

**Company Information****Board of Directors**

Mr. Nilesh Jhalani, Managing Director,  
Mr. Devraj Jhalani, Whole-Time Director,  
Mr. Rohit Kumar Jhalani, Whole-Time Director  
Ms. Amita Premswaroop Patel, Independent  
Director  
Mr. Atul Krishna Khandelwal, Independent  
Director,  
Ms. Sapna Jhalani, Non-Executive Director,

**Audit Committee**

Mr. Atul Krishna Khandelwal  
Ms. Amita Premswaroop Patel  
Mr. Nilesh Kumar Jhalani

**Nomination and Remuneration Committee**

Mr. Atul Krishna Khandelwal  
Ms. Amita Premswaroop Patel  
Ms. Sapna Jhalani

**Stakeholder's Relationship Committee**

Ms. Sapna Jhalani  
Mr. Atul Krishna Khandelwal  
Ms. Amita Premswaroop Patel

**Company Secretary and Compliance Officer**

CS Garima Mahalaha

**Chief Financial Officer**

Mr. Naresh Jhalani

**Auditor**

M/s KVNG & Associates,  
Chartered Accountants, Indore

**Secretarial Auditor**

CS Shweta Garg,  
Company Secretary,  
Indore

**Registered Office**

Shri Ram Bhawan, Goushala Road, Ratlam  
MP 457001 IN  
Tel. No.: 07412 235554  
E-mail Id: [info@shriramswitchgears.com](mailto:info@shriramswitchgears.com)  
Website: [www.shriramswitchgears.com](http://www.shriramswitchgears.com)

**Share and Transfer Agent**

Skyline Financial Services Private Limited  
D-153, 1st Floor, Okhla Industrial Area,  
Phase – 1, New Delhi – 110 020, IN  
Phone No. : 011-64732681-88  
E-mail id : [viren@skylinerta.com](mailto:viren@skylinerta.com)

## Chairman's Address

### Dear Members,

I am elated to present before you the 34<sup>th</sup> Annual Report of your Company. The Company has had a long and momentous journey. The financial year 2019 - 20 has been yet another good year. It is the continued support and unwavering trust of all the stakeholders in the Company that has enabled us to deliver sustained performance and growth over the years.

Financial services in India have come out of a volatile cycle and with government initiatives to devise various fiscal reforms, the future opportunity scenario looks quite attractive.

The Economy is currently at a stage where a slight pickup in demand can lead to a significant improvement in growth. The opportunity is out there in the open, one just needs to focus and choose the right path for success. As an organization, we have set ambitious yet realistic plans for each of our businesses.

The total turnover for Financial Year 2018 - 19 it was Rs. 28.20 Crores and for Financial Year 2019 - 20 it was Rs. 22.43 Crores. Further, it is to be noted that due to reduction in gross revenue and heavy cost of finance, the company had to suffer net loss of Rs. 2.97 Crores. Due to overall slowdown in the economy, turnover of the company has been adversely affected. Further outbreak of pandemic COVID 19 has posed a very big challenge before entire economy. Due to complete lockdown for almost 2 months, the production is affected very badly. At present we are not in a position to assess the financial implication, but the topline is going to be affected adversely this year also. In this scenario, major thrust of management was towards safeguarding the health and well being of its employees and all the persons associated with the company. Till now the situation seems to be far away from normal but the management is trying its best to keep running the operations at best level.

The power needs of urban and rural area are extremely diversified. In addition to urban market, the emphasis of the company has always been the rural market. At Shri Ram Group, our corporate credo has been to 'Trade with Confidence' and hence we deliver utmost satisfaction to our customers consistently. With over three decades of expertise and experience, we have emerged as a front-runner in our field. We have come this far solely based on our core values serving as a moral compass in all our dealings. Our team's experience and expertise, diversified product offerings, disciplined approach, product quality, post sale services have enabled us to win the trust of distinguished investors, customers, and a wide fraternity of stakeholders.

Our strength emanates from the trust of people that we have earned over the years by providing customized solutions to our customers. Today, we are known for our diversified product portfolio and prominent position in all our business area.

Our vision is that we believe "Customer is the core of all the endeavors". Thus the primary objective of the company is up-holding the value of the "customer". Our Company strives to provide "solutions" rather than "selling of products." Our Objectives are to establish the organization leadership in the area of electrical engineering both in the field of manufacturing and marketing and to develop high level of satisfied customer profile with dedicated service and high grade of products and quality as well as to maintain the growth patterns consistently both in terms of sales volume and return from sales.

Your Company believes in serving its own people first by providing the right workplace facilities and atmosphere for every staff members with highly subsidized and quality canteen facilities; employee health provisions for all the Employees.

With your continued support, we will think bigger. Indeed not just bigger but better, creating ever greater value for all our stakeholders. I would like to end by expressing my gratitude to all our clients, employees, investors, bankers and shareholders – for the trust they have reposed in us. I would especially like to thank our Board members for their guidance throughout our journey. We look forward to your continued support in our journey to create long term value for all our stakeholders.

With Warm Regards

Sd/-

**Nilesh Jhalani**  
(Managing Director)

## BOARD'S REPORT

To,  
The Members,

Your directors have pleasure in presenting their 34<sup>th</sup> Annual Report on the business and operations of the company and the accounts for the financial year ended March 31, 2020.

### **1. Financial Results :**

The details regarding financial performance of the company for financial year ended 31<sup>st</sup> March, 2020 are as follows:

Particulars	Standalone (Rs. In Lacs)	
	Current Financial Year (2020)	Previous Financial Year (2019)
Revenue from Operations	2242.96	2820.45
Other Income	57.56	75.54
Total Income	2300.52	2896.00
Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense	336.49	838.91
Less: Depreciation/ Amortization/ Impairment	48.63	57.46
Add/(less): Exceptional items	Nil	Nil
Profit /loss before Tax Expense	287.86	781.45
Less: Tax Expense (Current & Deferred) - Excess provision of previous year written back	-0.66	-0.66
Less: Finance Costs	585.85	704.86
Profit /loss before Exceptional items and Tax Expense	-297.33	77.26
Profit /loss for the year (1)	-297.33	77.26
Total Comprehensive Income/loss (2)	Nil	Nil
Total (1+2)	-297.33	77.26
Balance of profit /loss for earlier years	667.93	590.67
Less: Transfer to Debenture Redemption Reserve	Nil	Nil
Less: Transfer to Reserves	Nil	Nil
Less: Dividend paid on Equity Shares	Nil	Nil
Less: Dividend paid on Preference Shares	Nil	Nil
Less: Dividend Distribution Tax	Nil	Nil
Balance carried forward	370.60	667.93

### **2. Overview of the company, analysis of financial results and Performance Review**

Your company is involved in engineering and manufacturing of transformers and full range of HT & LT switchgears, Distribution boards, Distribution Boxes, Control and Relay Panel, Feeder Pillars, ACB Boxes, Single Phase Boxes, MCB & MCCB panels, Junction Boxes, A.C./D.C. Boards and other related products.

During the year under review, the turnover of the company got reduced from 2820.46 Lakhs to Rs. 2242.96 Lakhs. The reason for reduction in turnover can be stated to overall slowdown in the

economy and poor performance of businesses associated with increased compliance burden due to imposition of various legal and procedural formalities. There was slack in the market and also due to change in political scenario in the state of Madhya Pradesh, topline has been adversely affected.

Our vision is that we believe “Customer is the core of all the endeavors”. Thus the primary objective of the company is up-holding the value of the “customer”. Our Company strives to provide “solutions” rather than “selling of products.” Our objectives are to establish the organization leadership in the area of electrical engineering both in the field of manufacturing and marketing and to develop high level of satisfied customer profile with dedicated service and high grade of products and quality as well as to maintain the growth patterns consistently both in terms of sales volume and return from sales.

### **3. Change in nature of business:**

There was no change in nature of business of the company during the year under review.

### **4. Extract of Annual Return:**

Pursuant to the provisions of Section 92 (3) and Section 134 (3) (a) of the Companies Act, 2013 read with rule 12 (1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in Form MGT 9 is also uploaded on the website of the company i.e. [www.shriramswitchgears.com](http://www.shriramswitchgears.com).

### **5. Reserves**

The amount of deficit of Rs. 2,97,33,522 (Rupees Two Crore Ninety Seven Lakh Thirty Three Thousand Five Hundred and Twenty Two Only) of Profit and Loss account has been transferred to Reserve and Surplus account in the Balance Sheet. Final amount of reserve and surplus account as on 31.03.2020 is Rs. 6,27,24,082/- including capital reserve of Rs. 16,34,217/- and securities premium account of Rs. 2,40,30,000/-.

### **6. Dividend**

No dividend is proposed for the current financial year due to non availability of distributable profits.

### **7. Transfer of amount to Investor Education and Protection Fund**

There was no amount which was required to be transferred to Investor Education and Protection Fund.

### **8. Details pertaining to shares in suspense account**

There are no shares in demat suspense account/unclaimed suspense account as provided in Para F of Schedule V of the Listing Regulations, 2015.

### **9. Details relating to material variations**

There was no material deviation/variation in use of proceeds of the issue. The issue proceeds were utilized for working capital requirements of the company as defined in objects of the issue.

## **10. Directors and Key Managerial Personnel**

In compliance with the provisions of Section 149 & 152 read with Schedule IV all the other applicable provisions of Companies Act, 2013 and Companies (Appointment and Qualification of Directors) Rules, 2014 and SEBI (LODR) regulations, 2015, the composition of board of directors of the company is as follows:

S. No.	Name	DIN/PAN	Designation
1.	Nilesh Kumar Jhalani	01462299	Managing Director
2.	Rohit Kumar Jhalani	00666443	Whole Time Director
3.	Devraj Jhalani	01462323	Whole Time Director
4.	Sapna Jhalani	07685341	Non Executive Director
5.	Atul Krishna Khandelwal	00094242	Independent Director
6.	Amita Premswaroop Patel	07687442	Independent Director
7.	Naresh Kumar Jhalani	ABBPJ8084B	Chief Finance Officer
8.	Garima Mahalaha	BWWPM8525K	Company Secretary and Compliance Officer

During the year there was no change in directors and KMPs.

In accordance with the provisions of Section 152 of the Companies Act, 2013 and in terms of the Articles of Association of the Company Mr. Rohit Kumar Jhalani (Whole time Director) (DIN: 00666443) is liable to retire by rotation and being eligible, seeks re-appointment at the ensuing Annual General Meeting. The Board of Directors recommends his re-appointment. Mr. Rohit Kumar Jhalani is not disqualified under Section 164(2) of the Companies Act, 2013.

Brief resume of the Director proposed to be reappointed, nature of his experience in specific functions and area and number of public companies in which he holds membership/chairmanship of Board and Committees, Shareholdings and inter-se relationships with other directors as stipulated under Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are provided in the '**Annexure to the Notice of AGM**' forming part of the Annual Report.

Further, the term of Shri Nilesh Kumar Jhalani as Managing Director and that of Mr. Devraj Jhalani and Rohit Kumar Jhalani as Whole Time Director will come an end at the ensuing Annual General Meeting. All of the above KMPs seek reappointment at the Annual General Meeting.

Brief resume of the KMPs proposed to be reappointed, nature of their experience in specific functions and area and number of public companies in which they hold membership/chairmanship of Board and Committees, Shareholdings and inter-se relationships with other directors as stipulated under Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are provided in the '**Annexure to the Notice of AGM**' forming part of the Annual Report.

The Company has received declaration from the Independent Directors that they meet the criteria of independence as prescribed u/s 149(6) of the Companies Act, 2013. In the opinion of the Board, they fulfill the condition for appointment/ re-appointment as Independent Directors on the Board. Further, in the opinion of the Board, the Independent Directors also possess the attributes of integrity, expertise and experience as required to be disclosed under Rule 8(5) (iia) of the Companies (Accounts) Rules, 2014.

## **11. Meetings of the Board of directors:**

The directors of the company met at regular intervals with the gap between two meetings not exceeding 120 days to take a view on company's policies and strategies apart from the board matters. The notices of the meetings are given well in advance to all the directors of the company. Additional meetings were held depending upon the requirements of the company. During the year under review the board met 10 times and dates of board meetings are as follows:

S No.	Date of board meeting
1.	29.04.2019
2.	18.05.2019
3.	12.06.2019
4.	29.06.2019
5.	19.08.2019
6.	26.08.2019
7.	13.11.2019
8.	30.11.2019
9.	15.01.2020
10.	20.03.2020

Attendance of directors:

S. No.	Name of director	Number of board meetings	
		Held	Attended
1.	Nilesh Kumar Jhalani	10	10
2.	Rohit Kumar Jhalni	10	10
3.	Devraj Jhalani	10	10
4.	Sapna Jhalani	10	9
5.	Atul Krishna Khandelwal	10	4
6.	Amita Premswaroop Patel	10	3

## **12. Directors' Responsibility Statement**

Pursuant to the provisions of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your directors state that—

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

### **13. Board's Evaluation**

In compliance with the provisions of Section 134(3)(p) of the Act read with Rule 8(4) of the Companies (Accounts) Rules, 2014, the board carried out annual evaluation of its own performance, that of its Committees and individual directors.

The performance of board and its committees was evaluated by the board after seeking input from all the directors on the basis of the criteria, such as composition and structure of the Board, quality of deliberations, effectiveness of the procedures adopted by the Board, participation at the Board and committee meetings, governance reviews etc. Performance of individual directors was evaluated on the basis of criteria like transparency, analytical abilities, qualifications, leadership qualities, experience, participation in the long-term strategic planning and responsibilities shouldered.

The Committees of the Board were assessed on the basis of degree of fulfillment of key responsibilities, adequacy of committee, composition and effectiveness of meetings. The Company does not have a regular Chairman, however the Chairman appointed for the Board meetings was also evaluated by all the Directors on the basis of managing relations, leadership, competence and diligence.

The performance evaluation of Independent Directors was carried out by the entire Board, excluding the Director being evaluated. The performance evaluation of the Chairman appointed for the Board meeting and the Non- Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Board as a whole. The Board of Directors expressed their satisfaction with the evaluation process.

### **14. Declaration by Independent Director(s) and re-appointment, if any**

All the Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

### **15. Statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the Independent Directors appointed during the year**

This is the new disclosure introduced by the Ministry of Corporate Affairs effective from December 1, 2019. The Company has not appointed any Independent Director between December 1, 2019 to March 31, 2020. However, the Board of Directors reviewed the declarations as mentioned in the point no 14 and have positive outlook towards the integrity and expertise of the Independent Directors. The Independent Directors are yet to appear for the online proficiency self-assessment test and hence, the opinion on the aforesaid would be provided in the next year's annual report.

### **16. List of core skills/expertise/competencies**

As the company is involved in the manufacturing of transformers and related electrical items, the basic skill required in directors is that of technical expertise to monitor the manufacturing operations properly. Further the directors must possess excellent in financial and communication skills. As the major customers of the company are State Electricity Boards, the directors must have very good liaising abilities. All the executive directors of the company possess all of the

above expertise. Our Managing Director Mr. Nilesh Kumar Jhalani and Whole time director are technical experts having vast experience of 25 years in the field. Other whole time director Mr. Devraj Jhalani is a young dynamic talent possessing excellent business management capabilities. Our CFO Mr. Naresh Jhalani is an expert in financial matters as well as being an ardent communicator.

### **17. Particulars of loans, guarantees or investments under section 186**

The details of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 and rules made thereunder are shown under Note No. 11 & 15 in the notes to the Financial Statements.

### **18. Related Party Transaction:**

All related party transactions entered into by the company during the year were on an arm's length basis and in the ordinary course of business. During the year no transaction was entered into by the company with key managerial personnel. The company did not enter into any related party transactions which were in conflict with its interest. Statement of transaction with related parties in summary form are periodically placed before the audit committee and are approved by committee, in compliance with Section 134 (3) (h) of the Act and rule 8 (2) of companies (Accounts ) Rules, 2014. Particulars of Related Party transactions are given form of AOC-2 as **Annexure I** to this report.

### **19. Commission from holding or subsidiary company:**

As the company is not having any holding or subsidiary company, details as required regarding receipt of commission by Managing or whole time director of the company from holding or subsidiary of the company in accordance with the provisions of Section 197 (14) are not applicable.

### **20. Particulars Of Employee and Related Disclosures**

The ratio of remuneration of each Director to the median of employees' remuneration as per Section 197(12) of the Companies Act, 2013, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of the Board's Report under "**Annexure – II** " as **Median Remuneration**.

