount paid as advances, if any	:	Nil	Nil

For and on behalf of the Board



**Place : Aurangabad
Dated: 14th August 2020**

**Sandeep Machhar
Managing Director
DIN: 00251892**

**Balaprasad Tapdiya
Director
DIN: 01295984**

CORPORATE GOVERNANCE REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020
(As per SEBI (Listing Obligations and Disclosure Requirements) Regulations) 2015)

1. COMPANY'S PHILOSOPHY:

The Company believes that the code prescribes a minimum framework for governance of a business in corporate framework. The Company has set, as its mission, the implementation of a Corporate Governance system to ensure transparency, control, accountability and responsibility in all areas of operation by way of effective combination of dependent and independent Board members. Corporate Governance is considered as, to protect and achieve enhanced value for all its stakeholders i.e. shareholders, employees, customers and society in general.

2. BOARD OF DIRECTORS:

The Board of Directors of Machhar Industries Limited consists of two executive directors, two promoter of which one of them is non-executive and three non-executive independent directors who are acknowledged as leading professionals in their respective fields.

The constitution of Board is as under: (as on 31st March 2020)

Director	Category	No. of other Directorship	Membership Committees/ Chairmanship
Mr. Sandeep Machhar	Promoter & Managing Director	4	1/0
Mr. Vyankat Waman Katkar	Whole Time Director	Nil	Nil
Mr. Arvind Machhar	Promoter & Non-Executive Director	3	0/1
Mr. Ghevarchand Bothara	Non-Executive Independent Director	1	2/2
Mr. Balaprasad Tapdiya	Non-Executive Independent Director	3	3/0
Mrs. Rupali Abhijeet Bothara	Non-Executive Independent Director	1	3/0
Mr. Yogendra Vyankatpathy Tarigopula (appointed w.e.f. 11.10.2019)	Professional Director	4	Nil

None of the director hold directorship in more than 15 companies, membership in committees of board in more than 10 companies and chairmanship of committees of board in more than 5 committees.

Board Meetings

We decide about the Board meeting dates in consultation with all our Directors. Once confirmed by all the directors, notices of board meeting and committee are being sent to them. As a system, in most cases, information to Directors is submitted along with the agenda papers well in advance of the Board meeting. Inputs and feedback of Board Members are taken and considered while preparation of agenda and documents for the Board meeting. After the Board meeting, we have a formal system of follow up, review and reporting on actions taken by the management on the decisions of the Board and Committees of the Board.

Appointment of Directors

Your Board comprises of well-rounded and experienced executive as well as non-executive and professional directors. Each of these members brings the required skills, competence and expertise to the table, which in effect benefits the Company as a whole.

The Nomination and Remuneration Committee ensures that the candidates identified for appointment to the post of directors are not disqualified under Section 164 of the Companies Act, 2013 or any other applicable provisions of the said Act.

Attendance of Directors at Board Meeting and Annual General Meeting

The Board of Directors of the Company met five times during the financial year, on the following dates:

Sr. No	Date	Board Strength	No of Directors Present
1	30/05/2019	6	6
2	14/08/2019	6	6
3	29/08/2019	6	5
4	12/10/2019	7	3
5	07/11/2019	7	5
6	18/01/2020	7	5
7	12/02/2020	7	4

The attendance at the Board Meetings and Annual General Meeting are as under:

Name of Director	Attendance in Board Meeting	Attendance in AGM held on 30 th September 2019
Mr. Sandeep Machhar	5	Yes
Mr. Vyankat Waman Katkar	6	Yes
Mr. Arvind Machhar	6	Yes
Mr. Ghevarchand M Bothara	6	Yes
Mr. Balaprasad H Tapdiya	4	Yes
Mrs. Rupali Abhijeet Bothara	7	Yes
Mr Yogendra V. Tarigopula	1	No

3. AUDIT COMMITTEE:

The Company has formed audit committee under the provisions of Rule 6 of Companies (Meeting of Board and its Power) Rule 2014. The constitution of the committee is as under:-

Director	Designation	Category
Mr. Ghevarchand Bothara	Chairman & Member	Independent
Mr. Balaprasad Tapdiya	Member	Independent
Mrs. Rupali Abhijeet Bothara	Member	Independent
Mr. Sandeep Machhar	Member	Executive-Promoter

Role of Audit Committee:-

• Oversight of financial reporting process. • Reviewing with the management, the annual financial statements and auditors' report thereon before submission to the Board for approval. • Evaluation of internal financial controls and risk management Systems • Recommendation for appointment, remuneration and terms of appointment of auditors of the Company. • Review and monitor the auditor's independence and performance, and effectiveness of audit process.

During the year under review the Audit Committee met on 4 times which is as under:-

Sr. No	Date	Members Strength/Present Strength
1	28/05/2019	4/3
2	12/08/2019	4/4
3	06/11/2019	4/2
4	11/02/2019	4/3

4. NOMINATION AND REMUNERATION COMMITTEE:

a. Brief description of terms of reference: The Remuneration Committee comprising of Non-Executive Independent Directors, constitution of which is a non-mandatory requirement, was constituted by the Board during the year to recommend/review the Remuneration package of the Managing Director/ Whole-time directors/executive directors.

Role of Nomination and Remuneration Committee:-

• Recommend to the board to setup and composition of the Board and its committees. • Recommend to the Board the appointment/re-appointment of Directors and Key Managerial Personnel. • Support the Board and Independent Directors in evaluation of the performance of the Board, its Committees and individual Directors. • Recommend to the Board the Remuneration Policy for Directors, executive team or Key Managerial Personnel as well as the rest of employees. • Oversee familiarization programs.

b. Composition, Name of members & Chairperson: The Remuneration Committee comprises of following members:

Name	Designation	Category
Mr. Ghevarchand M Bothra	Chairman	Independent
Mr. Balaprasad H Tapdiya	Member	Independent
Mrs. Rupali Abhijeet Bothara	Member	Independent

c. During the year, one meeting of the committee was held as on 25.09.2019.

d. Details of remuneration paid to all directors: the terms of appointment of Mr. Sandeep Machhar, Managing Director has been expired on 31st March 2020. The Board of directors has re-appointed him as Managing Director w.e.f. 1st April 2020 for a term of 5 years at a remuneration mentioned in the proposed resolution of annual general meeting.

The following remuneration has been paid to Mr. Sandeep Machhar, Managing Director and Mr. Vyankat Waman Katkar, Whole Time Director for the year ended 31st March, 2020.

Director	Relation-ship with other directors	Business relation-ship with Company	Loans and advances from Company	Sitting fees Rs.	Salary and Perquisites Rs.	Comm-ission Rs.	Total
Mr. Sandeep Machhar	Related to Mr. Arvind Machhar	Promoter	Nil	Nil	60,63,000	Nil	60,63,000
Mr. Vyankat Waman Katkar	Nil	Nil	Nil	Nil	13,44,796	Nil	13,44,796

5. RISK MANAGEMENT COMMITTEE

The Board of directors has set up Risk Management Committee under the chairmanship of Mr. Sandeep Machhar. Other member of the Committee is Mr. Vyankat Waman Katkar. There is no formal meeting held during the year, however, both the members are regularly review the risk of the business and how to mitigate the same.

6. SHAREHOLDERS/INVESTORS GRIEVANCE REDRESSAL COMMITTEE:

a. **Name of Non-Executive Director heading the Committee:** The Investors Grievance Redressal Committee comprises two Non-executive Independent Directors and one promoter Non-executive Director. The Committee was headed by Mr Arvind Machhar, Non-executive Director of the Company, Mr. Balaprasad Tapdiya and Mrs. Rupali Abhijeet Bothara are the members of the Committee.

b. **Name & designation of Compliance Officer:** Mr. Arvind Machhar, Chairman of committee is the Compliance Officer. He is looking after/resolving the shareholders complaints/grievances.

c. **Role of Stakeholders Relationship Committee:-** •Transfer, transmission, split and consolidation of investors holding • Dematerialization/rematerialisation of shares • Non-receipt of dividends and other corporate benefits. • Replacement of lost/mutilated/stolen share certificates • Non-receipt of Annual Reports and change of addresses, etc.

d. **Number of shareholders complaints received so far:** During the financial year 2019-20, No complaints were received.

e. **Number of not solved to the satisfaction of shareholders:** Nil

f. **Number of pending complaints:** Nil

g. GENERAL BODY MEETING:

The locations and time of the General Meetings held since inception of the Company are as follows:

