

**Date:** 07/09/2021

To,  
**The National Stock Exchange of India Limited,**  
Exchange Plaza,  
Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E), Mumbai-400051

**SUB.: Notice of the 11<sup>th</sup> Annual General Meeting and Annual Report of the Company for the financial year 2020-21**

Dear Sir,

We would like to inform you that the 11<sup>th</sup> Annual General Meeting ("AGM") of the Company will be held on Wednesday, 29<sup>th</sup> September, 2021 at 3.00 p.m. through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India

Pursuant to Regulation 34(1) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report of the Company along with the Notice of AGM for the financial year 2020-21 which is being sent through electronic mode to the Members.

Kindly take the above information on your record.

Thanking You,

Yours faithfully,  
**For, DANGEE DUMSLIMITED**

  
**NIKUL JAGDISHCHANDRA PATEL**  
**MANAGING DIRECTOR**  
**DIN: 01339858**

**DANGEE DUMS LIMITED**

(Formerly Known as Aromen Hospitality Pvt Ltd)

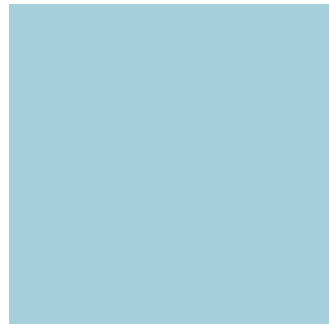
**Registered Address :** 4/A, Ketan Society, Nr Sardar Patel Colony, Naranpura, Ahmedabad - 380014

**www.dangeedums.com | 079-2768 1878 / 98980 88885 | cs@dangeedums.com | CIN Number : L55101GJ2010PLC061983**

# DANGEE DUMS



## ANNUAL REPORT 2020-2021



# CONTENT

Sr. No.	Contents	Page No.
<b>Corporate Overview</b>		
1.	About Us	1-3
2.	Product portfolio	4
3.	Retails formats	5
4.	Factory , Office & Work Environment	6
5.	Chairman's Message	7-8
6.	Growth story of Dangee Dums	9-12
7.	Performance highlights	13
8.	Our Board of Directors	14
<b>Statutory Reports</b>		
9.	Corporate Information	15
10.	Notice	16-25
11.	Director's Report	26-44
12.	Management Discussion and Analysis Report	45-67
<b>Financial Statements</b>		
14.	Independent Auditor's Report	68-76
15.	Balance Sheet	77
16.	Statement of Profit and Loss	78
17.	Statement of Cash flow	79-80
18.	Notes to financial statements.	81-127



## About Us

Dangee Dums has become a household name in Gujarat when it comes to Cakes and other Bakery products. The brand began its journey on August 13, 2010 as a boutique store of high-end chocolates. Since then, the brand has pivoted to a cakery format to best exploit available growth opportunities. The brand has found its niche in democratizing consumption of high quality cakes and pastries. The brand caught the imagination of the public with its 'Cake of the Week' campaign when it's introduced best-in-class half kg cakes at Rs. 250 in the city of Ahmedabad. These prices were unheard of at the time for a product of that quality and the campaign allowed the company to scorch the competition and establish its credentials.

The company keeps the customer at the centre of all its initiatives with the intention of providing best customer experience possible. With this in mind, the company maintains a rigid control of the entire supply chain right from manufacturing to the stores. The company manufactures all products sold under its label, the company also owns all of its stores, and all this has been done to ensure that customer is delighted at each touch point.

The company has a state-of-the-art manufacturing facility at Piplaj; spread over 25,000 square feet. The factory has been designed with an objective to minimize time between making of the products and its pickup point for delivery. The company maintains the highest of standards in quality con-

trol. The company maintains the most stringent norms in the category for quality aspects like shelf-life, hygiene, stacking aesthetics, and so on. The company has its own fleet for transporting the products from the factory to the stores, these are owns refrigerated, temperature-controlled van with GPS tracking for timely deliveries.