The company was not having any employee, who was in receipt of remuneration as specified under Rule 5 (2) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, hence the details as required under that rule are not applicable on the company.

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, the list of the top 10 employees in terms of remuneration forms part of the Board's Report under "**Annexure-III**"

### **21. Audit Committee**

The company constituted an Audit Committee pursuant to the provisions of Section 177 of the Companies Act, 2013.

The terms of reference of Audit Committee covers the matters specified for Audit Committee in Section 177 of the Companies Act, 2013 read with Rule No. 6 of the Companies (Meetings of Board and its Power) Rules, 2014. The Role of the Audit Committee is as prescribed under

Section 177 of the Companies Act, 2013.

The chairman of the Audit Committee is Mr. Atul Krishna Khandelwal. During the year 2019 - 20, three Audit Committee meeting were held on 18<sup>th</sup> May, 2019, 13<sup>th</sup> November, 2019 and 20<sup>th</sup> March, 2020.

The composition of the Audit Committee and number of meetings attended by the members are given below:

Name of director	Position held	No. of meetings attended
Mr. Atul Krishna Khandelwal (DIN : 00094242) – Independent Director	Chairman	3
Ms. Amita Premswaroop Patel (DIN : 07687442) – Independent Director	Member	2
Mr. Nilesh Kumar Jhalani (DIN : 01462299) – Managing Director	Member	3

## **22. Nomination and Remuneration Committee**

The company constituted Nomination & Remuneration Committee pursuant to the provisions of Section 178 of the Companies Act, 2013. The details of members of the Nomination and Remuneration committee are as follows:

Name of director	Position held	Attendance at meeting
Mr. Atul Krishna Khandelwal (DIN : 00094242) – Independent Director	Chairperson	1
Ms. Amita Premswaroop Patel (DIN : 07687442) – Independent Director	Member	1
Ms. Sapna Jhalani (DIN : 07685341) - Non Executive Director	Member	1

During the year 2019 - 20, one meeting of Nomination and Remuneration Committee was held on 18<sup>th</sup> May, 2019 to discuss general working conditions and remuneration of KMPs and employees. Considering unfavorable market conditions, no change in remuneration of any KMP was proposed by the committee.

The function performed by the Nomination and Remuneration are as prescribed under Companies Act, 2013 and rules made thereunder.

## **23. Stakeholders' Relationship Committee**

The company constituted a Stakeholders' Relationship Committee pursuant to the provisions of Section 178 (6) of the Companies Act, 2013. The details of members and meetings of the Stakeholder's Relationship Committee are as follows:

Name of director	Position held	No. of meetings attended
Ms. Sapna Jhalani (DIN : 07685341) Non Executive Director	Chairperson	1
Mr. Atul Krishna Khandelwal (DIN : 00094242) – Independent Director	Member	1
Ms. Amita Premswaroop Patel (DIN : 07687442) – Independent Director	Member	1

#### **24. Vigil Mechanism/whistleblower Policy**

In Compliance with the provision of section 177(9) of the Act read with Rule 7 of Companies (Meeting of Board and its Power) Rules, 2014, the company formulated a Vigil Mechanism for directors and employees to report concerns.

#### **25. Corporate Social Responsibility (CSR)**

As the company does not fall into any of the category mentioned thereunder, the provisions of Section 134 (3) (o) read with Section 135 and Rule 9 of Companies (Accounts) Rules, 2014 related with **Corporate Social Responsibility** are not applicable on the company.

#### **26. Material changes and commitments affecting the financial position of the company**

In the last month of FY 2019-20, the COVID-19 pandemic developed rapidly into a global crisis, forcing government to enforce lock-downs for various periods from March to July in different parts of the country. Due to lockdown, the business activities of your company were also halted. The board is trying to bring back normalcy in business operations while following various SOPs suggested by the government at different levels of operations. The impact of lockdown on financial position of the company is not determinable but the board is trying to keep it to minimum.

Apart from above there were no material changes and commitment affecting the financial position of the Company which occurred between the end of the financial year of the Company and date of the Report.

#### **27. Compliance of Secretarial Standard**

The Company has complied with all the applicable Secretarial Standards during the year.

#### **28. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo**

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo in terms of Section 134 (3) (m) read with Rule 8 (3) of the Companies (Accounts) Rules, 2014 are given in **Annexure IV** which is part of this Report.

#### **29. Details of Subsidiary/Joint Ventures/Associate Companies**

As the company is not having any subsidiary/joint venture/Associate Companies, the details in terms of Section 134 (3) (q) read with Rule 8 (5) (iv) of the Companies (Accounts) Rules, 2014 are nil.

### **30. SEBI Complaints Redress System (SCORES)**

The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status. Your Company has been registered on SCORES and makes every effort to resolve all investor complaints received through SCORES or otherwise within the statutory time limit from the receipt of the complaint. The Company has not received any complaint on the SCORES during financial year 2019-20.

### **31. Deposits**

As the company has not accepted any deposits covered under Chapter V of the Act, the details in terms of Section 134 (3) (q) of the Companies Act, 2013 read with Rule 8 (5) (v) and (vi) of the Companies (Account) Rules, 2014 are nil. The unsecured loan as are appearing in the balance sheet are the amount which are brought in by the promoters and their relatives in pursuant to the stipulation imposed by the financing banks and the same shall not be treated as deposits in terms of provisions of Rule 2 (c) (XIII) of Companies (Deposit) Rules, 2014.

### **32. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future**

No significant or material orders are passed during the financial year by the regulators or courts or tribunals which might impact the going concern status and company's operation in future.

### **33. Details in respect of adequacy of internal financial controls with reference to the Financial Statements.**

Your Company has put in place adequate internal financial controls with reference to the financial statements, some of which are outlined below:

Your Company has adopted accounting policies which are in line with the Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 that continue to apply under Section 133 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 1956, to the extent applicable.

A system of strict internal control, including suitable monitoring procedures has always believed that transparency, systems and controls are important factors in the success and growth of any organization.

The Company has an adequate system of internal control supported by an extensive programme of internal control; and systems are established to ensure that financial and other records are reliable for preparing financial statements.

Internal Audit Reports and significant Audit observations are brought to the attention of the Audit Committee of the company. The internal controls existing in the Company are considered to be adequate vis-a-vis the business requirements.

Your Company ensures adequacy with its current size and business, to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance of laws and regulations. It is supported by the internal audit process and will be enlarged to be adequate with the growth in the business activity.

### **34. Internal Auditors**

In accordance with the provisions of Section 138 of the Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014, the company had appointed CA Mahak Kakani, Chartered Accountant, Ratlam as internal auditor of the company. The purpose of internal audit is to examine that the company is carrying out its operations effectively and performing the processes, procedures and functions as per the prescribed norms. The internal auditors review the adequacy and efficiency of the key internal controls guided by the Audit Committee.

### **35. Explanation or comments on Auditor's Report:**

Auditor's report being self explanatory, no comments are required to be given in terms of Section 134 (3) (f) (i).

### **36. Secretarial Audit**

Pursuant the provision of the Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial personal) Rules, 2014, the board appointed CS Shweta Garg, Practicing Company Secretary, Indore to conduct Secretarial Audit of the Company for the financial year 2019 - 2020. The Secretarial Audit report in Form MR 3 is attached as **Annexure V** and forms part of this report. The Secretarial Audit Report is self explanatory and no comments are required to be given on the same.

### **37. Maintenance of Cost Records and Cost Audit**

The Company is not falling under the category prescribed under sub-section (1) of Section 148 of the Act and Rules 3, 4 of the Companies (Cost Records and Audit) Rules, 2014 (as amended from time to time) to whom the requirements of maintenance of Cost Records and the requirement of Cost Audit is applicable.

### **38. Management Discussion and Analysis**

Management Discussion and Analysis Report for the year 2019 - 20, as stipulated under Regulation 34(2)(e) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as **Annexure VI** forming part of this Annual Report, and gives detail of overall industry structure, developments performance and state of affairs of the Company's operations during the year.

### **39. Risk Management Policy**

The risk management framework of the company defines roles and responsibilities for arriving at risk rating criteria for assessing risk impact, likelihood of risks and effectiveness of mitigations plans. The process includes identifications of risks involved in various areas, zeroing on 'risk that matter', assessing mitigation plan and preparedness to face 'risk that matter.' The Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time. Risk mitigation process and measures have been also *formulated* and clearly spelled out in the said policy.

### **40. Disclosure in respect of loan to employees for purchase of own shares**

The company has not given any loan to any of the employees for purchasing its shares, hence the information pursuant of Section 67 of the Act read with Rule 16 of Companies (Share Capital & Debentures) Regulations, 2014 are nil.

#### **41. Disclosure under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal), Act, 2013**

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and rules made there under, your Company has adopted a Sexual Harassment Policy for women to ensure healthy working environment without fear of prejudice, gender bias and sexual harassment.

The Board states that there were no cases or complaints filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

#### **42. Reporting of fraud by statutory auditors**

There was no fraud in the Company, which was required to be reported by statutory auditors of the Company under sub-section (12) of section 143 of Companies Act, 2013 during the financial year.

#### **43. Issue of Equity shares with differential voting rights, Sweat Equity, ESOP etc.**

The company has not issued any equity shares with differential voting rights, Sweat Equity Shares or Shares to its employees under "Employee Stock Option Scheme" during the financial year.

#### **44. Changes in Share Capital**

There was no change in the share capital of the company during the financial year 2019 - 2020.

#### **45. Auditors:**

The members at the Annual General Meeting held on 30.09.2017, appointed M/s KVNG & ASSOCIATES, Chartered Accountants, Indore, as statutory auditor to hold office for a period of 5 years till 2022. The auditors have given a declaration to the company to the effect that the firm is not disqualified to continue as auditor in terms of the provisions of Section 141 of the Companies Act, 2013 read with Rule 4 and Rule 10 of the Companies (Audit & Auditors) Rules, 2013.

#### **46. Acknowledgements**

Your Directors convey a sense of high appreciations to all the employees of the company for their hard work, dedication continued commitment and significant contributions. Your Directors are grateful to acknowledge the support and cooperation's received from various departments of the Central and State Governments, shareholders, business associates, analysts, banks, Financial Institutions, customers, distributors and suppliers.

For & on behalf of the Board of Directors

Place : Ratlam  
Date : 05.09.2020

Sd/-  
**Devraj Jhalani**  
Whole Time Director (DIN :  
**01462323**)  
Shri Ram Bhawan, Goshala Road,  
Ratlam, 457001, Madhya Pradesh,  
India

Sd/-  
**Nilesh Kumar Jhalani**  
Managing Director (DIN:  
**01462299**)  
242/243, Gaushala Road  
Shri Ram Bhawan, Ratlam  
457001 MP IN

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

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

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

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

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

S. No.	Particulars	Details	
a.	Name (s) of the related party & nature of relationship	Ratlam Electric Stores Prop. Mr. Chaitanya Kumar Jhalani (Father of Mr. Nilesh Kumar Jhalani - MD)	Manuraj Jhalani (Son of Director)
b.	Nature of contracts/ arrangements/ transaction	Purchase and sale of goods	Salary
c.	Duration of the contracts/ arrangements/transaction	Ongoing	Monthly
d.	Salient terms of the contracts or arrangements or transaction including the value, if any	Purchase of Rs. 9000/- Sales of Rs. 22,82,856/-	Salary of Rs. 480000/- p. a.
e.	Date of approval by the Board	Not required as the transactions are not material and are at arm's length basis in ordinary course of business.	Not required as the transactions are not material and are at arm's length basis in ordinary course of business.
f.	Amount paid as advances, if any	Nil	Nil

For & on behalf of the Board of Directors  
Sd/-

Sd/-

Place : Ratlam  
Date : 05.09.2020

**Devraj Jhalani**  
Whole Time Director (DIN :  
01462323)  
Shri Ram Bhawan, Goshala  
Road, Ratlam, 457001, Madhya  
Pradesh, India

**Nilesh Kumar Jhalani**  
Managing Director (DIN:  
01462299)  
242/243, Gaushala Road  
Shri Ram Bhawan, Ratlam  
457001 MP IN

**Annexure-II**

**Disclosure in Board's Report as per provisions of Section 197(12) of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

**I Information as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

Sr. No.	Requirements	Disclosure			
		Name of Director	Category	Ratio	
1	Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year:	Nilesh Jhalani	Managing Director	2.22	
		Devraj Jhalani	Whole-time Director	1.78	
		Rohit Kumar jhalani	Whole-time Director	1.78	
2	Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2019-20 are as follows				
		<b>Name of Director</b>	<b>2019-20 (in Rs.)</b>	<b>2018-19 (in Rs.)</b>	<b>Increase (%)</b>
		Nilesh Jhalani (Managing Director)	600000	600000	0.00
		Devraj Jhalani (Whole-time Director )	480000	480000	0.00
		Rohit Kumar jhalani (Whole-time Director )	480000	480000	0.00
		<b>Total</b>	<b>1560000</b>	<b>1560000</b>	<b>0.00</b>
		Naresh Jhalani (Chief Financial Officer)	480000	480000	0.00
		Garima Mahalaha (Company Secretary cum Compliance Officer)	252000	252000	0.00
3	Percentage increase in the median remuneration of employees in the financial year 2019-20				
		<b>Particulars</b>	<b>2019-20 (in Rs.)</b>	<b>2018-19 (in Rs.)</b>	<b>Increase (%)</b>
	Median Remuneration of all employees per annum	264000	270000	-2.22	
4	Number of permanent employees on the rolls of company	67	51	31.37	
5	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	There is slight negative change of 2.22% in average percentile salaries of employees. Whereas, there is no increase in the salary of all Managerial Personnel. It proves that the Company always works for the betterment of its employees and its efforts are concentrated towards the growth of the Company along with the employees.			
6	Key parameters for the variable component of remuneration availed by the Directors	The key parameters for the variable component of remuneration to the Directors are decided by the Nomination and Remuneration Committee in accordance with the principles laid down in the Nomination and Remuneration Policy.			
7	Affirmation that the remuneration is as per the remuneration policy of the company	Pursuant to Rule 5(1)(xii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and Senior Management is as per the Remuneration Policy of your Company during the year.			
8	Disclosure pursuant to Section 197 (14) of the Companies Act, 2013	There is no Director who receives any commission from the Company, even the Managing Director of the Company does not receive any Remuneration or Commission from Subsidiary Companies.			

**NOTE:-**

- The Non Executive Independent Directors are not being paid any remuneration during the financial year . They are not entitled to receive any other remuneration.
- In computation of Median Remuneration, Provident Fund is not included.

**For SHRI RAM SWITCHGEARS LIMITED**

Sd/-

**Devraj Jhalani**

**Whole Time Director (DIN : 01462323)**

Shri Ram Bhawan, Goshala Road, Ratlam, 457001, Madhya Pradesh, India

Sd/-

**Nilesh Kumar Jhalani**

**Managing Director (DIN : 01462299)**

242/243, Gaushala Road Shri Ram Bhawan, Ratlam 457001 MP IN

**Annexure III**

**II Information as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

The names of top 10 employees in terms of Remnueration drawn during the year are given as follows:

Sr. No.	Name of the Employee	Remnueration received
1	Premswaroop Patel	720,000
2	Sonal P. Lakhani	600,000
3	Manuraj Jhalani	480,000
4	Nitin Bhatt	465,000
5	Pooja Jhalani	360000
6	Meghna Jhalani	360000
7	Manish Pandey	300000
8	Shashank Singh Chouhan	300000
9	Jatin Khandelwal	300000
10	Predeep Kumar Jhalani	300000

**There was no employee during the year, who:**

i	If employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, one crore and two lakh rupees ;
ii	If employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less eight lakh and fifty thousand rupees per month;
iii	If employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company

**For SHRI RAM SWITCHGEARS LIMITED**

Sd/-

**Devraj Jhalani**  
**Whole Time Director (DIN : 01462323)**

Shri Ram Bhawan, Goshala Road, Ratlam, 457001,  
Madhya Pradesh, India

Sd/-

**Nilesh Kumar Jhalani**  
**Managing Director (DIN : 01462299)**

242/243, Gaushala Road Shri Ram Bhawan, Ratlam  
457001 MP IN

**Annexure - IV**

**PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND  
FOREIGN EXCHANGE EARNINGS AND OUTGO**

**a) Conservation of energy**

(i)	The steps taken or impact on conservation of energy	The company is taking all possible steps to conserve the energy to the maximum extent. Further, the company is always installing such plant & machinery and such electrical devices which minimize the power consumption.
(ii)	The steps taken by the company for utilizing alternate sources of energy	Nil
(iii)	The capital investment on energy conservation equipments	Nil

**(B) Technology absorption**

(i)	The efforts made towards technology absorption	No further investment is made in Plant & machinery during the year except for an investment of Rs. 25,08,806/- in Plant and machinery with latest technology and Rs. 10,593/- in computers.
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	With usage of latest plant and machinery the company will surely derive benefits like improvement in quality of products and cost reduction.
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	Nil
	(a) the details of technology imported	Nil
	(b) the year of import;	Nil
	(c) whether the technology been fully absorbed	Nil
(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	Nil	
(iv)	the expenditure incurred on Research and Development	Nil

**(C) Foreign exchange earnings and Outgo**

Earnings	Nil
Outgo	Nil

Place : Ratlam  
Date : 05.09.2020

For & on behalf of the Board of Directors

Sd/-

**Devraj Jhalani**  
WTD (DIN : 01462323)

Shri Ram Bhawan, Goshala  
Road, Ratlam, 457001, Madhya  
Pradesh, India

Sd/-

**Nilesh Kumar Jhalani**  
MD (DIN: 01462299)

242/243, Gaushala  
Road, Shri Ram  
Bhawan, Ratlam  
457001 MP IN

**FORM NO. MR 3  
SECRETARIAL AUDIT REPORT**

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

**FOR FINANCIAL YEAR ENDED 31<sup>st</sup> MARCH 2020**

**To,  
The Members,  
Shri Ram Switchgears Limited,  
Shri Ram Bhawan, Goushala Road,  
Ratlam , M. P.**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Shri Ram Switchgears Limited having CIN L31200MP1985PLC003026 (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Shri Ram Switchgears Limited's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Shri Ram Switchgears Limited ("The Company") for the financial year ended on 31<sup>st</sup> March 2020 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made there under;.

- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws Framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowing.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; ..... (Not applicable to the company during the period under review)

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; ..... (Not applicable to the company during the period under review)

- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 ..... (Not applicable to the company during the period under review) and

- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; ..... (Not applicable to the company during the period under review)

(vi) Other specifically applicable laws to the company:

I further report that, based on the information provided by the company, its officers and authorized representatives during the conduct of audit and also on review of periodic compliance report issued by respective departmental head/Company Secretary/ Executive Directors/ Internal Auditor taken on record by the Board of directors of the company, in my opinion, adequate system and processes control mechanism exist in the company to monitor compliance with generally applicable laws like labor laws, environmental laws and other legislations.

I further report that the compliance by the company with other financial laws like Direct and Indirect Tax Laws, GST and others detailed under tax legislations have not been reviewed and I have relied upon representations made by the company, its officers and reports issued by statutory auditors.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with Stock Exchange read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

**I further report that :**

- a. the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review.
- b. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

- c. The decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the minutes of the meeting of the Board of Directors or Committees of the Board, as the case may be.

**I further report that**

- a. there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
- b. there were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs during the year under review.

Place : Indore

Date : 03.09.2020

Signature

Sd/-

**CS SHWETA GARG**

**FCS : 5501**

**CP NO : 4984**

**UDIN :**

**F005501B000667085**

Note: This report is to be read with our letter of even date which is annexed as “ANNEXURE A” and forms an integral part of this report.

**Annexure A to Secretarial Audit Report**

**To,  
The Members,  
Shri Ram Switchgears Limited,  
Shri Ram Bhawan, Goushala Road,  
Ratlam, M. P.**

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Where ever required, we have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place : Indore  
Date : 03.09.2020

Signature

Sd/-

**CS SHWETA GARG**

**FCS : 5501**

**CP NO : 4984**

**F005501B000667085**

UDIN

**MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT**

**FINANCIAL YEAR 2019 - 20 - A GLANCE**

Power is one of the critical component of infrastructure crucial for the economic growth and welfare of nation. The existence and development of the adequate infrastructure is essential for the substantial growth of the Indian economy.

India's power sector is the one of the most diversified sector in the world. In India, source of power generation range from conventional sources such as Coal, Lignite, Natural gas, Oil, hydro and Nuclear power to viable non-conventional sources such as wind, solar, and agricultural and domestic waste etc. Electricity demand in the country has increased rapidly and is expected to rise further in the years to come. In order to meet the increasing demand for electricity in the country, massive addition to the installed capacity is required.

India ranks third among 40 countries in EY's Renewable Energy Country Attractiveness Index, on back of strong focus by the government on promoting renewable energy and implementation of projects in a time bound manner.

**Economic Background and Financial Background**

India, a South Asian nation, is the seventh-largest country by area, the second-most populous country with over 1.30 billion people, and the most populous democracy in the world. India is the fourth largest economy in the world in terms of purchasing power parity (PPP). India has emerged as the fastest growing major economy in the world as per the Central Statistics Organisation (CSO) and International Monetary Fund (IMF).

Indian power sector is undergoing a significant change that has redefined the industry outlook. Sustained economic growth continues to drive electricity demand in India. The Government of India's focus on attaining 'Power for all' has accelerated capacity addition in the country. At the same time, the competitive intensity is increasing at both the market and supply sides (fuel, logistics, finances, and manpower).

We are involved in the engineering and manufacturing of Electrical products. We manufacture Transformers (EHV, Power, Distribution, and Special Application) upto 5 mVA - 132 kV Class as well as Oil Type Compact Sub-Stations. We manufacture full range of HT & LT switchgears from Distribution boards to Distribution Boxes, Control and Relay Panel, Feeder Pillars, ACB Boxes, Single Phase Boxes, MCB & MCCB panels, Junction Boxes, A.C./D.C. Boards and other related products. We also undertake EPC contracts in the Power Transmission and Distribution sector covering full range from design and engineering to testing and commissioning of electrical sub stations and transmission lines. Our Company is eligible for the power development projects issued by World Bank and Asian Development Bank. We have a vast experience in the power sector and have whole gamut of Power Distribution and Transmission products in our product portfolio. This enables us to undertake and complete EPC contracts within quickest time frame and of the highest quality standards.

Our customers are majorly the Power DISCOMs (Distribution Companies). We cover the states of Maharashtra, Rajasthan, Gujarat, Madhya Pradesh, Delhi, Odisha, Uttar Pradesh for supply of our products and services. From engineers to skilled labour, everyone is motivated to manufacture the highest quality products in our company. Our Company has put a lot of systems in place for quality check and control. We have been accredited with "ISO:9001-2008" certification for design and development, production, installation & marketing of electrical switchgear & transformers. We have always been a front runner in adapting technology ahead of its times.

For our manufacturing facility, we do not need a water or air treatment plant as we are proud to say that our plant is a zero pollution emission plant and received certificate from District Trade & Industries Centre,

Ratlam. Our company is a member in general category by Confederation of Indian Industry (CII) for its State Council of Madhya Pradesh.

## **Outlook**

The company carries a strong goodwill due to its fair dealings and straight policies. The company believes that its long association and strategic arrangement with the suppliers, customer, banks and governments will be quite beneficial in the long run and shall provide various opportunities to the company in its business. The company is trying to keep up with the pace of growth of the Indian economy.

## **Opportunities**

The recent modernization and expansion program has enabled the company to reduce cost of production substantially. The management has also planned to introduce new value added products in the near future. The company is also trying to trap new areas for marketing its products.

- The opening up of new transmission projects and the debottlenecking of old stuck projects has led to order wins by many firms in the recent past for the Power Transformers.
- The upcoming new transmission projects and the green energy corridor will see more uptick in the power transformer segment going forward.
- The announcement of UDAY, RAPDRP, PPR & DDUGJY and the participation of 15 States already in the program has given many players some hope that the fiscal condition of DISCOM would improve and this would lead to more aggressive DTR purchases in the next few years to reduce the losses.
- The government is continuously promoting its campaign “Vocal for Local” emphasizing the requirement of using and promoting local products. It’s mandate of saying no to Chinese products is very clear and the same is going to make a long way of success for local manufacturers including your company.

## **Threats**

Due to outbreak of pandemic COVID 19, entire country is going through a very difficult phase. The government had to impose lockdown for various periods in different parts of the country. The lockdown has entirely shattered the economic progress of the entire nation contributing to negative GDP of 23.90 for the first quarter of financial year 2020 – 21. Till date the number of cases is shooting up daily. The pandemic has posed biggest threat before entire country as well as industry. Further we operate in an increasingly high competitive market, with participation of organised and unorganised sector. We face competition from other manufacturers, traders, suppliers and importers of electric equipment in relation to our offerings. Suppliers in the electric equipment industry are based on key attributes including technical competence, product quality, strength of sales and distribution network, pricing and timely delivery. While our competitors in the organised sector focus more on technology and quality of their products, their unorganised counterpart supply their products at extremely competitive prices, which we may be unable to effectively compete with. For instance, we face competition from electric equipment of Chinese origin, primarily in the switch gear and lighting equipment verticals, which have gained significant presence in the Indian electric equipment market and which may be sold at more competitive prices than what we offer.

## **Internal Control System and Adequacy**

The company has adequate internal control procedure commensurate with its size and nature of the business the internal control system is supplemented by regular reviews by management and well documented policies and guidelines to ensure reliability of financial and all other records to prepare financial statements the company continuously upgrades this systems in line with best accounting practices the company is benefited from having a team of professionals as promoter and independent directors who are capable of exercising various checks and controls effectively.

## **REVIEW OF OPERATIONAL AND FINANCIAL PERFORMANCE**

### **1. Sources of funds/ Application of funds**

#### **(a) Share Capital**

At present, the Company has only one class of shares – equity shares of par value of Rs. 10/- each. The Company's authorized share capital is Rs. 1200 Lakhs, divided into 120 Lakhs equity shares of Rs. 10/- each. The issued, subscribed and paid up capital stood at Rs. 1001.65 Lakhs as on March 31, 2020.

#### **(b) Security Premium Reserve**

The balance in securities premium reserve account as on March 31, 2020 amounted to Rs. 240.30 Lakhs.

#### **(c) Profit and Loss Account**

The balance in the Profit and Loss account as at March 31, 2020 is Rs. 370.60 Lakh, which has reduced from Rs. 667.93 Lakh as reported in the previous year.

### **2. Deferred Tax Assets / Liabilities**

We recorded an increase in deferred tax assets to Rs. 14.69 Lakh as on March 31, 2020 as compared to Rs. 14.04 Lakh during the previous year. We assess the likelihood that our deferred tax assets will be recovered from future taxable income. Deferred Liabilities were reported to be Nil.

### **3. Trade Receivables**

There is a decrease in trade receivables of the company as compared to previous year. The figure of Trade Receivables was reported at Rs. 3340.59 Lakh as on March 31, 2020 which was Rs. 3991.23 Lakh as on March 31, 2019.

### **4. Cash & Cash Equivalents**

The figure of Cash & Cash Equivalents was reported at Rs. 574.75 Lakh as on 31<sup>st</sup> March, 2020 which was Rs. 584.43 Lakhs in the previous year.

### **5. Income from Operations**

Income from operations reported a figure of Rs. (297.99) Lakh as on 31<sup>st</sup> March, 2020 as compared to Rs. 76.59 Lakh in the previous year ended 31<sup>st</sup> March 2019.

### **6. Revenue**

Total revenue from operations decreased from Rs. 2820.46 Lakh as on 31<sup>st</sup> March 2019 to Rs. 2242.96 Lakh as on 31<sup>st</sup> March 2020.

### **7. Other Income**

Income from other sources during the current year ended 31<sup>st</sup> March, 2020 was Rs. 57.56 Lakh as compared to Rs. 75.54 Lakhs in the previous Financial Year ended 31<sup>st</sup> March 2019.

### **8. Earning Per Share**

Earnings per share for the Financial Year 2019 - 20 is Rs. (0.30) /- in comparison to figure reported for Financial year 2019 - 20 i.e. Rs. 0.77/-.

## **Human resources**

The company has impressive record of maintaining human relations at all levels in past. Due to the professional approach of the management, the company has rarely faced any unrest or discomfort in connection with employee relation. The management and employee relationships remained cordial even during period of restructuring of employees/labor force.

Your company's philosophy on people is deep rooted in building and nurturing talent and leadership within the organization. We believe that our people have always been the drivers of innovation, efficiency and productivity leading to our consistent track record of growth. The Company continuously invests in the development of its human resources through a series of employee friendly measures aimed at talent acquisition, development, motivation and retention. Our focus and belief lies in enabling and empowering our talent pool for the challenges of tomorrow by providing new avenues of learning and development through behavioral and leadership interventions.

Human Resources at Shri Ram Group of Industries serve as a steward for excellence and leadership through:

- Organizational effectiveness by ensuring good governance and adopting best practices
- Fair process for recruitment, retention and enrichment
- Continuous Employee Engagement
- By providing regular performance based incentives

Employee engagement at the company does not end with hiring of an employee; in fact it begins with the employee's appointment and continues through his whole career span in the organization.

The company is also carrying regular performance appraisal of employees to enable them identify their strengths and weaknesses and to strive for better performance.

## **Details of changes in Key Financial Ratios**

Following is the comparative chart of all the significant financial ratios of the company

S. No.	Type of Ratio	2020	2019
1.	Debtors Turnover Ratio	0.61	0.66
2.	Inventory Turnover Ratio	0.44	0.51
3.	Interest Coverage Ratio	0.03	1.24
4.	Current Ratio	1.48	1.38
5.	Debt Equity Ratio	1.78	1.38
6.	Operating Profit Margin Ratio	0.13	0.28
7.	Net Profit Margin Ratio	-0.13	0.03

## **CAUTIONARY STATEMENT**

*This report contains several forward-looking statements that involve risks and uncertainties, including, but not limited to, risks inherent in Shri Ram's growth strategy, acquisition plans, dependence on certain businesses, dependence on availability of qualified and trained manpower, economic conditions, government policies and other factors. Actual results, performances or achievements could differ materially from those expressed or implied in such forward-looking statements. This report should be read in conjunction with the financial statements included herein and the notes thereto*



**KVNG & ASSOCIATES**  
**Chartered Accountants**

**Branch Office:**  
308-310, Sapna Chamber,12/1 South  
Tukoganj,Indore 452001 (MP)  
Phone: (O) 0713-2511196, 4050494  
Mob: +91-98932 84638  
Email : tejsinghkothari@gmail.com

**INDEPENDENT AUDITOR'S REPORT**

**THE MEMBERS OF**  
**SHRI RAM SWITCHGEARS LIMITED**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **SHRI RAM SWITCHGEARS LIMITED**, (“the company”), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
- b) In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Basis for Opinion**

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

**Key Audit Matters**

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

**Other Information**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information 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 a 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**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 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.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

- b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us :
  - I. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
  - II. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses
  - III. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings

For **KVNG & Associates**  
Chartered Accountants  
(F. R. No. 002628C)

**Sd/-**  
**CA T.S. Kothari**  
Partner  
M No. 075877  
UDIN No: 20075877AAAAAM3263

Place: RATLAM

Date: 20.07.2020

## ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

In terms of Companies (Auditor’s Report) Order 2016, issued by Central Government of India, in terms of Section 143(11) of The Companies Act, 2013, we further report, on the matters specified in paragraph 3 and 4 of the said Order, that:-

1. (i) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
(ii) Fixed assets have been physically verified by the management at regular intervals. As informed to us no Material discrepancies were noticed on such verification.  
  
(iii) Based on our verification and according to information and explanations given to us, The title deeds of immovable properties shown in the financial statements are held in the name of the company.
2. Physical verification of inventory has been conducted at reasonable intervals by management. The discrepancies notices were properly dealt with in the books of account of the Company.
3. The Company has not granted any loans, secured or unsecured to companies, firms, LLPs, or other parties covered in register maintained under Section 189 of The Companies Act, 2013.
4. The Company has not given any loans or guarantees/made any investments within the meaning of Section 185 & 186 of the Companies Act, 2013.
5. The Company has not accepted any deposits in accordance with the provisions of Section 73 to 76 of the Act and the rules framed there under.
6. The Company has not fall under the purview of the Companies as specified in sub-Section (1) of Section 148 of The Companies Act, 2013 and thus aforesaid Rules regarding Cost Audit is not applicable.
7. (i) The Company is regular in depositing undisputed statutory dues with appropriate authorities. However Provision of statutory dues as shown in current liabilities are yet not paid.  
  