General Meetings	Date	Time	Venue	No. of Special Resolutions passed
Annual General Meeting	30/09/2019	02.00 pm	FF-107, City Pride Building, Jalna Road, Aurangabad (MS)	2
Annual General Meeting	29/09/2018	02.00 pm	J-18, MIDC Industrial Area, Chikalhana, Aurangabad (MS)	Nil
Annual General Meeting	30/09/2017	02.00 pm	J-18, MIDC Industrial Area, Chikalhana, Aurangabad (MS)	Nil
Annual General Meeting	24/09/2016	01.00 pm	J-18, MIDC Industrial Area, Chikalhana, Aurangabad (MS)	Nil

h) DISCLOSURES

- No transaction of material nature has been entered into by the Company with directors or management and their relatives, etc. that may have a potential conflict with the interest of the Company.
- There are certain financial transactions with its Promoters & Directors, which are not conflicting Company's interest. The details of such transactions have been shown in Note No.34 forming part of the financial statement for the year ended 31st March, 2020.
- There has been no instance of non-compliance by the Company on any matter related to capital markets as the shares of the Company are not yet listed.
- The Company has not established any mechanism as referred under Whistle Blower policy.
- The Company is in process of getting its shares listed on stock exchange and therefore, the Company has not complied with any mandatory as well as non-mandatory requirements.
- The Company has accounted for Gratuity & Leave encashment liability as per the actuarial valuation done by Independent Actuarial Valuer. The company has contributed almost all dues to Gratuity Fund created by Life Insurance Corporation

6. GENERAL INFORMATION TO SHAREOLDERS:

a) ANNUAL GENERAL MEETING

* **Day, Date and Time** : Thursday, 31st December, 2020 at 2.30 PM

* **Venue** : **Online meeting at FF-107, City Pride Building, Jalna Road, Aurangabad-431001)**

b) Book Closure Date : NA

c) Financial/Calendar Year : The Financial year of the Company is 1st April 2019 to 31st March 2020.

d) Dividend Payment Date : No dividend is recommended for the year.

e) Listing of Equity Shares on Stock Exchange:

The company has made application to Bombay Stock Exchange through its authorized consultant M/s. KCL, MP and the application is under process at BSE authority which is further required to be submitted through Listing Portal.

f) Market Price Data: High, Low during each month in last financial year: Not Applicable

g) Performance in comparison to broad-based indices such as BSE Sensex, CRISIL index etc.: Not Applicable

h) Registrar and Transfer Agents:

Link Intime India Pvt. Ltd.
C-101, Tower C, 247 Park,
L.B.S. Marg, Vikhroli (W),
Mumbai – 400 083
Ph. 022-49186000, 49186270

i) Share Transfer System:

The Company has appointed Ms/ Link Intime India Private Limited, Mumbai as a Registrar & Share Transfer Agent to carry out the transfer related activities.

Distribution Schedule as on 31st March, 2020 is as given below:

Share Holding of Nominal Value of Rs.10		Shareholders No.	% of Total	Share Amount Rs.	% of Total
From	To				
1	5,000	10,031	99.0925	20,94,910	28.2765
5001	1,0000	25	0.2474	1,84,270	2.4872
10,001	2,0000	14	0.1385	2,06,530	2.7877
20,001	3,0000	3	0.0297	81,130	1.0951
30,001	4,0000	7	0.0693	2,54,850	3.4399
40,001	5,0000	3	0.0297	1,42,500	1.9234
50,001	1,00,000	9	0.0891	6,40,710	8.6481
1,00,001	*****	13	0.1286	38,03,760	51.3421
		10,105	100.0000	74,08,660	100.0000

j) **Dematerialization of shares and liquidity:** 3,37,730 shares (45.5858 % of total number of shares) are kept in dematerialized form. During the year no Demat / Re-mat request has been received.

k) **Outstanding GDRs / ADRs/ Warrants or any Convertible instruments, conversion date and likely impact on equity:** Not Applicable

l) Plant Locations:

- Plot No 614, GIDC Area, Panoli, Ankleshwar, Dist. Bharuch, Gujarat- 394116.
- Plot No. 48/49, Udyog Deep Industrial Area, Waidhan, Dist. Singrauli (MP) – 486886.
- Plot No. 2/A-1, A-2 IDCO Industrial Area, Jharsuguda (Orissa) – 768203.

m) Address for correspondence:

M/s Machhar Industries Limited
FF-107, City Pride, Jalna Road,
Aurangabad-431001
Ph. 0240-2351133,
Email ID: investors@machharinfra.com

By order of the Board

Sandeep Machhar
Managing Director
DIN: 00251892

Place: Aurangabad
Date: 14/08/2020

**AUDITORS' CERTIFICATE
REGARDING COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE**

**To,
The Members of
Machhar Industries Limited**

1. We, Gautam N Associates, Chartered Accountants, the Statutory Auditors of MACHHAR INDUSTRIES LIMITED ("the Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on March 31, 2020, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

Managements' Responsibility

2. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the SEBI Listing Regulations.

Auditors' Responsibility

3. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. We have examined the books of account and other relevant records and documents maintained by the Company for the purpose of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

7. Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI Listing Regulations during the year ended March 31, 2020.
8. We state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

**For Gautam N Associates
Chartered Accountants
Firm Registration No 103117W**



Gautam

**Place: Aurangabad
Dated: 14th August 2020**

**Gautam Nandawat
Partner
Membership No 032742
UDIN: 20032742AAAAGY4775**

Independent Auditors Report

To,
The Members of
Machhar Industries Limited
Aurangabad

Report on the Financial Statements

Opinion

1. We have audited the accompanying financial statements of **Machhar Industries Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2020, the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 accounting principles generally accepted in India, including accounting standards specified under section 133 of the Act, of the state of affairs of the Company as at 31st March 2020, its **Profit** and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with 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 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matters	Audit Procedures
Effect of Covid-19 It is the responsibility of the management to make appropriate adjustments to the financial statements and ensure necessary disclosures specifically the impact on business due to Covid-19, subsequent risks and uncertainties, and conditions that may impact future operating results, cash flows and financial position of the entity. We are informed by the management that considering the present scale of operations, demand in the ensuing future, the management does not perceive any risk in ensuing operations, liquidity and capital resources. We find sufficient and appropriate evidences of such management perception on record. It is also concluded by the management that no adjustments are required in the financial statements as it does not impact the current financial year. However, the situation with COVID-19 is still evolving. Also, the various preventive measures taken (such as lockdown restrictions by the Government of India, travel restrictions etc.) are still in force, leading to a highly uncertain economic environment. Due to these circumstances, the management's assessment of the impact on the subsequent period is dependent upon the circumstances as they evolve; and consequently, we are unable to express our opinion as to how the future prospect of the company will be impacted.	The audit procedures included but were not limited to: - Obtaining a detailed insight and understanding of future business climate and demand potential. - Existing processes and controls of the Management. - Evaluation of the design of the controls relating to growth of marketing. - Probability of outcome, estimates of the timing and the amount. - Implementation and operating effectiveness of the key controls. - Minutes of the Audit Committee/ Board and discussions with the Management personnel. - Most possible outcomes and the reasonableness of the estimates. - Evaluating appropriateness of adequate disclosures in terms of the applicable accounting standards.

Information other than the Financial Statements and Auditor's Report thereon

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon.
6. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
7. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

8. 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 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
12. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal financial controls 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 and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. 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.
14. 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.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

16. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable. As required by Section 143(3) of the Act, we report that:
- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - 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.
 - 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.
 - In our opinion, the aforesaid financial statements comply with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - With respect to the other matters to be included in the 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:
 - the company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No. 28 to the financial statements.
 - The Company does not have long term contracts or derivative contracts which require provision.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Gautam N Associates
Chartered Accountants
FRN 103117W**



Gautam

**Gautam Nandawat
Partner
Membership No 032742
UDIN: 20032742AAAAGY4775**

**Place: Aurangabad
Dated: 14th August 2020**

ANNEXURE "A" TO THE AUDITORS REPORT

The Annexure referred to in Independent Auditors Report to the members of the Company on the financial statements for the year ended 31st March 2020, we report that:

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As explained to us, some of the fixed assets have been physically verified by the management during the year according to the phased program of verification. No major discrepancies were noticed on such verification with the fixed assets records maintained by the company.
(c) According to the information and explanations given to us, and on the basis of our examination of the record of the company, the title deeds of the immovable properties are held in the name of the company except the land situated at Plot No. 2A-I, II, Industrial Area, Dist. Jharsuguda (Orissa). The assets have been received pursuant to Demerger of erstwhile Anil Chemicals & Industries Limited (Now Apt Packaging Limited).
2. The inventory has been physically verified during the year by the management. The discrepancies noticed on verification between the physical stocks and book records were not material, which have been properly dealt with in the books of account.
3. (a.) As per the information and explanations given to us, the Company has granted unsecured loans to one company covered in the register maintained under section 189 of the Act. The terms and conditions of the grant of such loans are not prejudicial to the interest of the company looking to long term business exigencies/purposes.
(b) No formal schedule of repayment has been made for repayment of the principal amount and as such in absence of such schedule, we are unable to comment if the same are being repaid timely.
(c) In absence of repayment schedule, we are unable to comment, if there are overdue amount for more than ninety days.
4. The company has not granted any loans or advances covered under section 185 of the Act. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 186 of the Act with respect to the loans.
5. The Company has not accepted deposits within the meaning of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
6. No maintenance of cost records has been specified by the Central Government under section 148(1) of the Act for the products of the company.
7. a) According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including, investor education protection fund, employees state insurance, income tax, custom duty, cess and other material statutory dues applicable to it. No undisputed amounts payable in respect of income tax, custom duty, excise duty, and cess were in arrears as at 31st March 2020 for a period more than six months from the date they became payable except Property Tax Rs.2,94,586.
b) According to the information and explanations given to us, there are no dues of income tax, customs duty, excise duty and cess, which have not been deposited on account of any dispute.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in payment of dues to financial institution or bank or debenture holders.
9. The company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year.
10. No fraud on or by the company or any fraud on the company by its officers or employees has been noticed or reported during the year.
11. The managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Act.
12. The company is not a Nidhi Company as such clause (xii) of the Order is not applicable to the company.
13. According to the information and explanations given to us, the company has entered in to transactions covered under section 177 and 188 of the Act and complied with the provisions of the Act.
14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
15. The company has not entered into any non-cash transactions with directors or persons connected with him.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Gautam N Associates
Chartered Accountants
FRN 103117W**



Gautam

**Gautam Nandawat
Partner**

**Membership No 032742
UDIN: 20032742AAAAGY4775**

**Place: Aurangabad
Date: 14th August 2020**

ANNEXURE “B” TO THE AUDITORS’ REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

1. We have audited the internal financial controls over financial reporting of **Machhar Industries Limited** (“the Company”) as of 31st March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

2. The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 the Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors Responsibility

3. Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the ICAI and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

8. 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 over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Gautam N Associates
Chartered Accountants
FRN 103117W



Gautam

Gautam Nandawat
Partner

Membership No 032742
UDIN: 20032742AAAAGY4775

Place: Aurangabad
Date: 14th August 2020

MACHHAR INDUSTRIES LIMITED

BALANCE SHEET AS AT 31st MARCH, 2020

(Amount in)

PARTICULARS	Note No.	As at 31 st March, 2020	As at 31 st March, 2019
Assets			
I) Non-Current Assets			
a) Property, Plant and Equipment	3	12,23,34,779	12,87,26,055
b) Financial Assets			
(i) Others	4	56,74,619	7,06,653
c) Deferred Tax Assets (Net)			
		12,80,09,398	12,94,32,708
II) Current Assets			
a) Inventories	5	2,22,556	7,80,673
b) Financial Assets			
(i) Investment	6	42,98,100	63,91,395
(ii) Trade Receivables	7	1,49,45,189	1,87,26,886
(iii) Cash and cash equivalents	8	3,67,15,460	3,06,65,105
c) Current Tax Assets (Net)	9	57,93,502	35,45,801
d) Other current assets	10	62,68,201	33,37,384
		6,82,43,008	6,34,47,244
Total Assets		19,62,52,406	19,28,79,952
Equity and Liabilities			
Equity			
a) Equity Share Capital	11	74,08,660	74,08,660
b) Other Equity	12	10,78,36,378	10,40,77,965
		11,52,45,038	11,14,86,625
Liabilities			
I) Non-Current Liabilities			
a) Financial Liabilities			
(i) Borrowings	13	8,88,826	26,86,313
b) Provisions	14	21,47,552	37,39,263
c) Deferred tax liabilities (Net)	15	2,38,78,642	2,67,68,386
d) Other non-current liabilities		-	-
		2,69,15,020	3,31,93,962
II) Current Liabilities			
a) Financial Liabilities			
(i) Borrowings	16	2,25,47,061	1,11,59,998
(ii) Trade Payables	17	2,68,01,473	2,78,97,216
b) Other current liabilities	18	47,43,814	91,13,127
c) Provisions	19	-	29,024
d) Current Tax Liabilities (Net)		-	-
		5,40,92,348	4,81,99,365
Total		19,62,52,406	19,28,79,952

Notes referred to above form an integral part of the financial statements

As per our report of even date attached

For Gautam N Associates
Chartered Accountants
FRN 103117W



Gautam
Gautam Nandawat
Partner
Membership No. 032742
Place : Aurangabad
Dated: 14th August 2020
UDIN: 20032742AAAAGV4775

For and on behalf of the Board of Directors

Sandeep Machhar

Sandeep Machhar
Managing Director
DIN: 00251892

Anoop Shrotriya

Anoop Shrotriya
Chief Financial Officer

Balaprasad Tapdiya

Balaprasad Tapdiya
Director
DIN: 01295984

Mahesh Dube

Mahesh Dube
Company Secretary

MACHHAR INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2020

(Amount in)

PARTICULARS	Note No.	For the year ended on 31 st March 2020	For the year ended on 31 st March 2019
REVENUE			
Revenue from operations	20	18,38,58,098	18,66,45,662
Other Income	21	30,89,152	36,14,095
Total Revenue		18,69,47,250	19,02,59,757
EXPENSES			
Cost of Material Consumed		-	-
Purchase of Traded Stock		-	-
Employees Benefit Expenses	22	2,13,82,814	2,07,18,130
Finance Costs	23	18,22,777	16,41,594
Depreciation and Amortisation	3	64,43,017	77,97,252
Other expenses	24	15,42,12,779	15,43,70,422
Total Expenses		18,38,61,388	18,45,27,398
Profit/(Loss) before exceptional, extraordinary items and tax		30,85,862	57,32,359
Exceptional Items		-	-
Profit/(Loss) before extraordinary items and Tax		30,85,862	57,32,359
Extraordinary items		-	-
Profit/(Loss) before Tax		30,85,862	57,32,359
Tax Expenses			
Income Tax – Current		3,24,116	10,97,562
Income Tax – Earlier Period		--	--
Income Tax – Deferred		(28,89,744)	(6,93,840)
Profit/(Loss) for the period for the continuing operations		56,51,491	53,28,637
Other Comprehensive Income			
A. (i) Items that will not be reclassified to Profit and Loss on account of remeasurements of employee's benefits and investments		(2,00,217)	20,299
(ii) Income tax relating to items that will not be reclassified to Profit and Loss		-	-
B. (i) Items that will be reclassified to Profit and Loss		-	-
(ii) Income tax relating to items that will be reclassified to Profit and Loss		-	-
Total Comprehensive Income		58,51,708	53,48,936
Earning per Equity Share			
1) Basic		7.90	7.22
2) Diluted		7.90	7.22

Notes referred to above form an integral part of the financial statements

As per our report of even date attached

For Gautam N Associates
Chartered Accountants
FRN 103117W



Gautam N
Gautam Nandawat
Partner
Membership No. 032742
Place : Aurangabad
Dated: 14th August 2020
UDIN: 20032742AAAAGV4775

For and on behalf of the Board of Directors

Sandeep Machhar

Sandeep Machhar
Managing Director
DIN: 00251892

Anoop Shrotriya

Anoop Shrotriya
Chief Financial Officer

Balaprasad Tapdiya

Balaprasad Tapdiya
Director
DIN: 01295984

Mahesh Dube

Mahesh Dube
Company Secretary

MACHHAR INDUSTRIES LIMITED

CASH FLOW STATEMENT THE YEAR ENDED ON 31ST MARCH, 2020

(Amount in)