The company operates through a Company Owned Company Operated model (COCO) that's allows for maintenance of the highest possible quality parameters. The company regularly trains its store operation personnel to maintain rigid control over processes involving storage of raw materials, stocking of products and so on. The company has also designed a plannogram for the most optimal and easy to locate display of products.



# DANGEE DUMS®



Even at the other end of the supply chain, the company continuously monitors post purchase customer response through its in-house Customer Relationship Management (CRM) team. Through its proprietary 'Voice of Customer' program, the company makes enquires about customer responses to product quality and we also understand our brand perception in relation to that of our competitors. Food being a very local and fluid category, the company has to be on its toes for local, national and multinational competition in the various categories that it operates in.

The company has transitioned over a period of time into a master brand with sub-brands offspring basis the format. The company currently operates across two formats, the regular Dangee Dums stores (around 300 square feet) which is cakery format and Dangee Dums Yums (1200 square feet+) which is a dessert café format. This year the Company has introduced gourmet format. The company currently operates through 40 COCO stores across 3 formats. Of the 40 stores, 3 stores (Panjarapole, New Shahibaug and Bopal) in Ahmedabad (Gujarat) are in the Dangee Dums Yums format and also 1 store in the Dangee Dums Gourmet (Shyamal) and the other 36 are regular cakery format stores. The brand is present in four cities with 33 stores in Ahmedabad, 4 stores in Baroda, 2 stores in Anand and 1 store in Gandhinagar.

The company also has a Consumer Products Group (CPG) vertical which makes packaged products for sales in its own stores. The company has launched products in chocolate, cookies and khari through this vertical. The company has also fortified its presence in the ice-cream segment by launching its signature range in two new packaging formats to target a fresh consumption occasion. The old family pack range of ice-cream has been relaunched with new flavors and packaging. The CPG product range is characterized by attractive packaging and convenient form factors. The company is scouting for other allied categories in western dessert CPG segment to augment its portfolio. The company is scouting for opportunities to sell these products in General Trade (GT) and Modern Trade (MT) stores as well as online platforms like Amazon.

In addition to its own stores, Dangee Dums is also present on third party food delivery platforms like Swiggy and Zomato and has stepped in at Amazon, Flipkart and Big

Basket for its packaged products. Yet another touch-point in the online domain is the company's website and app. These two platforms enjoy a loyal base of followers who regularly order their favorite dessert from these touch-points. The company has also launched an innovative 'Order on Whatsapp' channel to further reduce the friction in ordering and ensure that the company's patrons never without their favorite delicacies from Dangee Dums. The company has also recently dabbled in the cloud kitchen model to aggregate demand from third party platforms in some areas, the experiment is still in its formative stage but it presents yet another example of the company's intention of keeping its engines of innovation going. Going forward the company will continue to invest in its own platforms while supplementing this with its presence on any third party platforms where our customer may be present.

The company's growth plans have been facilitated by dedicated management team comprising our promoters, directors and key managerial personnel. Our promoters are still passionately involved in the business and their efforts are supplemented by a growing cadre of experienced and knowledgeable management team. The company is trying to build a dedicated and talented team of experienced and young employees alike that delivers in the present and also guarantees its future. Dangee Dums operates in a dynamic category like food retail, the tastes vary not only by geography but also by time as people are exposed to newer and more innovative products and formats, our company's talented employee base and our strong group of partners and vendors is our only moat against this ever present challenge.

## *LET'S CELEBRATE !*





## Product Portfolio



# Retail Formats

## DANGEE DUMS



## DANGEE DUMS



## DANGEE DUMS®





## Office, Factory & Work Environment





## MESSAGE FROM THE CHAIRMAN

### Dear Esteemed Shareowners,

The year 2020-21 has impacted our lives in unforeseen ways. It was undoubtedly one of the most difficult and unprecedented times which we have not recovered from completely. Before sharing the financial highlights, I would firstly like to thank the frontline healthcare staff for their utmost dedication and heroic efforts for providing the essential service to the nation.

In furtherance of the same, the performance of the Company effected due to this ongoing pandemic and in FY 2020-21, the Company has incurred loss of Rs.1004.74 Lakhs and generated a turnover of Rs.1343.63 Lakhs.