(ii) According to the information and explanation give to us, there are no material statutory dues which have not been deposited with appropriate authorities on account of any dispute, except the following:

NAME OF THE STATUTE	SECTION	RELATING PERIOD	PENDING WITH	O/S DEMAND
			JURISDICTION	AMOUNT
INCOME TAX ACT, 1961	220(2)	A.Y. 2010 – 11	CPC	1046
INCOME TAX ACT, 1961	143(3)	A.Y. 2013 – 14	CPC	237952

Total Demand of Rs.7,51,110/- is outstanding in respect of TDS for various assessment years.

8. In our opinion and according to the information and explanation give to us, the Company has not defaulted in any repayment of dues to any financial institution or bank.
9. According to the information and explanation give to us, the term loans has been utilized for the purposes for which they were obtained.
10. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers/employees have been noticed or reported during the course of our audit.
11. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
12. The transactions entered into with related parties are in compliance with Section 177 & 188 of The Companies Act 2013 and the details have been disclosed in the financial statements etc. as required by the applicable accounting Standards, however company is working closely in Government Project with Mahalaxmi Investment & trading (P) Ltd.
13. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
14. The Company has not entered into any non-cash transactions with directors or persons connected with him, during the year.
15. The Company is not required to be registered under Section 45-IA of The Reserve Bank of India Act, 1934.

For **KVNG & Associates**  
Chartered Accountants  
(F. R. No. 002628C)

Sd/-  
**CA T.S. Kothari**  
PartnerM No. 075877  
UDIN No: 20075877AAAAAM3263

Place: RATLAM  
Date: 20.07.2020

## **ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT**

### **Report on the Internal Financial Controls Under Clause (I) of Sub-Section 3 of Section 143 of the Companies Act, 2013**

#### **Opinion**

We have audited the internal financial controls over financial reporting of **SHRI RAM SWITCHGEARS LTD.** as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 Institute of Chartered Accountants of India.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

For **KVNG & Associates**  
Chartered Accountants  
(F. R. No. 002628C)

Sd/-  
**CA T.S. Kothari**  
Partner  
M No. 075877  
UDIN No: 20075877AAAAAM3263

Place : RATLAM  
Date : 20.07.2020

# SHRI RAM SWITCHGEARS LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 2020

Particulars	Note No.	As at 31-3-2020	As at 31-3-2019
<b>A</b>			
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>I</b>			
<b><u>SHAREHOLDERS' FUNDS</u></b>			
(a) Share Capital	1	100,105,650	100,105,650
(b) Reserves and Surplus	2	62,724,082	92,457,600
(I)		162,829,732	192,563,250
<b>II</b>			
<b><u>NON-CURRENT LIABILITIES</u></b>			
(a) Long-Term Borrowings	3	220,008,808	197,457,093
(b) Deferred Tax Liabilities	4	-	-
(c) Long-Term Liabilities	5	70,160,390	70,160,390
(II)		290,169,198	267,617,483
<b>III</b>			
<b><u>CURRENT LIABILITIES</u></b>			
(a) Short-Term Borrowings	6	192,151,574	171,432,164
(b) Trade Payables	7	126,944,904	181,683,545
(c) Other Current Liabilities	8	60,812,538	70,003,162
(d) Short-Term Provisions	9	6,447,853	6,623,873
(III)		386,356,870	429,742,744
<b><u>TOTAL RUPEES (I + II + III)</u></b>		<b>839,355,800</b>	<b>889,923,477</b>
<b>B</b>			
<b><u>ASSETS</u></b>			
<b>I</b>			
<b><u>NON-CURRENT ASSETS</u></b>			
(a) <b><u>Fixed Assets</u></b>			
Tangible Assets	10	26,081,399	28,773,096
(b) Deferred Tax (assets)		1,469,532	1,403,784
(c) Long-Term Loans and Advances	11	4,078,396	5,516,564
(I)		31,629,327	35,693,444
<b>II</b>			
<b><u>CURRENT ASSETS</u></b>			
(a) Inventories	12	345,980,490	348,893,508
(b) Trade Receivables	13	334,059,446	399,122,644
(c) Cash and Bank Balances	14	57,475,156	58,442,795
(d) Short-Term Loans and Advances	15	61,125,420	37,858,751
(e) Other Current Assets	16	9,085,961	9,912,335
(II)		807,726,473	854,230,033
<b><u>TOTAL RUPEES (I + II)</u></b>		<b>839,355,800</b>	<b>889,923,477</b>
Significant Accounting Policies & Practices and Other Notes	26		

Notes form integral part of these financial statements

PLACE : RATLAM

DATED :20.07.2020

AS PER OUR REPORT OF THE EVEN DATE

FOR : **KVNG & ASSOCIATES**

CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

Sd/-

Sd/-

Sd/-

Sd/-

Sd/-

**Ms. Garima Mahalaha**

**Nilesh Jhalani**

**Devraj Jhalani**

**Naresh Jhalani**

**T.S Kothari**

Company Secretary

Managing Director

Director

CFO

PARTNER

**M No. A37073**

**Din : 01462299**

**DIN - 01462323**

**M. NO. 075877**

# SHRI RAM SWITCHGEARS LIMITED

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

Particulars	Note No.	For the Year ended 31-03-20	For the Year ended 31-3-2019
<b><u>REVENUE</u></b>			
I Revenue from Operations	17	224,296,351	282,045,941
Less : Excise Duty Collected		-	-
II Other Income	18	224,296,351 5,755,805	282,045,941 7,554,155
III <b><u>TOTAL REVENUE (I + II)</u></b>		<b>230,052,156</b>	<b>289,600,096</b>
<b><u>EXPENSES</u></b>			
(a) Cost of Materials Consumed	19	188,905,540	200,146,420
(b) Cost of Traded Good	20	6,599,334	-
(c) Manufacturing and Operating Costs	21	5,430,945	13,230,608
(d) Changes in Inventories of Finished Goods, Work-In-Progress and Traded Goods	22	(51,590,984)	(61,641,013)
(e) Employees' Benefit Expenses	23	16,553,852	18,935,857
(f) Finance Costs	24	58,585,039	70,486,074
(g) Other Expenses	25	30,505,055	35,037,369
(h) Depreciation		4,862,643	5,745,889
<b><u>TOTAL EXPENSES (IV)</u></b>		<b>259,851,425</b>	<b>281,941,204</b>
V Profit before exceptional and extraordinary items and tax (III-IV)		(29,799,270)	7,658,892
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V+VI)		(29,799,270)	7,658,892
VIII Extraordinary items		-	-
IX Profit before Tax (VII-VIII)		(29,799,270)	<b>7,658,892</b>
X Tax Expense:			
(a) Current Tax		-	2,046,002
(b) (Less) : MAT Credit			-
(c) Excess provision of Previous year written off			(1,949,409)
(d) Deferred Taxation		(65,748)	(163,918)
		(65,748)	(67,325)
XI Profit for the year (IX-X)		<b>(29,733,522)</b>	<b>7,726,217</b>
XII Earnings per share (of Rs.10/- each):			
(a) Basic		#REF!	#REF!
(b) Diluted		#REF!	#REF!
Significant Accounting Policies & Practices and Other Notes	26		

Notes form integral part of these financial statements

PLACE : RATLAM  
DATED :20.07.2020

AS PER OUR REPORT OF THE EVEN DATE  
**FOR : KVNG & ASSOCIATES**  
CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

Sd/- <b>Ms. Garima Mahalaha</b> Company Secretary <b>M No. A37073</b>	Sd/- <b>Nilesh Jhalani</b> Managing Director <b>Din : 01462299</b>	Sd/- <b>Devraj Jhalani</b> Director <b>DIN - 01462323</b>	Sd/- <b>Naresh Jhalani</b> CFO	Sd/- <b>T.S Kothari</b> PARTNER <b>M. NO. 075877</b>
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# **SHRI RAM SWITCHGEARS LIMITED**

## **NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2020 AND STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON THAT DAY**

### **NOTE - 1 - SHARE CAPITAL**

#### A Authorised and Paid-up Share Capital

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	No. of Shares	Amount	No. of Shares	Amount
<b><u>AUTHORISED</u></b>				
Equity Shares of Rs.10/- each	12,000,000	120,000,000	12,000,000	120,000,000
<b><u>ISSUED, SUBSCRIBED &amp; PAID-UP</u></b>				
Equity Shares of Rs.10/- each Fully Paid-up	10,010,565	100,105,650	10,010,565	100,105,650
<b><u>TOTAL</u></b>	10,010,565	100,105,650	10,010,565	100,105,650

The company has issued only one class of equity shares having par value of Rs.10/- per share. Each shareholder is eligible for one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholding.

#### B. Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	10,010,565	100,105,650	10,010,565	100,105,650
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,010,565	100,105,650	10,010,565	100,105,650

#### C. Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Name of Shareholder	As at 31st March, 2020		As at 31st March, 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
1 Shri Umesh Kumar Jhalani	1502955	15.01	1502955	15.01
2 Smt. Premlata Devi Jhalani	758040	7.57	758040	7.57
3 Shri Devraj Jhalani	1516590	15.15	1516590	15.15
4 Smt Shobha Devi Jhalani	526725	5.26	526725	5.26
5 Shri Manuraj Jhalani	555000	5.54	555000	5.54
6 Smt. Sapna Devi Jhalani	1129275	11.28	1129275	11.28
7 Shri Rohit Kumar Jhalani	423750	4.23	423750	4.23

**NOTE - 2 - RESERVES AND SURPLUS**

Particulars	31-03.2020	31-3-2019
<b>A. <u>Capital Reserve</u></b>		
Balance as per last year	1,634,217	1,634,217
(A)	1,634,217	1,634,217
<b>B. <u>Securities Premium Account</u></b>		
Balance as per last year	24,030,000	24,030,000
(B)	24,030,000	24,030,000
<b>C. <u>Surplus</u></b>		
Balance as per last year	66,793,387	59,067,166
Add : Net Profit transferred from Statement of Profit and Loss	(29,733,522)	7,726,217
Less : Surplus Utilized during the year for Issue of Bonus Shares		
(C)	37,059,865	66,793,383
<b><u>TOTAL RUPEES</u></b> (A+B+C)	62,724,082	92,457,600

**NOTE - 3 - LONG-TERM BORROWINGS**

Particulars	31-03.2020	31-3-2019
<b>A <u>Term Loans</u></b>		
<b><u>Secured</u></b>		
From Banks	74,004,637	80,921,536
From Non-Banking Finance Companies	79,170,599	84,781,770
(A)	153,175,236	165,703,306
<b>B <u>Loans and Advances from related parties</u></b>		
<b><u>Unsecured</u></b>		
From related parties	90,950,778	47,333,604
From Share Holders		-
(B)	90,950,778	47,333,604
<b>C <u>Other Loans and Advances</u></b>		
<b><u>Unsecured</u></b>		
From Body Corporates	1,585,625	2,067,500
(C)	1,585,625	2,067,500
Less: Current Maturity of Long Term Debts	25,702,831	17,647,317
<b><u>TOTAL RUPEES</u></b> (A+B+C)	220,008,808	197,457,093

**Nature of Security and terms of repayment for Long Term Secured Borrowings:**

S. No.	Nature of Security	Terms of Repayment
1	UCO Bank Term Loan (Against hyp of plant & machinery)	Repayable in 20 Quarterly EMI of Rs. 17,40,000/- from June 2015 to May 2020.
2	Vehicle Loan - SBI II (Against hyp of Vehicle)	Vehicle Loan - SBI II, Repayable in 78 EMI of Rs. 14,000/- from May 2015 to Dec 2021.
3	Aditya Birla Finance Ltd Indore (Against Bank Guarantee)	for meeting working capital needs
4	Au financiers (I) Ltd I ( Against mortgage of Immovable Property)	AU Financers (I) Ltd. - I. Repayable in 116 EMI of Rs. 3,76,609/- from Apr 2016 to oct 2017 and then of Rs 353268/- from Nov 2017 to Nov 2025 .
5	Au financiers (I) Ltd II( Against mortgage of Immovable Property)	AU Financers (I) Ltd. - I. Repayable in 120. EMI of Rs. 75,381/- from Jan 2016 to Dec 2017 and then of Rs 70637/- from Jan 2018 to dec 2025
6	Au Financiers (I) Ltd III Car loan (Against hyp of Vehicle)	Au Financiers (I) Ltd III Car loan , Repayable in 36 EMI of Rs. 10583 from Aug 2016 to Jul 2019, 18 EMI of Rs. 46436 from Apr2018 to Sep 2019, 18 EMI of Rs. 23218 from Apr 2018 to Sep 2019, 18 EMI of Rs. 18575 from Apr 2018 to Sep 2019
7	Au Small Finance Bank, Ratlam	Au Small Finance bank Ratlam- Repayble in120 EMI of Rs 358346/-
8	SIDBI Term Loan (Second charge by way of hyp of all immovable property of the borrower including plant & machinery, equipments & furniture)	SIDBI Term Loan. Repayable in 48 EMI of Rs. 6,25,000/- starts from Sep 2019 till Aug 2023.
9	Religare Finvest ltd ( Against mortgage of Immovable Property)	Religare Finvest Ltd - Repayable in 100 EMI of Rs. 12,47,436/- from Apr 2016 - July 2024.

**NOTE - 4 - DEFERRED TAX LIABILITIES**

Particulars	31-03.2020	31-3-2019
Balance as per last year	-	-
Less : Reversal during the year	-	-
<u>TOTAL RUPEES</u>	-	-

**NOTE - 5 - LONG-TERM LIABILITIES**

Particulars	31-03.2020	31-3-2019
Others	70,160,390	70,160,390
Rent Deposit	-	-
<u>TOTAL RUPEES</u>	70,160,390	70,160,390

**NOTE - 6 - SHORT-TERM BORROWINGS**

Particulars	31-03.2020	31-3-2019
<b><u>Working Capital Loans repayable on demand</u></b>		
From Banks [Secured by way of First/ pari passu Charge and Hypothecation of entire stock of raw materials, semi-finished and finished goods, consumables stores and spares and other movables including book debts, bills whether documentary or clean, outstanding monies, receivables both present and future]	192,151,574	171,432,164
<u>TOTAL RUPEES</u>	192,151,574	171,432,164

**NOTE - 7 - TRADE PAYABLES**

Particulars	31-03.2020	31-3-2019
Creditors for Goods	126,944,904	181,683,545
<u>TOTAL RUPEES</u>	126,944,904	181,683,545

**NOTE - 8 - OTHER CURRENT LIABILITIES**

Particulars	31-03.2020	31-3-2019
Current Maturities of Long Term Debts	25,702,831	17,647,317
Creditors for Expenses	5,864,364	5,975,102
Advance from Customers	2,887,427	1,045,000
LC in Transit	24,876,604	44,160,206
Other Payables	1,481,312	1,175,537
<u>TOTAL RUPEES</u>	60,812,538	70,003,162

**NOTE - 9 - SHORT-TERM PROVISIONS**

Particulars	31-03.2020	31-3-2019
For Taxation	-	2,046,002
For Outstanding Exp	25,852	1,160,289
Salary Wages Register	2,580,579	-
For Others	3,841,422	3,417,582
<u>TOTAL RUPEES</u>	6,447,853	6,623,873

**NOTE - 11 - LONG-TERM LOANS AND ADVANCES**

Particulars	31-03.2020	31-3-2019
Security Deposits [Unsecured, considered good]	4,078,396	5,516,564
<u>TOTAL RUPEES</u>	4,078,396	5,516,564

**NOTE - 12 - INVENTORIES**

Particulars	31-03.2020	31-3-2019
Raw Materials	42,841,748	97,345,750
Work-In-Progress including stock under billing	297,603,742	228,333,558
Finished Goods	5,535,000	23,214,200
<u>TOTAL RUPEES</u>	345,980,490	348,893,508

**NOTE - 13 - TRADE RECEIVABLES**

Particulars	31-03.2020	31-3-2019
Trade Receivables outstanding for a period exceeding six months from the date they are due for payment		
- Unsecured, considered Good	183,006,292	210,428,607
- Unsecured, considered Doubtful	-	-
Trade Receivables outstanding for a period of six months or less from the date they are due for payment [Unsecured, considered good]	151,053,154	188,694,037
<u>TOTAL RUPEES</u>	334,059,446	399,122,644

**NOTE - 14 - CASH AND BANK BALANCES**

Particulars	31-03.2020	31-3-2019
<b>A Cash and Cash Equivalents</b>		
Balances with Banks	2,113,257	4,150,026
Cash on Hand	2,687,418	2,310,220
(A)	4,800,675	6,460,246
<b>B Other Bank Balances</b>		
Fixed Deposit Accounts with more than 12 months maturity	52,674,481	51,982,549
(B)	52,674,481	51,982,549
<u>TOTAL RUPEES (A+B)</u>	57,475,156	58,442,795