PARTICULARS		2019-2020		2018-2019	
A	Cash flow from operating activities				
	Profit/ (Loss) after Tax & Extra ordinary items		30,85,862		57,32,359
	Adjustment for				
	i) Depreciation & Amortisation	64,43,017		77,97,252	
	ii) Interest Paid / Financial Charges	18,22,777		16,41,594	
	iii) Provision for Gratuity & Leave Encashment	(16,20,735)		(23,86,619)	
	iv) Interest Received	(20,68,199)		(21,07,626)	
	v) (Profit) on Sale of Fixed Assets	-		(1,50,000)	
	vi) Dividend Received	3,88,048		-	
	vii) Loss on Sale of Fixed Assets	-		9,793	
	viii) Provision for Investment at fare value	(20,93,295)		--	
	vix) Other Comprehensive Loss (Income)	2,00,217		20,299	
	Total		22,95,734		48,24,692
	Operating profit / (loss) before working capital changes		53,81,597		1,05,57,051
	i) Trade Receivable	37,81,697		33,22,299	
	ii) Loans & Advances and other Current & Non-Current Assets	(4,00,689)		(19,09,136)	
	iii) Inventories	5,58,116		(3,70,684)	
	iv) Other current Liabilities	(43,69,313)		(1,19,45,701)	
	v) Trade Payable	(10,95,743)	(15,25,932)	19,01,275	(90,01,947)
	vi) Income Tax Paid		(3,24,116)		(10,97,562)
	Net cash from operating activities (Total a)		35,31,549		4,57,542
B	Net flow from investment activities				
	i) Purchase of Fixed Assets	(51,742)		(27,20,212)	
	ii) Purchase of Investment	20,93,295		(45,98,986)	
	iii) Dividend Received	3,88,048		-	
	iv) Long Term advances	(49,67,966)		77,98,932	
	v) Short Term Advances	(47,77,827)		-	
	vi) Sale of Fixed Assets	-		1,59,375	
	vii) Interest Received	20,68,199		21,07,626	
	Net flow from investment activities (Total b)		(52,47,993)		27,46,734
C	Cash flow from financial activities				
	i) Repayment of Term Loan Borrowings	(17,97,486)		(50,20,066)	
	ii) Proceeds from / (Repayment) of Short Term Borrowings	1,13,87,062		(26,39,054)	
	iii) Interest paid / Financial Charges	(18,22,777)		(16,41,594)	
	Net flow from financial activities (Total c)		77,66,799		(93,00,713)
	Closing balance (A+B+C)		60,50,355		(60,96,437)
	Cash and Cash equivalent opening balance		3,06,65,105		3,67,61,542
	Cash and Cash equivalent closing balance		3,67,15,460		3,06,65,105


Cash & Cash Equivalent Comprise off

Cash On Hand	15,474	37,668
Balance in Banks in current account	56,19,960	29,14,404
Fixed deposit with Bank	2,93,14,668	2,50,37,463
Interest accrued on the fixed deposits	17,65,357	26,75,569
	3,67,15,460	3,06,65,105

- Note:** 1. The cash flow statement has been prepared as per Indirect Method according to Indian Accounting Standard-7 Cash Flow Statement issued by the Institute Chartered Accountants of India.
2. Previous year's figures have been regrouped/re-arranged, wherever necessary.

As per our report of even date attached

For Gautam N Associates
Chartered Accountants
FRN 103117W


Gautam Nandawat
Partner
Membership No. 032742
Place : Aurangabad
Dated: 14th August 2020
UDIN: 20032742AAAAGV4775

For and on behalf of the Board of Directors


Sandeep Machhar
Managing Director
DIN: 00251892


Anoop Shrotriya
Chief Financial Officer


Balaprasad Tapdiya
Director
DIN: 01295984


Mahesh Dube
Company Secretary

MACHHAR INDUSTRIES LIMITED

Statement of Changes in Equity for financial year ended on March 31st, 2020

(Amount in ₹)

A. Capital				
Types of Capital	Balances at the beginning of the year at the reporting period	Changes in the equity shares during the year	Balance at the end of the reporting period	
A. Equity Share Capital	74,08,660	-	74,08,660	
B. Other Equity				
Particular	Reserves and Surplus		Other items of other Comprehensive Income	Total
	Capital Reserve-Business Re-organization	Retained Earning		
Balances at the beginning of the year 01.04.2019	63,62,091	9,77,15,874	-	10,40,77,965
Changes in the accounting policies or prior period errors	-	-	-	-
Restated balance at the beginning of the year on account of fair valuation	-	-	-	-
Profit for the year	-	58,51,708	-	58,51,708
Total Comprehensive Income for the year	-	-	-	-
Decrease in value of Investment	-	(20,93,295)	-	(20,93,295)
Transfer to Retained Earnings	-	-	-	-
Balance at the end of the reporting period 31.03.2020	63,62,091	10,14,74,287	-	10,78,36,378

Statement of Changes in Equity for financial year ended on March 31st, 2019

(Amount in ₹)

Types of Capital	Balances at the beginning of the year at the reporting period	Changes in the equity shares during the year	Balance at the end of the reporting period	
A. Equity Share Capital	74,08,660	-	74,08,660	
B. Other Equity				
Particular	Reserves and Surplus		Other items of other Comprehensive Income	Total
	Capital Reserve-Business Re-organization	Retained Earning		
Balances at the beginning of the year 01.04.2018	63,62,091	9,23,66,938	-	9,87,29,029
Changes in the accounting policies or prior period errors	-	-	-	-
Restated balance at the beginning of the year on account of fair valuation	-	-	-	-
Profit for the year	-	53,48,936	-	53,48,936
Total Comprehensive Income for the year	-	-	-	-
Depreciation on re-instead value	-	-	-	-
Transfer to Retained Earnings	-	-	-	-
Balance at the end of the reporting period 31.03.2019	63,62,091	9,77,15,874	-	10,40,77,965

For Gautam N Associates
Chartered Accountants
FRN 103117W



Gautam Nandawat
Partner
Membership No. 032742
Place : Aurangabad
Dated: 14th August 2020
UDIN: 20032742AAAAGV4775

For and on behalf of the Board of Directors

Sandeep Machhar
Managing Director
DIN: 00251892

Balaprasad Tapdiya
Director
DIN: 01295984

Anoop Shrotriya
Chief Financial Officer

Mahesh Dube
Company Secretary

NOTE NO. 1

GENERAL INFORMATION:

The company is registered under the Companies Act, 1956 having CIN: U45202MH2008PLC185168. The registered office of the company is situated at FF-107, City Pide Building, Jalna Road, Aurangabad – 431001 (Maharashtra). The company is engaged in the business of conversion of Ammonium Nitrate Melt into Solid form on Job work basis in its plant situated at Plot No. 614, GIDC Panoli – 394116 Dist. Bharuch (Gujarat). The company has also its plant at Jharsuguda (Orissa) and Waidhan (MP) where the manufacturing activities have remained suspended.

NOTE NO. 2

SIGNIFICANT ACCOUNTING POLICIES:

Statement of Compliance

The company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101, First Time Adoption of Indian Accounting Standard. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014. Reconciliations and descriptions of the effect of the transitions have been summarized in the annexed notes no 25.

a) General:

- i. The financial statements are prepared on historical cost basis in accordance with applicable Indian Accounting Standards (Ind AS) and on accounting principles of going concern except fixed assets which are measured at fair values. These financial statements have been prepared to comply with all material aspects with the Indian accounting standards notified under section 133 of the Act, (the "Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, and the other relevant provisions of the Act..
- ii. All Expenses and Income to the extent considered payable and receivable respectively with reasonable certainty, unless specifically stated to be otherwise, are accounted for on accrual basis.
- iii. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule II to the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current non-current classification of assets and liabilities.

b) Property, Plant And Equipment:

- i) Property, Plant And Equipment held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at **deemed cost** less and accumulated depreciation.
- ii) Depreciation on the fixed assets which have been valued at fair market has been provided based upon the useful life of the assets as prescribed by Independent Valuer

Particulars	Useful life as per Schedule II of the Act	Useful Life as prescribed by independent Valuer
Factory Building	30	36
Plant & Equipment (Used in Chemical Industry)	20	19
Electrical installation	10	19
Computer	3	5
Furniture and fixture	10	5
Transportation tanker	6	8
Vehicle four wheeler	8	5
Vehicle two wheeler	10	5
Office equipment	5	9
Lab equipment	10	5
Bar code scanner	5	3

- iii) Depreciation on additions is being provided on pro-rata basis from the following month of such additions.
- iv) Depreciation on assets sold, discarded or demolished during the year is being provided at their rates up to the month in which such assets are sold, discarded or demolished.
- v) Premium on leasehold land has been amortized (written off) proportionately over the period of lease.

c) Impairment of Fixed Assets:

The fixed assets comprising of Land, Building and Plant & Machinery have been valued by the approved valuer at a reasonable interval in order to comply with the requirement of AS-28. Impairment of other fixed assets is considered based on their residual value.

d) Inventories:

Inventories are valued at lower of cost and net realizable value. Cost is assigned on the FIFO basis. In case of finished Goods and goods in process, cost includes material cost, labor and overhead expenses inclusive of depreciation.

e) Sales and Income Recognition.