During the year, we have witnessed drastic impact on the company revenue due to the second wave of COVID-19, followed by the partial lockdown imposed by the State Government.

As on date the Company has in total 40 COCO stores across 3 formats. Of the 40 stores, 3 stores (Panjarapole, New Shahibaug and Bopal) in Ahmedabad (Gujarat) are in the Dangee Dums Yums format and also 1 store in the Dangee Dums Gourmet (Shyamal) and the other 36 are regular cakery format stores. The brand is present in four cities with 33 stores in Ahmedabad, 4 stores in Baroda, 2 stores in Anand and 1 store in Gandhinagar.

The Company is committed to invest in product development that not only refreshes our presence in existing categories but also allows us to enter new product categories.

In the year 2020-21, the Company has introduced a new category of product in its bucket i.e., bread which includes all types of breads.

The Company continues to keep a watchful eye on emerging opportunities, by continuing to focus on building a strong brand, with improved products and reach.

## **MESSAGE FROM THE CHAIRMAN**

By grabbing this opportunity, we have also entered into MoU with Magson Retail and Distribution Pvt. Ltd. for the supply of a diverse range of frozen products, party products, disposables, beverages, chocolates to its customers at large.

The Company has also started the process of franchising its brand under the FOFO (Franchisee Owned Franchisee Operated) and FOCO (Franchisee Owned Company Operated) models and is ready to welcome potential franchisees who can run our brand with utmost loyalty and maintain the brand image of the Company. The new addition of franchise stores will be in addition to existing store patterns.

We have also invested in the brand development on online platforms in line with the trend in the market. Along with online delivery platforms Zomato and Swiggy, the Company also has presence on Big Basket, Amazon and Flipkart for its packaged products. Further, we have also developed our own dedicated website for online orders and delivery.

The growth of an industry comes with its own challenges and the most important aspect of it is to expand production capacity to meet the new age demands. The Company has pursued business excellence through passion, perseverance and commitment to offer the best to its customers.

I would like to extend my gratitude for the incredible support that you all have extended throughout the journey of Dangee Dums Limited (DDL) as Gujarat's one of the leading Corporate in Cake and Bakery Sector.

I would also like to pay my sincere acknowledgement to the Government and Semi-Government Authorities, Esteemed Customers, Suppliers, Bankers, Business Associates and all the Stakeholders for their immense faith and continued support to the Company.

I assure you that we will achieve new heights in the coming years!

**Thank You!**

**Nikul Jagdishchandra Patel**  
**Chairman & Managing Director**





# **THE CAKE CONNOISSEUR**

## **Still Spreading Sweetness In People's Lives Since 2011**



**Cakes make life a bit more sweeter! Born out of sheer love for cakes, Dangee Dums came into existence for all candied dessert lovers! While the saga of Dangee Dums is still being written, we can give our customers a glimpse into the journey of the company into a thriving growing entity!**

## Growth Story

2011

- The brand 'Dangee Dum' is born under the auspices of its mother company Aromen Hospitality
- We bring on board Barry Calebout as technical advisor, he is the World's leading manufacturer of high-quality chocolate and cocoa products
- We win the award of the best dessert place in Ahmedabad by Times Food Awards in the inception year itself

2013

- We consolidate our presence in Ahmadabad by entering key markets such as Naranpura, Prahaladnagar, Paldi and so on

2015

- A key milestone in the journey of the brand as we launch 'Cake of the Week' campaign in July. The campaign helped establish Dangee Dums credentials as a serious player in the cakery segment
- Dangee Dums enters the Baroda market with outlets in key markets like Manjalpur, Karelibag and Jetalpur

2016

- We continue to consolidate our presence in Ahmadabad and Baroda with three outlets each
- Dangee Dums enters in Anand with two outlets and later in the year adds one more
- Dangee Dums enters Surat adding outlets through the year
- We reach another landmark with launch of its 50th outlet