**NOTE - 15 - SHORT-TERM LOANS AND ADVANCES**

Particulars	31-03.2020	31-3-2019
Prepaid Expenses	933287	1272002
Advance to Employees	111750	399820
Loans & Advance to Others	12081925	31689323
Pre issue exp	3935405	4497606
Retention Recievable	44063052	
<u>TOTAL RUPEES</u>	61,125,420	37,858,751

**NOTE - 16 - OTHER CURRENT ASSETS**

Particulars	31-03.2020	31-3-2019
Duties & Taxes	817,968	2,620,416
Advance Income Tax, TDS & TCS	8,267,993	7,291,919
<b>TOTAL RUPEES</b>	<b>9,085,961</b>	<b>9,912,335</b>

**NOTE - 17 - REVENUE FROM OPERATIONS**

Particulars	31-03.2020	31-3-2019
<b>A. <u>Sale of Products</u></b>		
Sale of Products (Manufacturing)	114,998,954	159,613,254
<u>Sale of Products( Project)</u>	90,580,754	101,457,096
(i)	205,579,708	261,070,350
Traded Goods	6,089,251	-
(ii)		
(A) (i+ii)	211,668,959	261,070,350
<b>B. <u>Sale of Services</u></b>		
Project Sales (Erection)	12,627,392	20,975,591
(B)	12,627,392	20,975,591
<b>TOTAL RUPEES (A+B)</b>	<b>224,296,351</b>	<b>282,045,941</b>

**NOTE - 18 - OTHER INCOME**

Particulars	31-03.2020	31-3-2019
Interest Income	3,558,636	3,218,288
Job Work received		135,120
Discount On Purchase	9,436	258,746
Insurance Claim	82,734	92,416
Subsidy Received		-
Profit on Sales of Assets	2,104,999	238,542
Rent Received		299,039
Vat Tax Refund		3,312,004
<b>TOTAL RUPEES</b>	<b>5,755,805</b>	<b>7,554,155</b>

**NOTE - 19 - COST OF MATERIALS CONSUMED**

Particulars	31-03.2020	31-3-2019
Opening Stock	97,345,750	73,828,133
Add : Purchases	134,401,538	223,664,037
	231,747,288	297,492,170
Less : Sales as such	-	-
	231,747,288	297,492,170
Less : Closing Stock	42,841,748	97,345,750
<b>TOTAL RUPEES</b>	<b>188,905,540</b>	<b>200,146,420</b>

**NOTE - 20 - COST OF TRADED GOODS**

Particulars	31-03.2020	31-3-2019
Purchases	6,599,334	-
<b>TOTAL RUPEES</b>	6,599,334	-

**NOTE - 21 - MANUFACTURING AND OPERATING COSTS**

Particulars	31-03.2020	31-3-2019
Power Charges	1,798,111	1,852,781
Job Work Expenses	3,494,326	11,250,940
Testing Charges	138,508	126,887
<b>TOTAL RUPEES</b>	5,430,945	13,230,608

**NOTE - 22 - CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND TRADED GOODS**

Particulars	31-03.2020	31-3-2019
<b>A Inventories at the end of the year</b>		
Work-In-Progress including stock under billing	297,603,742	228,333,558
Finished Goods	5,535,000	23,214,200
Traded Goods		
(A)	303,138,742	251,547,758
<b>B Inventories at the beginning of the year</b>		
Work-In-Progress	228,333,558	180,227,885
Finished Goods	23,214,200	9,678,860
Traded Goods	-	-
(B)	251,547,758	189,906,745
<b>CHANGES IN INVENTORIES (A-B)</b>	51,590,984	61,641,013

**NOTE - 23 - EMPLOYEES' BENEFIT EXPENSES**

Particulars	31-03.2020	31-3-2019
Directors' Remuneration	1,560,000	1,560,000
Wages to Workers	3,085,537	3,823,217
Salary to Staff	10,372,003	11,692,172
Contribution towards Provident Fund	204,374	335,573
Contribution towards ESIC	62,806	121,658
Gratuity to Staff		12,618
Bonus / Incentive to Staff	14,525	74,204
Staff & Labour Welfare Expenses	1,254,607	1,316,415
<b>TOTAL RUPEES</b>	16,553,852	18,935,857

**NOTE - 24 - FINANCE COSTS**

Particulars	31-03.2020	31-3-2019
Interest to Bank	35,841,101	35,485,634
Interest to Other	23,113,884	23,895,625
Bank Charges & Commission	(369,946)	11,104,815
<b>TOTAL RUPEES</b>	58,585,039	70,486,074

**NOTE - 25 - OTHER EXPENSES**

Particulars	31-03.2020	31-3-2019
<b>A</b> <b><u>Administrative Expenses</u></b>		
CGST Us 17(5)		27,670
Computer Running & Maintenance	137,408	150,476
Consulancy Charges	1,543,920	846,843
Conveyance Expense	1,874,197	4,203,606
CST		2,800
Electric Exp	16,114	28,619
Entry Tax		43,953
Erection Charges	388,269	1,048,874
Excise Duty	294,860	-
Fees on Tax Matters	360,000	320,000
Filling Fees Expense	5,650	
GST Expenses (Annexure 1)	559,097	
Income Tax Expenses		-
Insurance	797,386	1,726,101
Labour Charges	9,000	-
Labour Welfare exp		898,347
Late fees CGST	9,425	1,225
Late Fees SGST	9,425	1,225
Legal & Professional Expense	1,768,597	2,485,013
News Paper Exp	5,168	10,265
Office & General Expense	483,284	
Office Rent	143,549	372,487
Packing Exp	11,910	8,065
Peer Review Fees	17,500	17,500
Postage, Courier & Telephone Expenses	20,817	174,831
Preliminary Expense	562,201	562,201
Professional tax	2,500	2,500
Purchase Expense	1,054,519	2,635,121
Registration and Subscription Charges	357,358	346,365
Rent		189,202
Repairs to Factory & Office buildings	141,309	129,280
Repairs to machinery	293,176	425,255
Round off	24	58
Security Charges	878,481	1,083,631
SGST Us 17(5)		27,670
Site Expense		38,000
Stationery & Printing	111,152	158,556
Statutory Audit Fees	80,000	80,000
Telephone & Mobile Expense	114,969	
Tender Fees Exp	12,360	79,590
Travelling Expense	555,515	944,844
Vat Expense	16,435,500	14,675
Vehicle hiring Charges	195,556	176,404
Miscellaneous	6,136	453,568
	(A)	19,714,820
<b>B.</b> <b><u>Selling &amp; Distribution Expenses</u></b>		
Freight & Insurance Expenses	122,815	281,320
Commission	295,900	493,132
Discount on Sales	308,752	13,937,678
Loading Unloading Expenses	319,576	259,713
Advertisement & Publicity	6,928	43,384
Sales Promotion Expenses	194,752	307,322
	(B)	15,322,549
<b>TOTAL RUPEES</b>	<b>(A+B)</b>	<b>35,037,369</b>
		<b>30,505,055</b>

**SHRI RAM SWITCHGEARS LIMITED**  
**DETAILS OF GROUPING OF BALANCE SHEET AS AT 31ST MARCH, 2020 AND**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON THAT DAY**

**NOTE - 3 - LONG-TERM BORROWINGS**

**A Term Loans**

**(i) From Banks**

SNO.	NAME OF THE BANK	31.03.2020	31.03.2019
1	UCO Bank Term Loan (Against hyp of plant & machinery)	4,564,275	5,558,134
3	Vehicle Loan - SBI II (Against hyp of Vehicle)	267,809	404,367
4	Vehicle Loan ICICI I (Against hyp of Vehicle)		212,268
5	Au financiers (I) Ltd I ( Against mortgage of Immovable Property)	16,700,082	17,921,802
6	Au financiers (I) Ltd II( Against mortgage of Immovable Property)	3,279,006	3,628,268
7	Au Financiers (I) Ltd III Car loan (Against hyp of Vehicle)	83,191	643,809
8	Au Small Finance Bank, Ratlam	21,273,032	22,303,477
9	SIDBI Term Loan (Second charge by way of hyp of all immovable property of the borrower including plant & machinery,	27,837,243	30,249,411
<b><u>TOTAL RUPEES</u></b>		<b>74,004,637</b>	<b>80,921,536</b>

**(ii) From Non-Banking Finance Companies**

SNO.	NAME OF THE COMPANY	31.03.2020	31.03.2019
1	Religare Finvest ltd ( Against mortgage of Immovable Property)	49,170,599	54,518,057
3	Aditya Birla Finance Ltd	30,000,000	30,263,713
<b><u>TOTAL RUPEES</u></b>		<b>79,170,599</b>	<b>84,781,770</b>

**B Loans and Advances from related parties**

**From related parties**

SNO.	NAME OF THE DIRECTOR	31.03.2020	31.03.2019
1	Chetanya Kumar Jhalani	2,780,404	2,780,404
2	Devraj Jhalani	9,942,509	8,540,460
3	Jayesh Kumar Jhalani	-	5,530
4	Madhu Jhalani	1,072,313	1,072,313
5	Naresh Jhalani	-	644,562
6	Nilesh Kumar Jhalani	18,747,027	10,375,955
7	Premraj Jhalani	975,479	1,003,479
8	Rashi Jhalani	2,867,321	2,982,321
9	Rohit Jhalani	46,181,153	11,351,511
10	Sapna Jhalani	3,295,041	3,380,537
11	Shobha Devi Jhalani	3,469,819	3,469,819
12	Surbhi Jhalani	19,275	19,275
13	Umesh Kumar Jhalani	1,600,438	1,707,438
<b><u>TOTAL RUPEES</u></b>		<b>90,950,778</b>	<b>47,333,604</b>

**Note:** Unsecured Loans are within the stipulated limit as fixed by consortium bank

**C Other Loans and Advances**

**From Body Corporates**

SNO.	NAME OF THE DEPOSITOR	31.03.2020	31.03.2019
1	Shift CorporateServices pvt Ltd	1,585,625	2,067,500
<b><u>TOTAL RUPEES</u></b>		<b>1,585,625</b>	<b>2,067,500</b>

**NOTE - 6 - SHORT-TERM BORROWINGS****Working Capital Loans repayable on demand**

SNO.	NAME OF THE BANK	31.03.2020	31.03.2019
1	UCO Bank <b>(LEAD BANK)</b>	109,739,187	113,362,441
2	Bank Of Maharashtra <b>(Member Bank)</b>	12,643,776	12,360,072
3	IDBI Bank <b>(Member Bank)</b>	12,420,594	12,388,798
4	Oriental Bank Of Commerce <b>(Member Bank)</b>	57,348,018	33,320,853
<b>TOTAL RUPEES</b>		<b>192,151,574</b>	<b>171,432,164</b>

**NOTE - 7 - TRADE PAYABLES****Creditors for Goods**

SNO.	NAME OF THE PARTY	31.03.2020	31.03.2019
1	Aadinath Enterprises	-	3,983
2	Ajmera Ispat Pvt. Ltd. Ratlam	28,720	28,720
3	Amba Conductor Daman	55,903	55,903
4	Ambuja Pipes Pvt Ltd Jaipur	100,000	488,279
5	Angels Aluminium Corporation Mumbai	-	70,328
6	Ankit Enterprises indore	411,879	-
7	Anukul Electronics Ratlam	1,999	-
8	Arihant infrastructure jaora	138,290	288,290
9	Arihant Pole Industries,Jaora	2,745	2,745
10	Apar Industries Limited	2,093,518	-
11	Ascon Engineering industries rajpura	-	9,133
12	Asiad Valve & Pneumatic	17,347	-
13	Asian Electric Company Rajpura	-	61,939
14	ASR Transcool- Bhopal	61,780	99,710
15	Associated Engineering Services Noida	-	4,924
16	Atlas Electronic & Electricals indore	-	10,384
17	Atul Enterprises	-	3,990
18	Auto Power Equipment Ratlam	562,788	243,670
19	Bakelite Home Delhi	-	13,889
20	Balaji Marketing Agencies Bombay Pvt Ltd	100,000	1,301,610
21	Balaji Trading Company Delhi	482,923	137,554
22	Berger Paints India Ltd Indore	72,306	147,306
23	Bharat Glass House ratlam	21,186	14,366
24	Cable Plaza	-	12,037
25	Cemcon Infrastructure Pvt. Ltd.	206,283	567,782
26	CG Ispat Pvt ltd Raipur	-	18,226
27	Choudhary Transformer Udyog Jaipur	5,379,408	5,379,408
28	Connectwell Industries Pvt Ltd	149,913	149,913
29	Copper House Ahmedabad	-	6,372
30	Coronil Coating Mumbai	-	113,280
31	Dashmesh Tooling Kurali	-	21,348
32	Deep Machinery Stores Ujjain	-	2,582
33	Deora Wires & machines Pvt. Ltd. Ahemdabad	784,638	1,308,558
34	Dhut Vidhyut Indore	-	1,121
35	DYJ Coating system vadodara	61,950	-
36	Electro Cables Industries Indore	7,327	5,424
37	Elmex Controls Pvt Ltd Itola	-	13,254
38	Elmex Electric Pvt Ltd Baroda	-	1,227
39	Encon India poles Pvt. Ltd, Indore	100,000	246,993

40	Excellent Controls-Ahmedabad	6,195	-
41	Favourite Industrial Corporation Ahemdabad	6,195	6,195
42	G.K. Electricals	-	465,062
43	Galaxy concab (India) pvt ltd Jaipur	2,228,713	3,329,916
44	Gang Industries, Ratlam	315,321	470,342
45	Gem Insulation House LLP	191,455	191,455
46	Girnar Enterprises Ratlam	6,376	-
47	Goel Steel Corporation Raipur	-	560,574
48	Govind Iron Traders- Indore	10,220	10,220
49	Govind Steel agency Indore	3,661,843	5,229,769
50	Goyal Steel Corporation Raipur	-	31,000
51	Grand Polycoats vadodara	1,641	-
52	Grindbeck Umbergaon	91,568	91,568
53	Gular Hardware Stores	8,200	-
54	Hareram Industries Jamnagar	114,988	169,988
55	Hari Flow Controls Equipments - Meerut	72,865	72,865
56	Hari Hardware Stores Ratlam	9,027	-
57	Hemson Associates- Delhi	-	6,490
58	Hertz Electronic- indore	3,658	-
59	Himmatlal & Co Indore (Pvt) Ltd, Indore	201,962	401,962
60	Hindustan Equipment Pvt Ltd	-	10,438
61	Indermal Samarthmal, Ratlam	96,891	148,570
62	Jaipur Polymer Industries	-	2,526
63	Jasoria Brothers Delhi	309,714	309,714
64	Jorjy Sales Corporation	7,850	-
65	Joy Power Fiber Baroda	29,099	-
66	Kapil Pumps & cables indore	45,806	3,597,495
67	Kapil Cables Pvt Ltd Indore	3,854,913	
68	Kataria Industries Pvt Ltd Ratlam	9,682	2,052,188
69	Khalsa Traders	-	7,440
70	Khandelwal cables ltd Barodra	1,590,859	1,590,859
71	Khandelwal Enterprises Kolkata	-	3,717
72	Khandelwal Enterprises Ratlam	99,905	79,850
73	Khandelwal Suppliers Ujjain	-	2,100
74	Khandelwal Traders, Ratlam	-	83,457
75	Kirti hardware stores ratlam (NEW)	3,436	-
76	Kirti hardware stores ratlam	-	3,658
77	Kothari Industrial Corporation	-	58,648
78	Kwality Engineering Product Indore	24,748	-
79	Kwality Engineering Works	959,982	906,712
80	Lalit Gas Service, Ratlam	65,275	120,463
82	Madhya Bharat Distributers, Indore	-	8,800
83	Madhya Bharat Machinery Stores	24,822	107,076
84	Maganlal Premraj Ratlam	-	42,697
85	Mahalaxmi Investment & Trading Pvt,Ltd., Ratlam	14,624,857	52,109,750
86	Mahaveer Gases - Ratlam	-	107,040
87	Mahavir Chemicals - Thane	130,851	178,933
88	M.A Machinery Ratlam	41,716	79,985
89	Maheshwari Industrial Concern Indore	-	103,000
90	Mandsaur Cement Pipe Factory Madsaur	451,428	415,038
91	Mangalam Automobiles , Ratlam	-	12,980
92	Mangalam Enterprises, Indore	-	95,934
93	Manoj Enterprises Indore	-	8,732
94	Maruti Engineering Works	-	14,058
95	Mayuri Engineers Pune	-	91,800
96	Metal Power Ensuring Strength Ratlam	87,178	-
97	Multicare Enterprises Indore	-	1,463,514
98	Navdeep Moulders Delhi	167,413	167,413
99	New Sanawaliya Electric Ratlam	-	3,900
100	Novelty Aluminium & Hardware Ratlam	38,077	38,077