- i. Sales are stated and recognized at net value i.e. exclusive of all taxes.
- ii. Transportation receipts are accounted on booking of vehicles.
- iii. Job work invoices are raised on the completion of job work.
- iv. Interest is accounted for on the accrual basis.
- v. Dividend is accounted for as and when it is received.

f) Retirement Benefits:

- i. Contribution to the Provident Fund is made monthly as per the provisions of the Provident Fund Act.
- ii. The provision for Gratuity and Leave Encashment is accounted for as per the actuarial valuation conducted by an Actuary.
- iii. The present value of the obligation is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each year

Defined benefit costs are composed of:

- (a) service cost – recognized in profit or loss; service cost comprises (i) current cost which is the increase in the present value of defined benefit obligations resulting from employee service in the current period, (ii) past service cost which is the increase in the present value of defined benefit obligations resulting from employee service in the prior periods resulting from a plan amendment, and (iii) gain or loss on settlement.
- (b) remeasurements of the liability or asset - recognized in other comprehensive income.
- (c) remeasurements of the liability or asset essentially comprise of actuarial gains and losses (i.e. changes in the present value of defined benefit obligations resulting from experience adjustments and effects of changes in actuarial assumptions).

Short-term benefits: A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave and other short term benefits in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Other long-term benefits: Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Group in respect of services provided by employees up to the reporting date.

g) Government Grants:

Grants in the nature of project capital subsidy are credited to capital reserve.

h) Contingent Liability:

Contingent Liabilities are disclosed by way of the Notes to the Accounts. Disputed demands in respect of Central Excise, Customs, Income Tax, Sales Tax and other claims are disclosed as contingent liabilities. Payment in respect of such demands, if any, is shown as an advance, till the final outcome of the matter and payment debited to respective head of expenses in the year of payment made, as the case may be.

i) Taxes on Income:

- (i) Provision for Current Tax is made and retained in the accounts on the basis of estimated tax liability as per applicable provisions of Income Tax Act 1961.
- (ii) Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.
- (iii) The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered
- (iv) Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.
- (v) Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.
- (vi) Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.
- (vii) Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.
- (viii) The Company recognises interest levied and penalties related to Income Tax assessments in the tax expense.

j) Borrowing costs:

In case of period of construction / installation of the qualifying fixed assets which takes more than a year, borrowing costs that are directly attributable to the acquisition / construction of the assets are capitalized as part of respective asset, up to the date of acquisition / completion of construction. Other borrowing costs are recognized as expenses in the period in which they are incurred.

k) Use of Estimates:

The preparation of Financial Statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of Financial Statements and the reported amounts of revenues and expenses during the reporting period. Difference between the actual results and the estimates are recognised in the period in which the results are known/ materialised.

l) Provision and Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

m) Cash and Cash Equivalents:

In the Statement of Cash Flows, cash and cash equivalents includes cash on hand, demand and short term deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

n) Financial Assets at Amortised Cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

o) Financial Assets At Fair Value through Other Comprehensive Income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and a contractual terms of the financial assets give rise on the specified dates to cash flows that are solely payment of the principal and interest on the principal amount outstanding.

p) Financial Assets at Fair Value Through Profit or Loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of assets and liabilities at fair value through profit and loss are immediately recognised in the statement of profit and loss.

q) Financial Liabilities

Financial liabilities are measured at amortized cost using the effective interest method.

r) Equity Instruments

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. The Company recognises equity instruments at proceeds received net off direct issue cost.

s) Reclassification of Financial Assets

The Company determines classification of the financial assets and liabilities on initial recognitions. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the company's operations. Such changes are evident to external parties. A change in the business model occurs when a company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognized gains, losses (including impairment gains and losses) or interest.

t) Offsetting of Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet if there is currently enforceable legal right to offset the recognized amounts and there is on intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

u) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share are the net profit for the year attributable to equity share holders. The weighted average number of equity shares outstanding during the year and for all years 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 year attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

NOTE NO. 3. PROPERTY, PLANT & EQUIPMENT
Tangible Assets

Particulars	Gross Block				Depreciation / Impairment				Net block	
	As on 01.04.2019	Addition	Deletion	As on 31.03.2020	As on 01.04.2019	For the Year	Deletion	As on 31.03.2020	31.03.2020	31.03.2019
Lease Hold Land	8,06,68,000	-	-	8,06,68,000	23,13,549	11,50,655	-	34,94,204	7,72,03,796	7,83,54,451
Factory Buildings	1,69,28,204	-	-	1,69,28,204	16,02,973	7,02,925	-	23,05,898	1,46,22,306	1,53,25,231
Plant & Machineries	3,53,07,141	-	-	3,53,07,141	69,60,672	28,60,317	-	98,20,989	2,54,86,152	2,83,46,469
Furniture & Fixtures	3,39,754	-	-	3,39,754	60,644	87,175	-	1,47,819	1,91,935	2,79,111
Office Equipment's	11,28,324	29,750	-	11,58,074	5,56,691	1,76,592	-	7,33,283	4,24,791	5,71,633
Vehicles	81,11,564	-	-	81,11,564	24,68,804	13,84,591	-	38,53,395	42,58,169	56,42,760
Computers	9,45,312	21,992	-	9,67,304	7,38,912	80,762	-	8,19,675	1,47,630	2,06,400
TOTAL	14,34,28,300	51,742	-	14,34,80,042	1,47,02,246	64,43,017	-	2,11,45,263	12,23,34,779	12,87,26,055

Note:

- The leasehold land and factory building of Jharsuguda units are yet to be registered in the name of the company.
- Lease hold right of Jharsuguda unit is cancelled by the appropriate authority (IDCO). The company has preferred an appeal against the order of IDCO for which final decision is pending.
- Some of the vehicles are registered in the name of a director of the Company.

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE – 4		
FINANCIAL ASSETS - OTHERS		
Unsecured considered good		
Security Deposits	8,56,444	6,66,305
Advances to an associate concern	18,18,175	40,348
Advances against purchase of Lease Hold Land #	30,00,000	-
	56,74,619	7,06,653

the agreement for purchase of lease hold land is since cancelled and the same is proposed to be allotted to a new company in which the company is a joint venture partner.

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 5		
INVENTORIES		
Raw Materials	-	21,366
Stores and Spares	1,57,357	71,557
Packing Materials	65,199	6,87,750
	2,22,556	7,80,673

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 6		
CURRENT INVESTMENTS		
Non – Traded (At Market Value)		
Investment in Equity Shares (Quoted)	42,98,100	63,91,395
	42,98,100	63,91,395

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 7		
TRADE RECEIVABLES		
Unsecured; considered good		
Due for a period exceeding six months	1,18,580	-
Others	1,48,26,609	1,87,26,886
	1,49,45,189	1,87,26,886

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 8		
CASH AND CASH EQUIVALENTS		
Cash on Hand	15,474	37,668
Balance with Banks		
In Current Account	56,19,960	29,14,404
In Fixed Deposit Account	2,93,14,668	2,50,37,463
Interest accrued on the fixed deposits	17,65,357	26,75,569
01. FDRs Original amounting to Rs.2,51,58,548 (previous year Rs.2,26,49,254) are pledged with Bank for securing over draft facilities		
02. FDRs Original amounting to Rs.41,56,120 (Previous year Rs.23,88,209) are earmarked for Bank Guarantee		
03. FDRs having maturity period beyond 12 months Rs. 1,68,21,638 (Previous year Rs.88,18,218)		
	3,67,15,460	3,06,65,105

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 9		
CURRENT TAX ASSETS (NET)		
Income Tax Refund receivable	43,75,779	31,70,622
MAT Credit Entitlement	14,17,723	3,75,180
	57,93,502	35,45,801

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 10		
OTHER CURRENT ASSETS		
Balances with Government Department	50,81,113	16,93,842
Staff Advances	1,66,312	6,56,074
Prepaid expenses	10,20,776	9,87,469
	62,68,201	33,37,384

(Amount in ₹).

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 11		
SHARE CAPITAL		
Authorized		
	1,00,00,000	1,00,00,000
10,00,000 (Previous year 10,00,000) Equity Shares of ₹ 10 Each	1,00,00,000	1,00,00,000
Issued, Subscribed & Paid up		
7,40,866 equity shares of ₹ 10 each fully paid up	74,08,660	74,08,660
Add: Allotted during the year	-	-
7,40,866 equity shares of ₹ 10 each fully paid up	74,08,660	74,08,660
01. Reconciliation of Equity Shares		
Equity Shares	As at 31/03/2020	As at 31/03/2019
	No. of Share	Amount
At the beginning of the year	7,40,866	74,08,660
Add: Issued during the year	--	--
Outstanding at the end of year	7,40,866	74,08,660
02. The list of shareholders who holds the shares 5% or more		
Name of Share Holder	As at 31/03/2020	As at 31/03/2019
	No. of Share	%
	No. of Share	No. of Share
1) Sahyog Exhibitors Pvt. Ltd.	65,500	8.84
2) Arvind Machhar	1,15,777	15.63
3. Equity shareholders are eligible for one vote per share held. They are eligible for dividend on the basis of their shareholding. In the case of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.		
4) The company has not issued any bonus share during last five financial years.		