# Growth Story

**2017**

- Yet another landmark is breached with the launch of the 75th outlet
- Dangee Dums enters a new category with launch of its ice cream product

**2018**

- The flagship store at Panjarapole is re-launched with much fanfare as a sit-in format with multiple dessert options beyond the regular fare at Dangee Dums
- Dangee Dums enter the packaged good segment with launch of its coated chocolate product in two flavors
- We mark a major landmark with our listing on NSE-SME Emerge platform on 3rd Sep. 2018

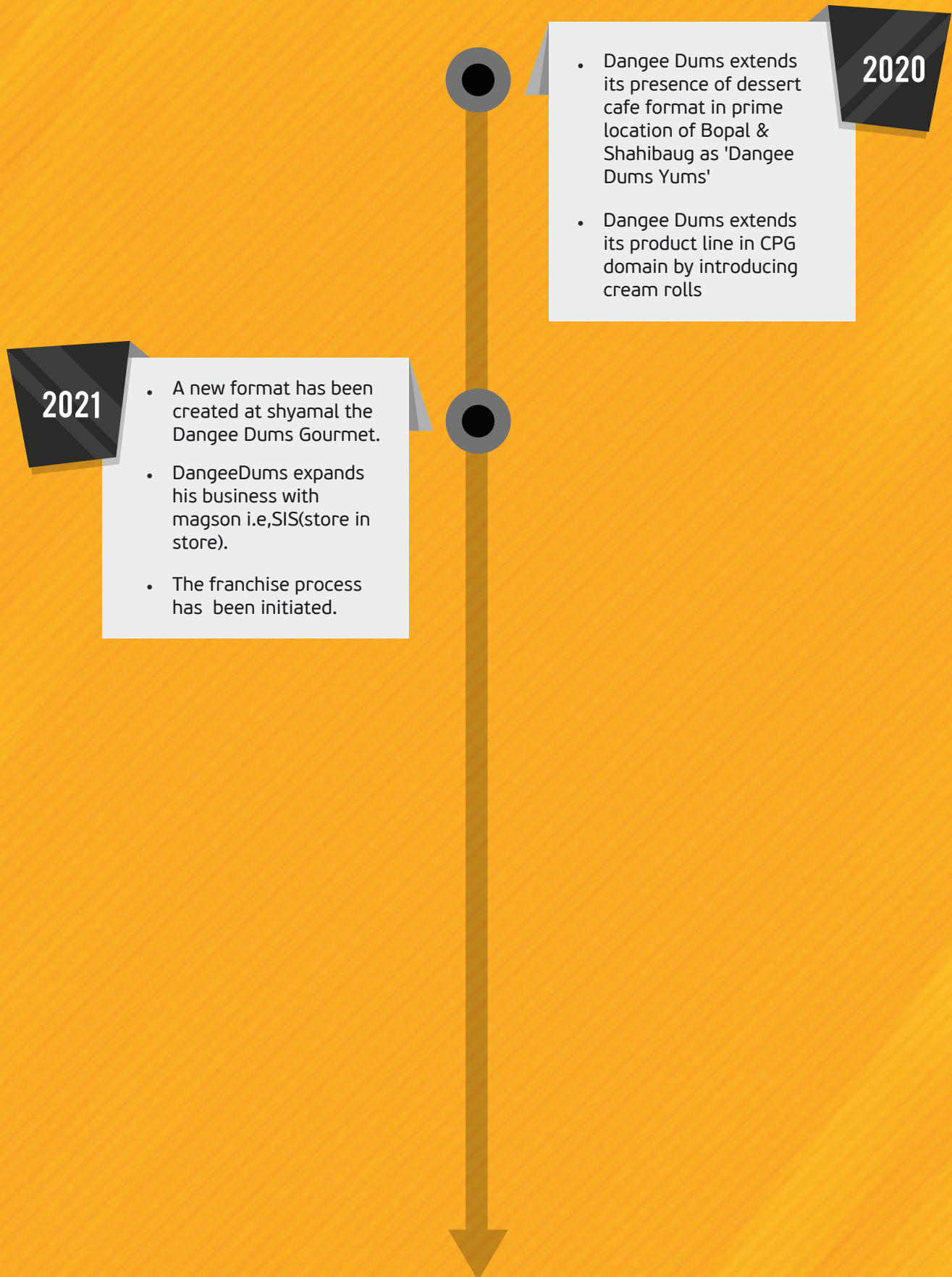
**2019**

- A new identity is created for our sit-in format, the store at Panjarapole is rebranded as 'Dangee Dums Yums' our sub-brand for dessert café format