101	NSIC	49,378,640	49,346,328
102	Oshiv Engineers Bhopal	-	179,765
103	P Grip Electric Solutions Private Ltd Delhi	71,160	261,576
104	P M Projects & Services Pvt ltd	17,439	6,828
105	P. C. Industries, Gujrat	5,806	106,459
106	P.Chordia & Co. Ratlam	3,246,269	1,913,400
107	Parikh Engineering Corporation Delhi	-	6,785
108	Parshavnath Polymers Ratlam	36,653	65,700
109	Pragatee India Indore	84,456	-
110	Pragati Pictures (Hotel Ajanta Palace)		10,040
111	Precision Metalloy Meerut	123,900	123,900
112	Precision polycom Howrah	89,600	134,440
113	Prisha Engineering Khandawa	164,958	130,238
114	Protech Engineering Services Raipur	-	9,600
115	Punj Lloyd Ltd Sehore		47,930
116	Quality Agencies Indore	9,298	110,165
117	Quality Services & Laboratories		67,319
118	Rainbow Bhopal		74,805
119	Raj Petro Specialities Pvt. Ltd.,Silvassa	3,212,305	3,212,305
120	Rajabhau Pawar C/o Raju Brothers Enterprises		204
121	Rajesh Kumar Rameshchandra Rtm	67,466	96,022
122	Ram Kishan & Company	8,586	-
123	Ratlam Electric Stores Ratlam		2,399,463
124	Reliable Electronic Components Pvt ltd	-	1,735
125	Renerso Technologies Pvt Ltd	-	2,175,390
126	Reliable Engineers Indore	10,367	-
127	Renit Power Pvt Ltd	3,606,679	3,965,085
128	Renovation Engineers	6,011	255,874
129	Richi Scrap Dealers Jaora	-	7,080
130	Royal Paint House Ratlam	22,200	-
131	S A International, Delhi	1,218,186	1,218,186
132	S. B. Industries	7,056	7,056
133	S. S. Resin industries, Kolkata	20,400	20,400
134	S.C. traders Pithampur		-
135	Safe Welding & Industrial Safety Supplies (Swiss)	12,390	-
136	Sameer Electrical & Engineering Works	12,767	1,569
137	Sankalp Impex Jamnagar	250,377	325,769
138	Savita Oil Technologies Ltd., Dadra & Nagar Haveli	822,945	822,945
139	Secure Meters Ltd	1,099,630	1,099,630
140	Sethiya Traders Ratlam	94,070	158,200
141	Shanti Metals INC.	133,472	133,472
142	Sharp Power Agro industries	75,000	75,000
143	Sheetal Wire & Machinery Ratlam	47,181	-
144	Sheetal Electricals Delhi	-	18,337
145	Shivam Enterprises Vadodara	-	55,207
146	Shree Chemicals Indore	20,580	-
147	Shree Ganesh Udyog	296,001	589,851
148	Shree Nath Venture Dewas	14,018	14,018
149	Shree Parshwanath Enterprises, Jaora	13,000	13,000
150	Shree Parshwanath Infrastructure, Jaora	990,912	990,912
151	Shree Shakti Automobiles Ratlam	515	-
152	Shree Traders Ratlam	250,000	250,000
153	Shreepal Electric Stores, Ratlam	3,235	-
154	Shree Shantinath Steels, Indore	1,601,060	-
155	Shri Dalal Marketing Ratlam	-	15,220
156	Shri Ram Switchgears Ratlam	5,728,389	9,234,489
157	Shri Ram Switchgears Akola	663,504	
158	Shri Shiv Electric Works Ratlam	-	670
159	Shri Vinayak Agencies	-	15,281
160	Sign World Meerut	-	23,128

161	Sneh Enterprises, Indore	1,113,659	1,113,659
162	Sonkhia Brothers Delhi	123,310	123,310
163	SPM power & telecom pvt ltd Hyderabad	1,088,109	1,088,109
164	SRP Industries Meerut	-	74,768
165	SRP Pumps Pvt Ltd. Ratlam	-	22,758
166	Standard Engineering Works Ratlam	-	24,544
167	Starling Associates Pvt Ltd Indore	35,385	35,385
168	Suman Spring Co. Noida	162,985	31,075
169	Suraj Welding and Safety Equipments Indore	-	83,780
170	Sushil Chandra Krishna Chandra	596,414	596,414
171	Tayal Procelain Khurja	-	280,368
172	Techno Sales Indore	-	89,389
173	Tejal Realtors Pvt Ltd	1,675	1,675
174	Tejal Associate Mumbai	1,650	
175	Thakur Reductants Pvt Ltd Surat	-	62,776
176	Tirupati Packo Plast, Ratlam	24,387	24,387
177	Trade India Ratlam	-	7,080
178	Trade Link Dewas	13,700	9,452
179	Trans Solution Indore	641,477	1,334,843
180	United Engineers & Co. Indore	154,413	117,116
181	Urban Development & Trust Pvt Ltd	6,845,869	9,545,643
182	Vardhman Enterprises Jamnagar	140,092	140,092
183	Vijay Enterprises Pvt Ltd Ahmedabad	236,255	236,255
184	Vikas Radiators Pvt. Ltd., Mumbai	-	173,027
185	Viral Enterprises Jamnagar	272,499	-
186	Vishal Trading Co Indore	-	17,500
187	Virendra Hardware, Ratlam	47,221	48,628
188	V.P. Logistics - Indore	761,171	
189	Wellman Power Pvt Ltd Gurgaon	712,520	712,520
		<b>126,944,904</b>	<b>181,683,545</b>
	<b>TOTAL RUPEES</b>	<b>126,944,904</b>	<b>181,683,545</b>

**NOTE - 8 - OTHER CURRENT LIABILITIES**

**A Creditors for Expenses**

SNO.	NAME OF THE PARTY	31.03.2020	31.03.2019
1	Advance Computer Ratlam	2,250	6,000
2	Anand Saklecha & Co. Indore	263,800	-
3	Anup Kothari & Co	20,000	-
4	Arihant Computers. Ratlam	15,076	-
5	Arihant Led House, Ratlam	4,542	4,542
6	Arpit Choudhary	8,397	8,397
7	Asgar Khan	18,673	18,673
8	Balaji Chat House	-	1,442
9	Bhagat Radio & Spare Parts	5,600	5,600
10	Bharat Auto Electric Works - Ratlam	4,795	-
11	Bharat Sanchar Nigam Limited	2,063	-
12	Confederation Of Indian Industry	108,000	-
13	Cs Shweta Garg	110,950	-
14	Daksh Travels Indore	179,425	179,425
15	Dara Singh Panwar	8,505	-
16	Delta Laboratory Indore	19,740	-
17	Discom Computers Indore	5,000	5,000
18	DM Enterpriises Ratlam	5,800	-
19	Fenesta Building System - Bhiwadi	53,761	53,761

20	Fly King Courier Services Ratlam	9,269	3,394
21	Ganesh Lokhande	30,390	30,390
22	Google India Private Limited	3,251	-
23	Govt & Private Tenders Information Bureau	4,956	-
24	Guru kripa Dugdh Dairy & Traders Ratlam	5,412	9,144
25	Hathway Cable & Datacom Ltd	2,478	-
26	Hindustan Engineers	500	500
27	Hitesh Foods Ratlam	2,256	2,256
28	Hotel Ajanta Palace	25,378	4,264
29	Hotel Ambassador Indore	15,944	-
30	Hotel Purva	8,525	-
31	Innovation Transformer & Service Pune	162,650	162,650
32	Ishwar Singh Ujjain	73,697	129,587
33	J.C Mittal And Sons	790	-
34	Jhalani Yatayat Ratlam	22,000	36,000
35	Jivan Das Guru Das Beragi	-	25,306
36	K.R.Patel & Associates	464,000	2,589,000
37	Kamal Kumar Jain - Ratlam	14,000	14,000
38	KVNG & Associates Indore	180,950	87,750
39	Laxman Bahadar	-	47,543
40	Mangal Deep Chemist	38,391	143,182
41	Manglam Automobiles - Ratlam	12,980	-
42	Manish Rathore	-	38,765
43	M.Attar & Brothers Ratlam	1,090	-
44	Nagawat Stores	48,030	48,030
45	Nahar Singh Abahy Singh Rathore	133,100	70,870
46	Narendra Singh Bapu Singh Rajput	-	-
47	Narendra Singh Pawar	36,844	36,844
48	New Grasim K Sweets & Namkin	-	-
49	New Modi Tent House Ratlam	40,000	40,000
50	New Sanawaliya Electric - Ratlam	4,170	-
51	Nikunj Stock Brothers Limited Delhi	48,600	-
52	National Securities Depository Ltd.(NSDL)	3,487	-
53	N.K. Tyers Ujjain	30,600	-
54	NSDL	-	4,487
55	Panchal Rolling Shutter	26,349	-
56	Pandit Enterprises Indore	2,820	-
57	Papu Dhana Banjara Ujjain	186,795	176,946
58	Parvat Singh Chouhan	-	-
59	Patel Automobiles Ratlam	-	100,370
60	Patel Motors Indore Pvt Ltd Indore	37,078	45,938
61	Patni Computers, Ratlam	-	-
62	Patni Enterprises Ratlam	114,875	81,420
63	Pragati Pictures (Hotel Ajanta Palace)	10,040	-
64	Pawan Kumar Mishra Allahabad	-	22,919
65	Pratap Singh Harman Singh	-	15,400
66	Premswaroop Ashok Bhai Patel	-	54,000
67	Purva Fuel Station Jaora	4,364	4,364
68	Quality Services & Laboratories	86,907	-
69	Rainbow - Bhopal	74,805	-
70	Rajabhau Pawar C/o Raju Brothers Ent. Mumbai	204	-
71	R.K Power Project Bandikui	-	1,173
72	Raj Enterprises, Ratlam	26,396	14,626
73	Rajendra Kumar	47,680	-
74	Ranjeet Offset Ratlam	18,963	18,963
75	Ravi Traders Ratlam	39,000	-
76	Rupesh Marmat	-	74,759
77	S S Retails Ratlam	-	38,500
78	Sakshee Fuels Ratlam	-	1,000
79	Salvagnini Machinery India Pvt Ltd	2,277,377	98,921

80	Samadhan Computer Ujjain	650	-
81	Santosh Kumar Patidar	-	19,800
82	Sarvanand Bazar	84,810	79,425
83	Shiv Dayal Bhopal	53,514	72,514
84	Shree Ranjeet Printing Press	13,244	13,244
85	Shree Tulsi Aqua Industries Ratlam	460	-
86	Shri Balaji Sweets and Namkeen Ratlam	12,343	48,631
87	Shri Sai Kripa Pipe Fitting Ratlam	-	12,150
88	Shubham Kumar Gandhi	43,741	-
89	Siddhachal Fragrances Ratlam	5,786	-
90	Subhash Transport Mumbai	-	20,945
91	Surya Kaiser Palace Varanasi	840	-
92	Swagger Infotech	-	8,537
93	Tarun Enterprises Ratlam	5,530	-
94	Tomar Industrial Security & Placement Service RTM	-	91,260
95	Umesh Prasad Mumbai	4,720	4,720
96	Vak Equipments Indore	1,158	-
97	Vatanukooi Aircone Engineers Indore	300	-
98	Vijay Singh Goyal	8,600	8,600
99	Vinod Kumar Sukla	-	136,890
100	VP Logistics Indore	-	381,140
	<b>Transporter Creditors</b>	-	-
1	Ashok Roadlines, Ratlam	114,380	224,780
2	B.R. Roadlines (India) Pvt. Ltd. Mumbai	835	-
3	B.R Roadlines ( INDIA) Pvt. Ltd. Ratlam	137,025	246,364
4	Century Cargo Movers Services , CG	50,001	50,001
5	Jaipur Golden Transport Co.(Regd.)	9,849	-
6	Kishore Transport Ratlam	102,810	-
	<b>TOTAL RUPEES</b>	<b>5,864,364</b>	<b>5,975,102</b>

#### **B Advance From Customers**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Amarbhaw Power Pvt Ltd	-	1,045,000
2	Aquatic Pipes & Tubes Pvt.Ltd.	1,739,497	
3	Dep - Flat Rent (Borivali) Mumabi	150,000	
4	Punj Lloyd Ltd - Sehore	47,930	
5	Suraj Shree Developers	400,000	
6	TECHNO DRELLERS	550,000	
	<b>TOTAL RUPEES</b>	<b>2,887,427</b>	<b>1,045,000</b>

#### **C Other Payables**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	For Labour Welfare Fund	23,000	37,000
2	For Service Tax		
3	For Entry Tax		
4	For GST	1,413,192	1,115,487
	Output CGST 18-19		557,335
	Output IGST 18-19		1,028
	Output SGST 18-19		164,403
	Output CGST RCM	325	155,685
	Output IGST RCM		2,017
	Output SGST RCM	325	155,685
	Payable CGST,SGST and IGST 17-18		79,334
5	For Professional Tax	44,470	23,050
	<b>TOTAL RUPEES</b>	<b>1,481,312</b>	<b>1,175,537</b>

**NOTE - 9 - SHORT-TERM PROVISIONS****For Others**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	For TDS on Salary & Wages	105,480	204,480
2	For TDS on Interest	1,084,062	1,337,245
3	For TDS on Contract Payments	32,440	136,483
4	For TDS on Commission	1,650	29,248
5	For TDS on Rent		18,920
6	For TDS on Remuneration	60,000	156,000
7	For TDS on Legal & Professional Fees	279,264	306,908
8	For Interest Payable	2,278,526	1,228,298
<b>TOTAL RUPEES</b>		<b>3,841,422</b>	<b>3,417,582</b>

**NOTE - 11 - LONG-TERM LOANS AND ADVANCES****Security Deposits [Unsecured, considered good]**

SNO.	PARTICULARS	31.03.2020		31.03.2019	
A	<b>Security Deposits</b>		3,255,353		4336333.00
1	Dep.-Account Officer AVVNL Ajmer	1,071,761		1,047,011	
2	Dep.-A/C Office MPEB Indore	350,000		350,000	
3	Dep.-A/C Officer [MM] Jaipur Vidyut V.N Ltd	74,331		649,581	
4	Dep- B.E.S.T Mumbai	100,000		100,000	
5	Dep. Eastern Coalfield Ltd., Asansol	84,250		84,250	
6	Dep. Executive Committee (R&R) MHEP, Maheshwar	100,000		100,000	
7	Dep. Gujrat Electricity Board	87,000		87,000	
8	Dep.-MPSEB Jabalpur	500,000		500,000	
9	Dep.-Municipale Copr (For Office)			25,000	
10	Deposite - Bureau of Energy Efficiency	25,000		25,000	
11	Dep.-Park View Developer Mumbai	134,560		134,560	
12	Dep- Pious Industries	7,325		7,325	
13	Dep.Secl Gevra Area A/C Gevra Project	85,840		85,840	
14	Dep. South Eastern Coalfield Ltd., Bilaspur	321,440		321,440	
15	Dep.-Sr. A/C Officer CSEB Rapur	20,000		20,000	
16	Dep-UPSEB Niida	2,125		2,125	
17	National Securities Exchange of India Ltd(S.D.)			505,480	
18	Rent Deposit	14,000		14,000	
19	Dep.-DIC Lease Rent	744		744	
20	Dep.-MPSEB Power, Ratlam	266,697		266,697	
21	Dep.- Postmaster Ratlam	2,800		2,800	
22	Dep.-Sale Tax	1,000		1,000	
23	Electric Deposit	5,480		5,480	
24	Dep- Ao Cash BSNL	1,000		1,000	
B	Advances		823,043		823,043
1	Advance - Octroi	50,000		50,000	
2	Advance Account officer CPRI Bhopal	773,043		773,043	
C	Retention Recievable		0	357,188	357,188
<b>TOTAL RUPEES</b>			<b>4,078,396</b>		<b>5,516,564</b>