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 12		
OTHERS EQUITY		
Business Re-organisation account	63,62,091	63,62,091
Statement of Profit & Loss	10,14,74,287	9,77,15,874
	10,78,36,378	10,40,77,965

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 13		
NON CURRENT BORROWINGS		
SECURED		
Term Loan		
(Secured by way of hypothecation of vehicles)	8,88,827	26,86,313
	8,88,827	26,86,313

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 14		
NON CURRENT PROVISIONS		
Retirement Benefit Payable	54,43,453	46,06,455
Less : Premium Paid to LIC Gratuity Fund	(43,13,838)	(20,13,838)
Compensated Abscesses (Non-Funded)	10,17,937	11,46,646
	21,47,552	37,39,263

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 15		
DEFERRED TAX ASSETS (NET)		
Expenses disallowed u/s 43B of Income Tax	4,68,411	5,27,695
Retirement Benefit	2,93,700	7,14,331
MAT Credit	14,17,723	3,75,179
	21,79,834	16,17,205
Deferred Tax Liability		
Difference in WDV of Fixed Assets	2,60,58,476	2,83,85,591
	2,60,58,476	2,83,85,591
Deferred Tax (Assets) / Liability (Net)	(2,38,78,642)	(2,67,68,386)

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 16		
CURRENT BORROWINGS		
SECURED		
Overdraft from Banks		
(Secured by pledge of term deposit receipts with Bank)	2,25,47,061	1,11,59,998
	2,25,47,061	1,11,59,998

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 17		
TRADE PAYABLES		
Sundry Creditors	2,68,01,473	2,78,97,216
(There are no over dues to the parties covered under the Micro, Small and Medium Enterprises Development Act, 2006. The parties covered under the said Act have been identified based on the intimation regarding their status submitted to the company.)		
	2,68,01,473	2,78,97,216

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 18		
OTHER CURRENT LIABILITIES		
Current maturities of long terms debts	17,97,486	47,91,676
Payable to Employees	18,43,138	20,24,179
Statutory Liabilities	11,03,189	22,97,272
	47,43,814	91,13,127

(Amount in ₹)

PARTICULARS	As at 31/03/2020	As at 31/03/2019
NOTE -- 19		
CURRENT PROVISION		
Retirement Benefit (Non-Funded)	--	--
Compensated Abscesses (Non-Funded)	--	29,024
Income Tax	--	--
	--	29,024

(Amount in ₹)

PARTICULARS	For the year ended on 31 st March 2020	For the year ended on 31 st March 2019
NOTE -20		
REVENUE FROM OPERATIONS		
Sale of Services:		
Processing Charges	7,29,34,870	7,38,11,918
Transportation Receipts	11,09,23,228	11,28,33,743
	18,38,58,098	18,66,45,662
NOTE -21		
OTHER INCOME		
Interest on Bank Deposits / Others	20,68,199	21,07,626
Short Term Capital Gain	--	56,801
Long Term Capital Gain	--	5,63,572
Dividend Received	3,88,048	1,56,388
Profit on Sale of Assets	--	1,50,000
Sundry Balance Written Back	2,295	1,28,317
Excess Provision Written Back	--	4,51,391
Security Guard Escorting	6,30,610	--
	30,89,152	36,14,095

(Amount in ₹)

PARTICULARS	For the year ended on 31 st March 2020	For the year ended on 31 st March 2019
NOTE –22		
EMPLOYEES BENEFIT EXPENSES		
Salaries and Wages	72,31,556	66,45,916
Remuneration to Directors	74,07,796	70,47,060
Contract Labour	41,77,888	45,47,879
Bonus	4,61,392	4,56,473
Contribution to PF & Pension Fund	7,05,152	7,03,199
Compensated Abscesses	1,49,641	5,93,417
Retirement Benefit	10,37,215	6,11,954
Workmen & Staff Welfare Expenses	2,12,174	1,12,232
	2,13,82,814	2,07,18,130
NOTE –23		
FINANCE COSTS		
Interest to Bank Loans – Term Loan	4,32,320	8,48,490
Interest to Bank Loans – Working Capital	11,92,155	7,92,275
Interest to others	1,98,302	828
	18,22,777	16,41,594
NOTE –24		
OTHER EXPENSES		
A. MANUFACTURING EXPENSES		
Stores & Spares consumed	9,12,078	8,38,391
Raw Material (unusable) written off	21,366	--
Packing Material consumed	79,91,257	1,03,04,593
Power & Fuel consumed	87,02,733	85,99,550
Water	1,52,182	1,28,327
Repairs to Machinery	6,46,114	24,56,546
Repairs to Factory Building	--	1,29,270
Tanker Expenses	17,69,304	15,79,735
Transportation Expenses	10,85,66,676	10,77,02,834
Security Expenses	5,62,942	6,51,436
	12,93,24,653	13,23,90,683
B. ADMINISTRATIVE EXPENSES		
Rates & Taxes	1,60,277	1,55,918
Sales Tax Paid	11,98,042	--
Lease Rent	60,637	60,637
Office Rent	2,68,400	22,000
Insurance	22,95,836	29,68,111
Payment to Statutory Auditors		
Statutory Audit Fee	1,00,000	1,00,000
Tax Audit Fee	30,000	30,000
Postage	1,65,593	1,31,320
Telephone Charges	3,05,483	2,37,177
Printing & Stationery	2,18,681	2,20,297
Vehicles Running and Maintenance	9,51,469	10,88,474
Legal & Professional Charges	17,97,500	6,55,039
Travelling Expenses	32,40,889	27,97,398
Bank Charges	13,350	26,553
Office & Miscellaneous Expenses	5,33,161	5,53,639
Loss on Sale of Fixed Assets	--	9,793
Sundry Balances written off	2,54,285	--
Repair to other Assets	1,15,598	4,22,342
Donation	61,075	1,67,551
	1,17,70,274	96,46,249
C. SELLING AND DISTRIBUTION EXPENSES		
Loading & Unloading Expenses	79,83,713	67,77,302
Business Promotion Expenses	1,19,664	89,395
Security Guard & Escorting Expenses	50,14,475	54,66,793
	1,31,17,852	1,23,33,490
	15,42,12,779	15,43,70,422

NOTE NO. -- 25
Fair Value Measurement

(Amount in ₹)

Sr. No	Particular	Carrying Amount		Fair Value	
		as at 31st March 2020	as at 31st March 2019	as at 31st March 2020	as at 31st March 2019
FINANCIAL ASSETS					
Financial Assets measured at amortised cost					
a)	Non-Current Investment	-	-	-	-
b)	Security Deposits	8,56,444	6,66,305	8,56,444	6,66,305
c)	Current Investment	42,98,100	63,91,395	42,98,100	63,91,395
d)	Advance to Companies & Associates Concern	48,18,175	40,348	48,18,175	40,348
e)	Trade Receivable	1,49,45,189	1,87,26,886	1,49,45,189	1,87,26,886
g)	Cash on hand	15,474	37,668	15,474	37,668
h)	Bank Balance	3,66,99,986	3,06,27,437	3,66,99,986	3,06,27,437
FINANCIAL LIABILITIES					
Financial Liabilities measured at amortised cost					
a)	Non- Current Borrowings	8,88,827	26,86,313	8,88,827	26,86,313
b)	Current Borrowings	2,25,47,061	1,11,59,998	2,25,47,061	1,11,59,998
c)	Trade Payable	2,68,01,473	2,78,97,216	2,68,01,473	2,78,97,216
d)	Current Maturity of Long term debts	17,97,486	47,91,676	17,97,486	47,91,676
e)	Other Payables	29,46,327	43,21,451	29,46,327	43,21,451

The management assessed that the fair values of short term financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction among willing parties, other than in a forced or liquidation sale

The Company determines fair values of financial assets and financial liabilities by discounting contractual cash inflows/ outflows using prevailing interest rates of financial instruments with similar terms. The fair value of investment is determined using quoted net assets value from the fund. Further, the subsequent measurement of all finance assets and liabilities (other than investment in mutual funds) is at amortized cost, using the effective interest method.

Discount rates used in determining fair value

The interest rate used to discount estimated future cash flows, where applicable, are based on the incremental borrowing rate of the borrower which in case of financial liabilities is the weighted average cost of borrowing of the Company and in case of financial assets is the average market rate of similar credits rated instrument.

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. In addition, the Company internally reviews valuation, including independent price validation for certain instruments.

Fair value of financial assets and liabilities is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

The following methods and assumptions were used to estimate fair value:-

- Fair value of short term financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments.
- The fair value of the Company's interest borrowing received are determined using discount rate reflects the entity's borrowing rate as at the end of the reporting period. The own nonperformance risk as at the end of reporting period was assessed to be insignificant.