- The second store of this format is launched in Shyamal
- Dangee Dums expands its Consumer Packaged Group (CPG) portfolio by re-launching its ice cream product in a new consumer friendly packaging format
- Dangee Dums makes an entry into a new category in the CPG domain with the launch of cookies

**Journey Continues...**



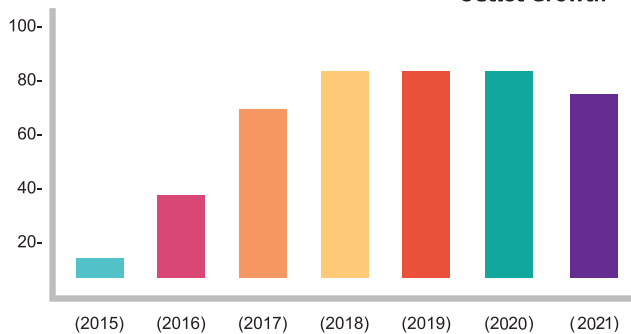
## Growth Story



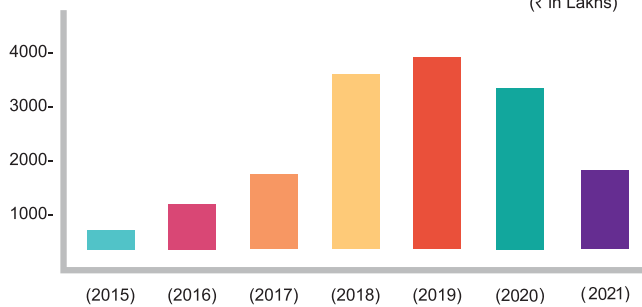
**Journey Continues...**

# Financial Highlights

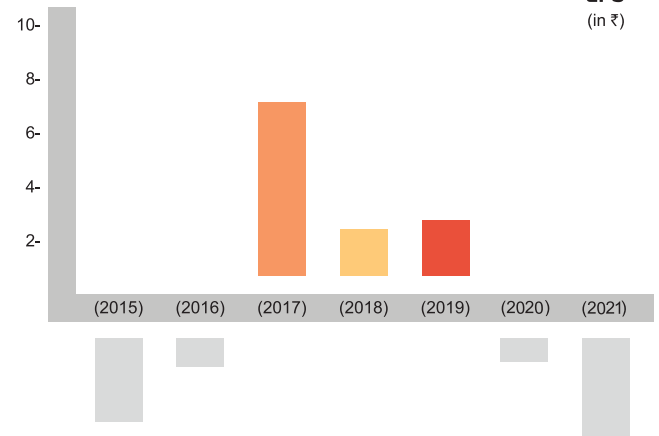
### Outlet Growth



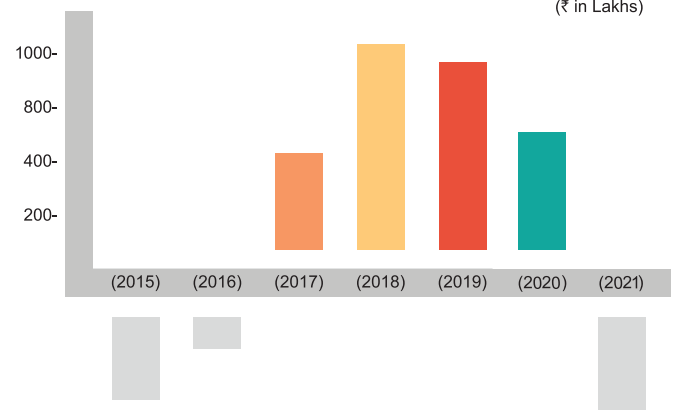
### Total Revenue (₹ in Lakhs)