**NOTE - 12 - INVENTORIES**

SNO.	PARTICULARS	31.03.2020	31.03.19
A	<b>Raw Materials</b>	42,841,748	97,345,750
B	<b>Work-In-Progress including stock under billing</b>	297,603,742	228,333,558
C	<b>Finished Goods</b>	5,535,000	23,214,200
<b>TOTAL RUPEES</b>		<b>345,980,490</b>	<b>348,893,508</b>

# SHRI RAM SWITCHGEARS LIMITED

Depreciation Schedule : 10 As Per Companies Act 2013  
FOR THE YEAR 2019-20

## NOTE - 10 - FIXED ASSETS

S.NO.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Balance as at 1-4-2019	Additions	Disposals	Balance as at 31-3-2020	Balance as at 1-4-2019	For the	Disposal	Balance as at 31-3-2020	As at 31-3-2020	As at 31-3-2019
	<b><u>Tangible Assets</u></b>										
1	Land(Lease Hold)	190,830	-	-	190,830	-	-	-	-	190,830	190,830
2	Land ( Free Hold)	2,092,280	49,920	-	2,142,200	-	-	-	-	2,142,200	2,092,280
3	Office Building	3,030,501	-	392,192	2,638,309	1,237,216	85,583	-	1,322,799	1,315,510	1,793,285
4	Factory Building	7,200,042	-		7,200,042	3,990,258	316,612	-	4,306,870	2,893,172	3,209,784
5	Plant and Machineries	44,454,085	2,508,806	-	46,962,891	24,724,120	3,915,154	-	28,639,274	18,323,617	19,729,965
6	Office Equipments	2,142,432	7,628	-	2,150,060	1,901,629	92,460	-	1,994,089	155,971	240,803
7	Furnitures	618,476	-	-	618,476	382,672	60,488	-	443,160	175,316	235,804
8	Vehicles	10,485,697	-	13,809	10,471,888	9,276,707	356,681	-	9,633,388	838,500	1,208,990
9	Computers	982,724	10,593	-	993,317	911,369	35,665	-	947,034	46,283	71,355
	<b><u>TOTAL RUPEES</u></b>	71,197,067	2,576,947	406,001	73,368,013	42,423,971	4,862,643	-	47,286,614	26,081,399	28,773,096

**NOTE - 13 - TRADE RECEIVABLES****A. Trade Receivables outstanding for a period exceeding six months from the date they are due for payment****- Unsecured, considered Good**

SNO.	NAME OF THE PARTY	31.03.2020	31.03.2019
1	A & S Enterprises	220,563	219,113
2	Abdul Assid Abbasi Ratlam	480,000	480,000
3	Abhinav Enterprises - Indore	68,686	-
4	Ajmera Infrabuild Pvt Ltd Ratlam	288,563	288,563
5	AKM Engineering Indore	12,956	12,956
6	Ashwin Parikh	31,500	31,500
7	Bharat Heavy electrical ltd Bhopal	56,393	-
8	CG Power & Industrial Solution Limited	416,560	416,560
9	Crompton Greaves Limited D&A Division	69,583	69,583
10	Delux Ice Creame Factory Ratlam	-	70,001
11	Executing Committee Maheshwar Hydro Electric Project	685,947	685,947
12	G.E.T Power Pvt. Ltd Chennai	1,152,655	1,152,655
13	Gopal Radha Kishan Patidar Ratlam	-	75,000
14	Indore Development Authority	3,192,403	3,192,403
15	K. Venkatrao	31,068	-
16	Kataria Wire Pvt Ltd	-	30,834
17	M.P Madhya Shetra V.V Co. Ltd - Bhopal	2,379,196	2,379,196
18	M.P Paschim Shetra V.V Co. Ltd - Indore	258,712	-
19	M.P Paschim Shetra V.V Co. Ltd - Indore (ADB)	1,787,784	1,787,784
20	M.P Paschim Shetra V.V Co. Ltd - Indore (ADB) PPR42	75,158,959	102,936,056
21	M.P State Electric Board	4,066,423	4,066,423
22	M.P.P.K.V.V.CO.LTD Indore(IPDS Lot-7)	9,516,256	-
23	M.P. Paschimshetra V.V. Co. ltd. Indore 788, 789, 791,792	48,864,637	61,094,027
24	M.P. Poorva Kshetra Vidyut Vitran Co. Ltd. - Jabalpur	2,850,650	2,850,650
25	Madhya Pradesh Power Transmission Co Ltd. Jabalpur	8,000	8,000
26	Mahalaxmi Investment & Trading Pvt ltd Akola	33,306	-
27	MSEDCL-Mumbai	15,374,690	17,918,951
28	Pan India Utilities Distribution Co Ltd Ujjain	9,126,953	9,126,953
29	R.Rajesh Naidu	66,425	66,425
30	Radha Swami Satsang Agra	590,000	590,000
31	Raj Ratan Electric Stores, Ratlam	320,327	70,970
32	Ratlam Wires Pvt ltd Ratlam	-	-
33	Shalakha Infra Tech (I) Pvt . Ltd. Sangli	48,090	48,090
34	Shree Satyam Computers Ratlam	141,600	141,600
35	Shubham Cunstruction	-	250,000
36	Srajan (Private) I.T.I Ratlam	35,000	35,000
37	Suraj shree Developers Ratlam	400,001	-
38	Signet Product Pvt Ltd	650,224	-
39	Torrent Power Ltd Agra	430,087	283,972
40	VardiChand Mali	92,935	49,395
41	Vishwakarma Panchal Eng.Work -Sailana	284,153	-
42	V.K. Enterprises	3,815,008	-
<b>TOTAL RUPEES</b>		<b>183,006,292</b>	<b>210,428,607</b>

B. **Trade Receivables outstanding for a period of six months or less from the date they are due for payment [Unsecured, considered good]**

		31.03.2020	31.03.2019
SNO.	NAME OF THE PARTY	AMOUNT	AMOUNT
1	A& S Enterprises Ratlam	-	1,450
2	Abhinav Enterprises Indore	-	68,686
3	Aquatic Pipes & Tubes Pvt Ltd	-	1,960,503
4	BEST Bombay Ele. S& T.U. Mumbai	938,953	2,166,877
5	Bharat Heavy electrical ltd Bhopal	-	1,932,683
6	BSES Rajdhani Power Ltd. Delhi	184,999	764,403
7	BSES Yamuna Power Ltd. Delhi	631,085	437,636
8	Elite Dairy Products	267,605	-
9	IPCA Laboratories Ltd., Ratlam	1,469,277	306,789
10	K. Venkatrao	-	31,068
11	Kataria Wire Pvt Ltd	-	8,968
12	M.P Paschim Shetra V.V Co. Ltd - Indore	-	6,196,536
13	M.P Paschim Shetra V.V Co. Ltd - Indore (ADB) PPR42	17,888,031	30,769,937
14	M.P. Paschimshetra V.V. Co. ltd. Indore 788, 789, 791,792	87,163,878	116,600,298
15	M.P.P.K.V.V.CO.LTD Indore(IPDS Lot-7)	40,286,348	9,677,349
16	Mahalaxmi Investment & Trading Pvt ltd Akola	44,116	878,138
17	Pratik Iron & Steel Company	-	5,724,484
18	Raj Ratan Electric Stores, Ratlam	-	255,324
19	Ratlam Electric Stores, Ratlam	2,083,755	-
20	Signet Product Pvt Ltd	-	650,224
21	Torent Power Ltd Agra	-	3,425,835
22	V.K. Enterprises	-	6,826,949
23	Vardi Chand Mali	95,108	9,900
<b>TOTAL RUPEES</b>		<b>151,053,154</b>	<b>188,694,037</b>

**NOTE - 14 - CASH AND BANK BALANCES**

**Balance with Banks**

A. **In Accounts**

		31.03.2020	31.03.2019
SNO.	NAME OF THE BANK		
1	Bank of Maharashtra Ratlam(60245608150)	6,341	8,076
2	Bank of Maharashtra Mumbai (1019)	38,408	383
3	Canara Bank Ratlam	1,896,803	2,355,101
4	IDBI Bank Ltd Bhopal 02769	10,000	10,000
5	Oreintal bank of commerce(2056)	182	3,108
6	Punjab National Bank (CD 24569)	1,418	1,461
7	State Bank of India (33179608613)	10,362	64,058
8	UCO Bank Baroda (CA/COL/1006)	16,559	16,559
9	UCO Bank Indore (CA 2305)	26,700	26,700
10	UCO Bank Jabalpur (CA 602)	82,663	82,663
11	UCO Bank Mumbai (CA 54129)	6,154	6,154
12	UCO Bank Raipur (CA10461)	5,446	5,446
13	UCO Bank Ratlam (CD 533)	3,130	1,502,515
14	Allahabad Bank (50304827547)	-	8,044
15	UCO Bank Ujjain 1851	9,091	9,341
16	ICICI Bank Ratlam(039005003215)	-	50,417
<b>TOTAL RUPEES</b>		<b>2,113,257</b>	<b>4,150,026</b>

**B. Fixed Deposit Accounts with more than 12 months maturity**

SNO.	NAME OF THE BANK	31.03.2020	31.03.2019
1	De Fixed Deposit SIDBI	2,556,042	2,405,407
2	Dep.-Margin Money Ag. BG	50,118,439	49,577,142
<b>TOTAL RUPEES</b>		52,674,481	51,982,549

**NOTE - 15 - SHORT-TERM LOANS AND ADVANCES****A. Prepaid Expenses**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Insurance	228,622	333,807
2	Bank Charges	704,665	825,695
3	Commission Exp	-	112,500
<b>TOTAL RUPEES</b>		933,287	1,272,002

**B Advance to Employees**

SNO.	NAME OF THE EMPLOYEE	31.03.2020	31.03.2019
1	Advance Travelling	28,221	77,258
2	Advance - Worker	83,529	322,562
<b>TOTAL RUPEES</b>		111,750	399,820

**C Loans & Advance to Others**

SNO.	NAME OF THE PARTY	31.03.2020	31.03.2019
1	Abdul Salim Contractor	200	200
2	Abhi Enterprises - Ratlam	490,000	490,000
3	Anand Saklecha & Co. Indore	-	136,200
4	ARB Hotels & Resorts Pvt Ltd	50,000	50,000
5	Atlas Stamping Pvt Ltd Pithampur	2,637	-
6	Aunik IT Solution Pvt Ltd Delhi	150,000	-
7	Balkrishna Patidar	103,751	125,457
8	Bhoj Geotech Laboratory- Bhopal	-	4,750
9	Bhola Ram Nishad Ujjain	196,773	176,985
10	Central Depository Services India Ltd	28,100	23,600
11	Central Power Research Institute-Bhopal	-	169,790
12	Charles Anthony Ratlam	60,000	60,000
13	Cluster steel pvt ltd	-	1,000,000
14	Dasrath Malviya Ujjain	57,678	25,400
15	Dasrath Solanki	-	92,842
16	ERDA (Electrical Research& Dev. Ass.)	195,248	195,248
17	Fanuc India Pvt Ltd	-	16,520
18	Fortune Metaliks Limited Raipur	69,011	69,011
19	Gaurav Sharma	4,950	-
20	Giriraj Gupta	356,250	356,250
21	Gaurav Engineers	300,000	100,000
22	Gupta Steel Indore	2,670	-
23	Hariom Traders	88,055	88,055
24	Hotel Balaji Cantral Pvt Ltd	92,713	99,295

25	Ikram Hussain	110,002	80,867
26	Imran Hussain	133,041	107,522
27	Imran Khan	-	15,314
28	Indo Alusys Industries Limited Bhiwandi	-	1,737
29	Jayant Bohra & Company	25,000	-
30	J.P Enterprises Raipur	40,749	40,749
31	Khandelwal Traders, Ratlam	5,482	-
32	Khumani Steel	41,749	41,749
33	Kiran Enterprises	6,230	-
34	Lallu Pardeshi	305,500	103,600
35	Lalu Rathod Ratlam	122,000	122,000
36	Laxman Bahadar, Ratlam	51,526	-
37	Lakhan Singh Rathore	-	43,850
38	Luxur India INC Indore	4,000	4,000
39	Mahesh Winding Wires Pvt. Ltd. Indore	-	1,489,618
40	Malam Singh Gujar	9,900	-
41	Malwa Electric & Engineering Co.	300,030	300,030
42	Manish Pandey	85,000	60,000
43	Mohanlal Ramdayalji Bhatt	100,000	100,000
44	Mohini Transformer Pvt Ltd Indore	100,000	100,000
45	Mohsin Khan	415,863	249,863
46	Nadir Khan	90,000	-
47	Nandan Steels & Power Ltd Raipur	754,240	754,240
48	Narendra Kumar Solanki	63,574	-
49	Narendra Singh Bapu Singh Rajput	30,335	30,335
50	National Stock Exchange of India Limited	50,100	-
51	Neeraj Soni Ujjain	144,730	144,730
52	New Ghasiram K Sweets & Namkin	600	-
53	New India Cuprotec Silvassa	554	554
54	Nitin Bhatt	115,510	324,958
55	Patel Automobiles Ratlam	87,671	-
56	Prayas Engineering	90,000	90,000
57	Ram Sanjeevan	30,000	30,000
58	Saieed	275,218	275,218
59	Santosh Engineering Work	30,000	30,000
60	Shambhudayal Kushwah Ratlam	348,502	273,502
61	Shashank Singh Chouhan Ujjain	411,259	282,223
62	Shree Balaji Packers (H.P.)	1,381,436	1,381,436
63	Shri Ram Kripa	9,100	9,100
64	Shri Sai Electrical & Refrigeration	35,000	-
65	Shubham Cunstruction	250,000	-
66	Shyamendra Electric Power Indore	450,000	450,000
67	Sumendra Singh Tanwar	13,980	-
68	Sumer Singh Sisodia Ujjain	9,900	-
69	Sundaram Finance Ltd Ratlam	5,368	7,714
70	Sunil Kumar Jangid (Contractor)	15,000	-
71	Suresh Nagar	7,000	-
72	Tejasvani Jaswant Parmar	25,000	-
73	Upendra Sharma Dhar	19,850	-
74	Upendra Choubey	-	2,000
75	V.K. Enterprises Ratlam( Rent Deposit)	2,802,335	4,802,335
76	Vat Form 32	-	16,435,500
77	Vimal Sharma Ratlam	224,976	224,976
78	Zoheb Qureshi	206,580	-
<b>TOTAL RUPEES</b>		<b>12,081,925</b>	<b>31,689,323</b>

**NOTE - 16 - OTHER CURRENT ASSETS****A Duties & Taxes**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Service Tax Credit Entitlement	72144	72,144
2	TDS Adjustment on GST	252181	
3	GST	156026.33	934,777
	Input CGST Cash Credit	78,013	489,058
	Input IGST Cash Credit	(0)	13,400
	Input SGST Cash Credit	78,013	432,319
4	Vat Tax Refund Due	337617	1,613,495
<b>TOTAL RUPEES</b>		<b>817,968</b>	<b>2,620,416</b>

**B Advance Income Tax, TDS & TCS**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Advance Income-Tax & TDS	8,267,993	7,291,919
<b>TOTAL RUPEES</b>		<b>8,267,993</b>	<b>7,291,919</b>

**NOTE - 17 - REVENUE FROM OPERATIONS****Sale of Products**

A

**(i) Sale of Products (Manufacturing)**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Sale of Products (Manufacturing)	114,998,954	159,613,254
2	Sale of Products( Project)	90,580,754	101,457,096
		205,579,708	261,070,350
	Add : Excise Duty Collected	-	-
<b>TOTAL RUPEES</b>		<b>205,579,708</b>	<b>261,070,350</b>

**(ii) Sale of Services**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Project Sales (Erection)	12,627,392	20,975,591
<b>TOTAL RUPEES</b>		<b>12,627,392</b>	<b>20,975,591</b>

**B Traded Goods**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Traded Goods	6,089,251	-
<b>TOTAL RUPEES</b>		<b>6,089,251</b>	<b>-</b>

**Annexure 1 (GST Expense Details)**

SNO.	PARTICULARS	31.03.2020	31.03.2019
1	Extra Demand After Audit CGST	59,736	-
2	Extra Demand After Audit IGST	184,310	-
3	Extra Demand After Audit SGST	62,907	-
4	Interest Paid (After Audit)	116,156	-
5	Interest Paid (GST)	135,988	-
<b><u>TOTAL RUPEES</u></b>		559,097	-

**Current Maturities of Long Term Debt**

## Loan Summary Chart

SNO.	Particulars	31.03.2020	31.03.2019
1	State Bank Car Loan(9594)	168,000	136,769
2	UCO Bank Term Loan (3558)	4,564,275	5,558,134
3	AU Financiers Car Loan	83,191	643,809
4	AU Financiers Limited Jaipur 2981 (2.25 cr)	2,078,659	1,787,710
5	AU Financiers Limited Jaipur 1950	406,104	349,262
6	AU Small Finance Bank Ratlam (2.40 cr) 7858	1,694,349	1,488,843
7	ICICI Bank Car Loans	-	212,268
8	Religare Finvest	9,208,253	7,470,522
9	Small Industries Development Bank of India	7,500,000	-
<b><u>TOTAL RUPEES</u></b>		25,702,831	17,647,317

# SHRI RAM SWITCHGEARS LIMITED

(AN ISO 9001/2008 COMPANY)

Registered Office : Shri Ram Bhavan, Goshala Road, Ratlam – 457001(M.P.)