Fair value hierarchy

All financial instruments for which fair value is recognized or disclosed are categorized within the fair value hierarchy described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

Level-1

Quoted (unadjusted) price is active market for identical assets or liabilities

Level-2

Valuation technique for which the lowest level input that has a significant effect on the fair value measurement are observed, either directly or indirectly.

Level-3

Valuation technique for which the lowest level input has a significant effect on the fair value measurement is not based on observation of market data.

26. Financial Instruments and Risk Review

i) Capital Management:

The Company's capital management objectives are:-

The Board policy is to maintain a strong capital base so as to maintain creditors and market confidence and to future development of the business. The Board of Directors monitors return on capital employed.

The Company manages capital risk by maintaining sound/optimal capital structure through monitoring of financial ratios, such as debt-to-equity ratio and net borrowings-to-equity ratio and implements capital structure improvement plan when necessary.

The Company uses debt ratio as a capital management index and calculates the ratio as Net debt divided by total equity. Net debt and total equity are based on the amounts stated in the financial statements.

Debt-to-equity ratio is as follows

Particular	As at 31st March 2020	As at 31st March 2019
Net Debts (A) *	(71,83,986)	(1,84,18,513)
Equity (B)**	11,52,45,038	11,14,86,625
Debt Ratio (A/B) %	(6.23)	(16.52)

* Net Debts includes Non-Current borrowings, Current borrowings, Current Maturities of non-current borrowing net off Current Investment and cash and cash equivalent

** Equity includes equity and others equity.

ii) Credit Risk

Credit risk is the risk of financial loss arising from counter-party failure to repay or service debt according to contractual terms or obligations. Credit risk encompasses both, the direct risk of default and the risk of deterioration of credit worthiness as well as concentration of risks. Credit risk is controlled by analyzing credit limit and creditworthiness of customers on a continuous basis to whom the credit has been granted offer necessary approvals for credit.

Financial instruments that are subject to concentration of credit risk principally consist of trade receivable investments, derivative financial instruments and other financial assets. None of the financial instruments of the Company results in material concentration of credit risk

Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk is as under, being the total of the carrying amount of balances with trade receivables.

As on	Amount in Rs
31st March, 2020	1,49,45,189
31st March, 2019	1,87,26,886

Trade receivables

Ind AS requires expected credit losses to be measured through a loss allowance. The Company assesses at each date of financial statement whether a financial asset or group of financial assets is impaired. The Company recognizes lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to 12 months expected credit losses or at an amount equal to the life time expected credit losses, if the credit risk on the financial asset has increased significantly since initial recognition

iii) Liquidity Risk

a) Liquidity risk management

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

b) Maturities of financial liabilities

The following tables detail the remaining contractual maturities for its financial liabilities with agreed repayment period. The amount disclosed in the tables have been draw up based on the undiscounted cash flow of financial liabilities based on the earliest date on which the Company can be required to pay. The table includes both interest and principal cash flows.

(Amount in ₹)

Particular	31st March 2020		1st April 2019	
	Less than 1 year	1-3 Year	1-3 Year	Less than 1 year
Financial Liabilities				
Trade Payables	2,68,01,473	-	2,78,97,216	
Working capital demand Loan	2,25,47,061	-	1,11,59,998	
Loan/Term Loan (at variable rate)	17,97,486	8,88,827	47,91,676	26,86,313
Total	5,11,46,020	8,88,827	4,38,48,890	26,86,313

c) Maturities of Financial Assets -

iv) **Market Risk**

Market risk is risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market prices. Such changes in the value of financial instruments may result from changes in the foreign currency exchange rate, interest rate, credit, liquidity and other market changes.

27. **The company is contingently liable for:-**

- i) Fiscal liabilities that may arise on account of non- observance of provisions of various fiscal statutes, Companies Act and other related laws and interest chargeable on demands raised and not paid, if any. Amount unascertainable.
 - ii) The Bank guarantee issued amounting to ₹ 41,56,120 (Previous year ₹ 28,55,386).
28. Hon'ble High Court of MP, Jabalpur in the matter of W.P. Number 33 of 2000 vide its order dated 03/12/2014 has decided the matter in favour of the company in respect of rate revision for the sales affected to Northern Coalfields Limited during the period 01/04/1998 to 19/04/1999. As the assets and liability of chemical division of erstwhile Anil Chemical and Industries Limited now belong to Machhar Industries Limited, Consequently the company was to receive Rs.60,00,404/- from Northern Coalfields Limited. Out of the said amount an amount of Rs.8,85,202/- has been received on 13.03.2018 and same has been accounted for in financial year 2017-18. However, for the balance payment, Northern Coalfields Limited has not agreed to release the same. Against that, the company filed a writ petition No. 11121 of 2018 before Hon'ble High Court of MP at Jabalpur in respect of recovering the said amount. However, the Hon'ble High Court, while discharging the matter, directed NCL to take a suitable decision. As of now, the NCL has not agreed to release the balance payment. The company is taking suitable measures to recover principal as well as interest on delayed payment from Northern Coalfields Limited.
29. The accounts of certain trade receivable, trade payable, Loans and Advances including certain debit balances are subject to confirmations and reconciliations, if any. The difference as may be noticed on reconciliation will be duly accounted for on completion thereof. In the opinion of the management, the ultimate difference will not be material.
30. During the year, manufacturing operations remained suspended at the plants of the company situated at Jharsuguda (Orissa) and Waidhan (MP).

31. **SEGMENT REPORTING:**

Broadly by all criteria, the activities of the company fall in the segments as detailed below.

Criteria	Segment
Product base for operating revenue and assets	1. Explosives 2. Transportation
Geographical Area of Operation	Domestic market / overseas market

A. Primary Segment: Business segment

The operations of the company fall within two business segment i.e. Explosives segment & Transportation segment. The financial data for segment reporting are as follows.

(Amount in lakhs)

Sr No	Particulars	For the Financial Year ended on 31/03/2020			For the Financial Year ended on 31/03/2019		
		Explosive Division	Transportation Division	Total	Explosive Division	Transportation Division	Total
	Revenue						
A	Sale of Services	729.35	1,109.23	1,838.58	738.12	1,128.34	1,866.46
B	Profit/(Loss) before Dep. and Interest	87.10	26.41	113.52	120.09	31.62	151.71
C	Interest Expenses	14.93	3.29	18.23	10.61	5.80	16.42
D	Depreciation & Impairment	47.70	16.73	64.43	50.92	18.21	69.14
F	Net Profit/Loss	24.47	6.39	30.86	58.55	7.61	66.16

Other Information

(Amount in lakhs)

Sr No	Particulars	For the Financial Year ended on 31/03/2020			For the Financial Year ended on 31/03/2019		
		Explosive Division	Transportation Division	Total	Explosive Division	Transportation Division	Total
G	Segmental Assets (Including Current & non-current assets)	1,311.76	123.04	1,434.80	1,952.78	123.04	2,075.82
H	Less Depreciation & Impairment	101.09	45.94	147.02	117.81	29.21	147.02
I	Net Assets	1,210.67	77.10	1,287.78	1,834.97	93.83	1,928.80
J	Segmental Liabilities	786.96	23.11	810.07	770.69	47.00	817.69

B. Secondary Segment: Geographic Segment

The geographic segment identified, as secondary segment are "Domestic Market".

	Particulars	For the Financial Year ended on 31.03.2020			For the Financial Year ended on 31.03.2019		
		Explosive Div.	Transportation Div.	TOTAL	Explosive Div.	Transportation Div.	TOTAL
A	Domestic	729.35	1,109.23	1,838.58	738.12	1,128.34	1,866.46
	TOTAL	729.35	1,109.23	1,838.58	738.12	1,128.34	1,866.46

32. Director Remuneration:

Amount in ₹

Particulars	Managing Director	
	Current Year	Previous Year
i. Salary	57,54,000	54,66,000
ii. Perquisites	57,000	57,000
iii. Contribution to Provident Fund	2,52,000	2,52,000
TOTAL	60,63,000	57,75,000

Amount in ₹

Particulars	Whole Time Director	
	Current Year	Previous Year
i. Salary	11,44,800	9,93,600
ii. Perquisites	65,000	65,000
iii. Contribution to Provident Fund	1,14,480	99,360
vi. Leave Encashment	20,516	1,14,100
TOTAL	13,44,796	12,72,060

Gratuity and leave encashment have been valued based upon the actuarial valuation for all the employees as such, the bifurcation for directors and others is not available; hence, the same is not provided.