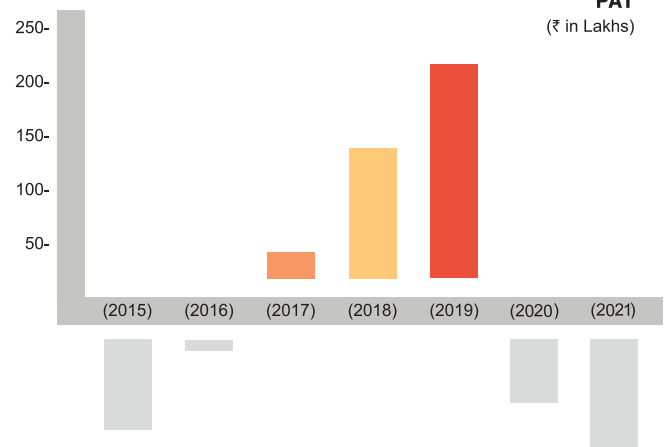
### EPS (in ₹)



### EBIDTA (₹ in Lakhs)



### PAT (₹ in Lakhs)







**Mr. Nikul Jagdishchandra Patel**

Chairman and Managing Director

● Member (up to 19.12.2020)



**Mrs. Foram Nikul Patel**

Non Executive Director

● Member (w.e.f. 19.12.2020)



**Mr. Pratik Ashvinbhai Shah**

Additional Independent Director (w.e.f. 11.11.2020)

● Chairman ● Member ● Member (w.e.f. 11.11.2020)

## Board of Directors



**Mr. Umang Brijmohan Saraf**

Independent Director

● Chairman ● Member (up to 19.12.2020)



**Mr. Jayantilal Atmaram Patel**

Independent Director

● Member ● Chairman



**Mr. Suchit Amin**

Additional Director (Independent Director)  
(w.e.f. 14.08.2021)



**Mr. Dhruv Ashokbhai Patel**

INon Executive Non independent Director  
(w.e.f. 19.12.2020)

● ● Member (w.e.f. 19.12.2020)

### \*Notes:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee



# Corporate Information

## BOARD OF DIRECTORS

**Mr. Nikul Jagdishchandra Patel**  
Chairman & Managing Director  
(DIN: 01339858)

**Mr. Ravi Hemantkumar Patel**  
Whole-Time Director (till 01.12.2020)  
Non Executive Non Independent Director  
(till 19.12.2020)  
(DIN: 02017962)

**Mrs. Foram Nikul Patel**  
Non Executive Director  
(DIN: 02017816)

**Mr. Umang Brijmohan Saraf**  
Independent Director  
(DIN: 0510800)

**Mr. Jayantilal Atmaram Patel**  
Independent Director  
(DIN: 03644777)

**Mr. Janak Natverlal Parikh**  
Independent Director  
(Din: 07930360) (till 15.11.2020)

**Mr. Pratik Ashvinbhai Shah**  
Additional Director (Independent Director)  
(w.e.f. 11.11.2020)  
(DIN: 08958012)

**Mr. Dhruv Ashokbhai Patel**  
Non Executive Non Independent Director  
(w.e.f. 19.12.2020)  
(DIN : 05270487)

**Mr. Suchit Amin**  
Additional Director (Independent Director)  
(w.e.f. 14.08.2021)  
(DIN: 05334794)

## REGISTERED OFFICE

4/A, Ketan Society, Nr. Sardar Patel Colony,  
Naranpura, Ahmedabad Gujarat 380014 India  
Tel. No.: 079-27681878  
Website: [www.dangeedums.com](http://www.dangeedums.com)  
E-mail Id: [cs@dangeedums.com](mailto:cs@dangeedums.com)  
CIN: L55101GJ2010PLC061983