☎:07412-235554, 260164, Fax No: 07412-231095, CIN: L31200MP1985PLC003026

E-mail :srspl@shriramindustries.in, info@shriramswitchgears.com

Website: www.shriramswitchgears.com , GSTIN : 23AAFCS5113E1ZV

## CASH FLOW STATEMENT FOR YEAR ENDED 31st MARCH 2020

(In Lacs)

PARTICULARS		FY 2019-2020	FY 2018-19
<b>A</b>	<b><u>CASH FLOW FROM OPERATING ACTIVITIES :</u></b>		
	<b>NET PROFIT AFTER TAX &amp; EXTRA ORDINARY ITEMS</b>	(297.34)	77.26
ADD :	PROVISION FOR TAXES MADE DURING THE YEAR	(0.66)	18.82
ADD :	EXTRA ORDINARY ITEM DEBITED TO PROFIT & LOSS A/C	0.00	0.00
LESS :	EXCEPTIONAL ITEM CREDITED TO PROFIT & LOSS A/C	0.00	0.00
LESS :	TRF FROM FOREIGN CURRENCY FLUCTUATION RESERVE	0.00	0.00
	<b>NET CASH BEFORE TAX &amp; EXTRA ORDINARY ITEM</b>	(298.00)	96.08
	<b><u>ADJUSTMENT FOR NON CASH &amp; NON OPERATING ITEMS :</u></b>		
ADD :	DEPRECIATION	48.62	57.46
ADD :	INTEREST ON BORROWINGS	589.55	593.81
LESS :	RENT EARNED DURING THE YEAR	0.00	2.99
	<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	340.17	744.36
ADD :	INCREASE IN CURRENT LIABILITIES	0.00	80.22
LESS :	INCREASE IN CURRENT ASSETS	0.00	374.76
LESS :	DECREASE IN CURRENT LIABILITIES	413.40	0.00
ADD :	DECREASE IN CURRENT ASSETS	455.36	0.00
	<b>CASH GENERATED FROM OPERATIONS</b>	382.13	449.82
LESS :	INCOME TAX PAID	20.46	165.10
	<b>CASH FLOW BEFORE EXTRAORDINARY ITEMS</b>	<b>361.67</b>	284.72
LESS :	EXTRA ORDINARY ITEMS	0.00	0.00
<b>A</b>	<b>NET CASH FROM OPERATING ACTIVITIES</b>	361.67	284.72
<b>B</b>	<b><u>CASH FLOW FROM INVESTING ACTIVITES :</u></b>		
ADD :	INCREASE/DECREASE IN LOANS & ADVANCES (ASSETS)	14.38	(3.61)
ADD :	RENT EARNED DURING THE YEAR	0.00	2.99
LESS :	PURCHASE OF FIXED ASSETS	25.77	0.98
ADD :	SALE OF FIXED ASSETS	0.00	0.00

<b>C</b>	<b><u>CASH FLOW FROM FINANCING ACTIVITIES :</u></b>		
	SHARE CAPITAL	0.00	0.00
	SHARE PREMIUM	0.00	0.00
	FOREIGN EXCHANGE GAIN / (LOSS)	0.00	0.00
	TAKEN/REPAYMENT OF LONG TERM BORROWINGS	225.51	418.80
LESS	INTEREST ON BORROWINGS	589.55	593.81
ADD	INTEREST EARNED DURING THE YEAR	0.00	0.00
<b>C</b>	<b>NET CASH USED IN FINANCING ACTIVITIES :</b>	<b>(364.04)</b>	<b>(175.01)</b>
	<b>NET INCREASE / DECREASE IN CASH &amp; CASH</b>	<b>(9.70)</b>	<b>109.04</b>
	ADD : CASH & CASH EQUIVALENTS IN THE BEGINNING		
	CASH IN HAND / BANK	584.43	475.39
	<b>CASH AND CASH EQUIVALENTS AT THE END OF YEAR</b>	<b>574.73</b>	<b>584.43</b>

Previous periods' figures have been regrouped/rearranged, wherever necessary to confirm to current

Notes form integral part of these financial statements

PLACE : RATLAM

DATED :20.07.2020

For and on behalf of the Board of Directors

AS PER OUR REPORT OF THE EVEN DATE

FOR : **KVNG & ASSOCIATES**

CHARTERED ACCOUNTANTS

Sd/-

**Ms. Garima Mahalaha**

Company Secretary

**M No. A37073**

Sd/-

**Nilesh Jhalani**

Managing Director

**Din : 01462299**

Sd/-

**Devraj Jhalani**

WTD

**DIN : 01462323**

Sd/-

**Naresh Jhalani**

CFO

Sd/-

**T.S Kothari**

PARTNER

**M. NO. 075877**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **Note No.1 Corporate information**

The company has 1,00,10,565 (One Crore ten thousand five hundred sixty five) Equity Shares during the Previous year. The status of the Company is NSE SME listed public company.

### **NOTE NO .2 Significant Accounting Policies**

#### **A. Basis of Preparation of Financial Statements / use of Estimates**

(i) These financial statements have been prepared in compliance with the generally Accepted Accounting Principles in India including the Accounting standards notified under the provisions of the companies Act, 2013. The Financial Statements are prepared on accrual basis under the historical cost convention and are presented in Indian rupees, rounded off the nearest rupees.

(ii) The preparation of financial statements requires judgments, estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial Statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual result and estimate are recognized in the period in which the results are known /Materialized. Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalent.

(iii) The Company presents assets and liabilities in the balance sheet based on current/non-current classification. An asset is classified as current when it satisfies any of the following criteria: – it is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle. – it is held primarily for the purpose of being traded; – it is expected to be realized within 12 months after the reporting date; or it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

A liability is classified as current when it satisfies any of the following criteria: – it is expected to be settled in the Company's normal operating cycle; – it is held primarily for the purpose of being traded; – it is due to be settled within 12 months after the reporting date; or – the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Current assets/liabilities include current portion of noncurrent financial assets/liabilities respectively. All other assets/liabilities are classified as non-current.

#### **B. Valuation of Inventories (AS-2)**

Raw Material at cost or net realizable value whichever is less, whereas WIP and finished goods are valued at cost. The cost being the latest applicable purchase price since the closing stocks mostly represents items out of the latest purchases . Traded goods are valued at cost.

#### **C. Cash Flow (AS-3)**

Cash Flow statement has been prepared adopting the `Indirect method as prescribed under Para 18 of the accounting Standard -3 on `Cash flow statement.

#### **D. Revenue Recognition (AS-9)**

Revenue (Income) is recognized on accrual basis when no significant uncertainty as to measurability or collect ability exists. Revenues are reported net of discounts. Dividends are recorded when the right to receive payable is established. Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

#### **E. Fixed Assets (AS-10)**

Fixed assets are stated at cost net of duty credit availed less accumulated depreciated and impairments, If any. The cost includes cost of acquisition/construction, installation and preoperative expenditure including Trial run expenses (Net of

revenue) and borrowing costs incurred during pre-operation period. Expenses Incurred on capital assets are carried forward as capital work in progress at cost till the same are ready for use.

#### **F. Accounting for Investments (AS-13)**

Long-term investments and current maturities of long-term investments are stated at cost, less provision for other than temporary diminution in value. Current investments, except for current maturities of long-Term investments, comprising investments in mutual funds are stated at the lower of cost and fair value.

#### **G. Employee Benefits (AS-15)**

1. Short term employee benefits are recognized as an expense at undiscounted amount in the statement of profit and loss for the year in which the related service is rendered.
2. Post employment benefits: these comprise of defined contribute plans (provident fund).The expense is Recognized at the present value of the amount payable determined using actuarial valuation Techniques.

#### **H. Borrowing Cost (As-16)**

Borrowing costs that are attributable to the acquisition of fixed assets is capitalized as part of the cost of fixed assets till the date it is put to use. Other borrowing cost is recognized as expenditure in The Period in which they are accrued.

#### **I. Related Party Transaction (As-18)**

Disclosure is being made separately for all the transaction with related parties as specified under accounting standard 18, issued by the Institute of Chartered Accountants of India, however company is working closely in Government project with Mahalaxmi Investment & trading (P) ltd.

#### **J. Earnings per shares (AS-20)**

The company report basic and diluted earnings per share (EPS) in accordance with the accounting Standard 20 (AS-20) issued by the institute of Chartered Accountants of India. The basic EPS is computed by dividing the net profit or loss for the year by weighted average number of equity Shares outstanding, during the accounting period. Diluted earnings per equity share are computed by using the weighted average number of equity shares and dilutive potential equity shares Outstanding during the period.

#### **K. Taxes on Income (AS-22)**

Current income tax expense comprises taxes on income from operations in India and in foreign Jurisdictions. income tax payable in India is determined in accordance with the provision of the Income tax act,1961.Tax expense relating to foreign operations is determined in accordance with tax laws applicable in countries where such operation are domiciled.

Minimum alternative tax (MAT) paid in accordance with the tax laws in India, which gives rise to future Economic benefits in the form of adjustment of future income tax liability, is considered as an Asset if there is convincing evidence that the company will pay normal income tax after the tax Holiday period. Accordingly, MAT is recognized as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the Asset will fructify. Deferred tax expenses or benefit is recognized on timing differences being the Difference between taxable Income and accounting income tax originate in one period and is likely to reverse in one or more subsequent periods. Differed tax assets and liabilities are measured using the tax rates and tax rates and tax laws that have been enacted or substantively Enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of loses, deferred tax assets are recognized Only to the extent that there is virtual certainty that sufficient future taxable income will be Available to release such assets. In other situation s, deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-Setting advance taxes paid and income tax provisions arising in the same tax jurisdiction for relevant taxpaying units and where the company is able to and intends to settle the asset and Liability on a net basis.

The company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

#### **L. Impairment of Assets (AS-28)**

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

#### **M. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles Requires management to make estimates and assumptions that affect the reported Amounts of assets and liabilities and the disclosure of contingent assets and liabilities On The date of the financial statements and the results of operations during the reporting Periods. although these estimates are based upon management`s best knowledge of Current events and actions, actual results could differ from those estimates and Revisions, if any, are recognized in the current and future periods.

#### **N .Depreciation**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. depreciation on tangible fixed assets have been provided on the Straight-line method as per the useful life prescribed in schedule II to the companies Act,2013 effective from April 01,2014 and depreciation on tangible fixed assets up to March 31,2014 was provided at the rates and manner prescribed in schedule in Schedule XIV of the companies Act,1956

#### **O. Provisions, Contingent Liabilities and Contingent assets**

A provision is recognized when the company has a present obligation as a result of past event and it is Probable that an outflow of resources will be required to settle the obligation, in respect of Which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements. Contingent asset is neither recognized nor disclosed in the financial statements.

#### **P. Micro, small & Medium Enterprises Development Act, 2006**

The company has not received any memorandum (as required to be filled by the suppliers with the Notified authority under the micro, small and medium enterprises development Act, 2006) Claiming their status as micro, small and medium enterprises. Consequently the amount Paid/payable to these parties during the year is not ascertainable. consequently, as of Now, it is neither possible for the company to ascertain whether payment to such Enterprises has been made within 45 days from the date of acceptance of supply of Goods or services rendered by a supplier nor to give the relevant disclosures as required Under the act. This has been relied upon by the auditors.

**Q.** Except where stated, accounting policies are consistent with the generally accepted accounting Principles and have been consistently applied.

**R. Sundry Loans, Sundry debtors and sundry creditors are subject to confirmation.**

**S. Contingent Liabilities and Commitments (To the extent not provided for)**

Particulars	31.03.2020	31.03.2019
<b>Contingent Liabilities</b>		
Letter of Credits	2,48,76,604	4,41,60,206
Bank Guarantees Issued & Outstanding	29,70,86,041	43,03,81,469
<b>Total</b>	<b>32,19,62,645</b>	<b>47,45,41,675</b>

**T. RELATED PARTY DISCLOSURES :****NAME OF RELATED PARTY****A. ENTERPRISES OVER WHICH KEY MANAGEMENT PERSONNEL & THEIR RELATIVES HAS SIGNIFICANT INFLUENCE**

MAHALAXMI INVESTMENT &amp; TRADING PVT. LTD.

URBAN DEVELOPMENT TRUST PVT.LTD.

SHRI RAM SWITCHGEAR, RATLAM.

SHRI RAM SWITCHGEAR, MAHARASHTRA.

RATLAM ELECTRIC STORES.

**B. KEY MANAGEMENT PERSONNEL****RELATION**

NILESH KUMAR JHALANI

MANAGING DIRECTOR

ROHIT KUMAR JHALANI

WHOLE TIME DIRECTOR

DEVRAJ JHALANI

WHOLE TIME DIRECTOR

NARESH JHALANI

CHIEF FINANCIAL OFFICER

GARIMA MAHALAHA

COMPANY SECRETARY

**C. RELATIVES OF KEY MANAGEMENT PERSONNEL**

JAYESH KUMAR JHALANI

PREMRAJ JHALANI

SAPNA JHALANI

SHOBHA DEVI JHALANI

CHETANYA KUMAR JHALANI

MADHU JHALANI

UMESH KUMAR JHALANI

MANURAJ JHALANI

**Note : Related Party relationship is as identified by the Company and relied upon by the Auditors.**  
**TRANSACTIONS WITH RELATED PARTIES AS PER THE BOOKS OF ACCOUNTS DURING THE YEAR**  
**(Amount in Rs. Lacs)**

Payment of Expenses	Related Parties			
	Referred in A Above		Referred in B&C Above	
	2019-20	2018-19	2019-20	2018-19
SALES	1437.77	444.02	NIL	NIL
JOB WORK RECEIVED	NIL	NIL	NIL	NIL
PURCHASE	1093.58	1244.48	NIL	NIL
INTEREST ON LOAN	NIL	NIL	14.47	27.69
AMOUNT PAYABLE	167.86	1434.50	160.61	309.12
AMOUNT RECEIVABLE	125.74	NIL	NIL	NIL
REMUNERATION	NIL	NIL	15.60	22.92
SALARY	NIL	NIL	12.12	NIL
RENT EXPENSE	NIL	NIL	NIL	NIL

**U. Basic and Diluted Earnings Per Share (EPS), of face value Rs. 10/-**

	31.03.2020	31.03.2019
<b><u>Numerator</u></b>		
Net Profit for the Year	(29733522)	7726217
<b><u>Denominator</u></b>		
Weighted average number of equity shares outstanding during the year	10010565	10010565
Net Worth (Rs. In lacs)	162829732	19,25,63,250
<b>Earnings per Share (annualised)</b>		
Basic	<b>(0.30)</b>	<b>0.77</b>
Diluted	<b>(0.30)</b>	<b>0.77</b>
<b>Return on Net Worth (in %)</b>	(18.26)	4.01
<b>Net Asset Value Per Share</b>	16.26	19.24
<b>Nominal Value Per Equity Share</b>	10.00	10.00

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

PLACE : RATLAM  
DATED :20.07.2020  
For and on behalf of the Board of  
Directors

FOR : **KVNG & ASSOCIATES**  
CHARTERED ACCOUNTANTS

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
<b>Ms. Garima Mahalaha</b>	<b>Nilesh Jhalani</b>	<b>Devraj Jhalani</b>	<b>Naresh Jhalani</b>	<b>T.S Kothari</b>
Company Secretary	Managing Director	Director	CFO	PARTNER
<b>M No. A37073</b>	<b>Din : 01462299</b>	<b>DIN - 01462323</b>		<b>M. NO. 075877</b>