33. Related parties disclosure as per Ind-AS 24:

a) List of related parties

1. Associates:-

- APT Packaging Limited

2. Relative of Director:-

- Mrs. Dimpi Machhar, Manager Administrative
- Mr. Utkarsh Machhar, Manager Marketing

3. Key Management Personnel:-

- Mr. Sandeep Machhar, Managing Director
- Mr. Vyankat Waman Katkar, Whole Time Director
- Mr. Anoop Shrotriya, Chief Financial Officer (appointed on 30.06.2018)
- Mr. Mahesh Dube, Company Secretary (appointed on 30.06.2018)

b) Transactions carried out with related parties as referred to in (a) above, in the ordinary course of the business:

Name of party	Nature of Transaction	Amount in ₹ 2019-20	Amount in ₹ 2018-19
Dimpi Machhar	Salary	13,25,200	12,00,200
Utkarsh Machhar	Salary	12,63,960	10,77,800
Sandeep Machhar	Salary	60,63,000	57,75,000
Vyankat Waman Katkar	Salary	13,44,796	12,72,060
Anoop Shrotriya	Salary	6,35,086	5,90,957
Mahesh Dube	Salary	2,64,950	1,77,625

c) Outstanding with the related parties

Name of party	Outstanding as on 31 st March 2020	Outstanding as on 31 st March 2019
APT Packaging Limited	₹ 18,18,175 Dr	₹ 40,348 Dr

Notes: -

1. Related party relationship is as identified by the Company and relied upon by the Auditors.
2. No amounts in respect of related parties have been written off during the year. Also, no accounts have been provided for as doubtful debts.

34. **Employee Benefits:**

The company has classified the various benefits provided to employees as under

Defined Contribution Plans: Provident Fund

During the year, the Company has recognized the following amounts in the Statement of Profit & Loss.

Particulars	Current Year ₹	Previous Year ₹
Employers Contribution to Provident Fund	7,02,770	7,00,187
Employers Contribution to Staff Welfare Fund	2,382	3,012

Defined Benefit Plans

The company has contributed to Scheme framed by the Insurance Company for the defined benefit plans for the qualifying employees. The present value of the defined benefit obligation and the related current service cost were measured using the Projected Unit credit method with actuarial valuations being carried out at each balance sheet date.

In accordance with Ind-AS 19, actuarial valuation was done in respect of the aforesaid defined benefit plan of gratuity based on the following assumptions: -

Particulars	Current Year ₹	Previous Year ₹
Discount Rate	6.84%	7.60%
Salary escalation rate	10.00%	10.00%
Expected rate of return on Plan Assets	6.84%	7.60%
Expected average remaining service of employee in the number of years	-	-

Disclosures for defined benefit plans based on Actuarial Reports as at 31st March 2020

a) **Change in Present Value of Defined Benefit Obligation**

Particulars	Current Year ₹	Previous Year ₹
Present value of obligations at the beginning of the year	46,07,138	45,77,477
Current Service Cost	3,06,894	2,64,066
Interest Cost	3,50,142	3,07,404
Actuarial (Gain) / Loss due to change in Financial Assumptions	3,04,501	(5,41,809)
Actuarial (Gain) / Loss due to Experiences	(1,06,944)	
Benefit paid	(18,278)	--
Past Service Cost	-	--
Present value of obligations at the end of the year	54,43,453	46,07,138

b) **Change in Fair value of plan assets**

Particular	Current Year	Previous Year
Fair Value of plan assets at the beginning of the year	20,14,521	-
Expected return on plan assets	1,53,104	(40,484)
Employers contributions	23,00,000	20,13,838
Actuarial gain / (loss) on plan assets	(2,660)	41,167
Benefit paid	-	-
Fair value of plan assets at the end of the year	44,64,965	20,14,521

c) **Percentage of each category of plan assets to total fair value of plan assets as at 31st March 2020**

Particulars	Current Year	Previous Year
Administered by Life Insurance Corporation of India	100%	100%

d) **Reconciliation of the present value of defined benefit obligations and the fair value of plan assets**

Particulars	Current Year ₹	Previous Year ₹
Present value of funded obligations as at the end of the year	54,43,453	46,07,138
Fair value of plan assets as at the end of the year	44,64,965	20,14,521
Funded (Assets)/liability recognized in the Balance Sheet as at the end of the year	9,78,488	25,92,617
Present value of unfunded (assets) / obligations as at the end of the year	9,78,488	25,92,617
Unrecognized past service cost	-	-
Unrecognized actuarial (gain)/loss	-	-
Unfunded net (Assets)/liability recognized in the Balance Sheet as at the end of the year	9,78,488	25,92,617

e) **Net employee benefit expense (Recognized in employment cost) for the year ended on 31st March 2020**

Particulars	Current Year ₹	Previous Year ₹
Current Service Cost	3,06,894	2,64,066
Interest Cost	3,50,142	3,07,404
Actual return on plan Assets (Net)	(1,50,444)	(683)
Net Actuarial (Gain) / Loss recognized in the year	1,97,557	(5,41,809)
Past Service cost	-	-
Net (income) / expense	7,04,149	28,978

f) **Detail of Present value of obligation, Plan Assets and Experience Adjustments**

Particulars	Current Year ₹	Previous Year ₹
Present value of obligation	54,43,453	46,07,138
Fair value of plan assets	44,64,965	20,14,521
(Surplus) / Deficit	9,78,488	25,92,617
Experience Adjustment	-	-
(Gain)/ Loss on plan liabilities	-	-
(Gain)/ Loss on plan assets	-	-

g) **Amount recognised in Other Comprehensive Income (OCI)**

Particulars	Current Year ₹	Previous Year ₹
Amount recognized in OCI, Beginning of Period	(5,82,976)	--
Remeasurements due to :		
Effect of Change in financial assumptions [C]	--	--
Effect of Change in demographic assumptions [D]	--	--
Effect of experience adjustments [E]	1,97,557	(5,41,809)
Actuarial (Gains)/Losses (C+ D +E)	1,97,557	(5,41,809)
Return on plan assets (excluding interest)	(2,660)	41,167
Total remeasurements recognized in OCI	1,94,897	(5,82,976)
Amount recognized in OCI, End of Period	1,94,897	(5,82,976)

h) **Expected contributions to Gratuity Fund next year ₹ 5,00,000 (Previous Year ₹ 23,00,000)**

The liability for leave encashment and compensated absences as at year end is ₹10,17,937 (Previous year liability ₹11,75,671)

35. **Earnings Per Share:**

The basic and diluted EPS is calculated as under:

Particulars	Current Year ₹	Previous Year ₹
Profit / (Loss) available for equity share holders	58,51,708	53,48,936
Weighted average number of Equity Shares of Rs.10 Each	7,40,866	7,40,866
Earning per share	7.90	7.22
Diluted Earning per share	7.90	7.22

36. **Value of raw material, stores & spares consumed during the year:**

	As at 31/03/2020 Amount in ₹	%	As at 31/03/2019 Amount in ₹	%
I). RAW MATERIAL				
Imported	NIL	NIL	NIL	NIL
Indigenous	NIL	NIL	NIL	NIL
II. STORES AND SPARES				
Imported	NIL	NIL	NIL	NIL
Indigenous	9,33,444	100	8,38,391	100

37. **Income/expenditure in foreign currency:**

PARTICULARS	As at 31/03/2020 Amount in ₹	As at 31/03/2019 Amount in ₹
i) Earning in foreign exchange	NIL	NIL
ii) CIF value of Imports of Material	NIL	NIL
iii) Expenditure in foreign currency traveling.	20,17,064	8,14,338
iv) Capital equipment's	NIL	NIL

38. **Outstanding dues to Micro and Small Enterprises:**

Particulars	Year Ended on 31/03/2020	Year Ended on 31/03/2019
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	NIL	NIL
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	NIL	NIL
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest due and payable towards suppliers registered under MSMED Act, for payment already made	NIL	NIL
Further interest remaining due and payable for earlier years	NIL	NIL

Note:- This information has been given in respect of such vendors to the extent they could be identified as Micro and Small enterprises on the basis of information available with the Company.

39. Previous year figures have been regrouped, rearranged and re-casted wherever necessary. Figure in brackets relate to previous year.

For Gautam N Associates
Chartered Accountants
FRN 103117W



Gautam
Gautam Nandawat
Partner
Membership No. 032742
Place : Aurangabad
Dated: 14th August 2020
UDIN: 20032742AAAAGV4775

For and on behalf of the Board of Directors

Sandeep Machhar

Sandeep Machhar
Managing Director
DIN: 00251892

Balaprasad Tapdiya

Balaprasad Tapdiya
Director
DIN: 01295984

Anoop Shrotriya

Anoop Shrotriya
Chief Financial Officer

Mahesh Dube

Mahesh Dube
Company Secretary