## STATUTORY AUDITORS

M/s. J. T. Shah & Co.  
Chartered Accountants  
201/202 Lalita Complex, Nr. Rajkot Nagarik  
Shahkari bank, Mithakhali Six Rd, Mithakhali,  
Navrangpura, Ahmedabad, Gujarat 380009

## CHIEF FINANCIAL OFFICER

Mr. Ketan J Patel

## COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Shyamsunder Panchal (upto 14.07.2020)  
Ms. Khushboo K Parikh (w.e.f. 11.08.2020 and  
upto 04/08/2021)

## BANKER

ICICI Bank Limited  
Axis Bank Limited  
Kotak Mahindra Bank

## SECRETARIAL AUDITOR

Khandelwal Devesh & Associates  
Company Secretaries  
905, Sakar-V, B/h. Natraj Cinema,  
Ashram Road, Ahmedabad-380 009.

## REGISTRAR & SHARE TRANSFER AGENT

BIGSHARE SERVICES PRIVATE LIMITED  
1st Floor, Bharat Tin Works Building, Opp. Vasant  
Oasis, Makwana Road, Marol Andheri East, Mumbai,  
Maharashtra 400 059  
Tel.: 022 - 6263 8200  
Email: [admission@bigshareonline.com](mailto:admission@bigshareonline.com)  
Website: [www.bigshareonline.com](http://www.bigshareonline.com)

## FACTORY LOCATION

### Ahmedabad

Shop No. G-1 To G-14 & F1 To F-14, Devraj Industrial  
Park, Piplaj-Pirana Road, Piplaj, Ahmedabad-382405,  
Gujarat, India.

## IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliance by the companies and has issued circulars stating that service of notice / documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respects of electronic holding with the Depository through their concerned Depository Participants.

## NOTICE

### DANGEE DUMS LIMITED

NOTICE is hereby given that the 11th (Eleventh) Annual General Meeting of the Shareholders of DANGEE DUMS LIMITED will be held on Wednesday September 29, 2021 at 3:00 pm through Video Conferencing (VC") / Other Audio Visual Means ("OAVM").to transact the following businesses:

#### ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Standalone Financial Statement of the Company for the financial year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereon; and

2. To appoint a Director in place of Mr. Nikul Jagdishchandra Patel (DIN: 01339858) who retires by rotation and being eligible, offers himself for re-appointment.

#### SPECIAL BUSINESS

3. To appoint Mr. Pratik Ashvinbhai Shah (DIN:08958012) as the Independent Director of the Company.

To, consider and, if thought fit, to give your assent/dissent the pass the following resolution as an Special Resolution.

**"RESOLVED THAT** pursuant to the provisions of section 149,152 and 101 of the Companies Act, 2013, and other applicable provisions, if any, of the Companies Act, 2013 read with Rules made there under, read with Schedule IV to the said Act, Mr. Pratik Ashvinbhai Shah (DIN:08958012) who was appointed as an Additional (Independent) Director pursuant to the provisions of section 161(1) of the Companies Act, 2013 and who holds office upto the date of this Annual General Meeting , be and is hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years.

**RESOLVED FURTHER THAT** pursuant to the provisions of Sections 149 and 197 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder [including any statutory modification(s) or re-enactment(s) thereof for the time being in force, Mr. Pratik Ashvinbhai Shah (DIN:08958012) be paid such fees and commission as the Board may approve from time to time and subject to such limits prescribed or as may be prescribed from time to time.

**RESOLVED FURTHER THAT** Board of Directors of the Company, be and is hereby authorized to do all such acts, deeds, matters and things as it may , in its discretion, deem necessary."

4. To appoint Mr. Suchit Amin (DIN:05334794) as the Independent Director of the Company.

To, consider and, if thought fit, to give your assent/dissent the pass the following resolution as an Special Resolution.

**"RESOLVED THAT** pursuant to the provisions of section 149,152 and 101 of the Companies Act, 2013, and other applicable provisions, if any, of the Companies Act, 2013 read with Rules made there under, read with Schedule IV to the said Act, Mr. Suchit Amin (DIN:05334794) who was appointed as an Additional (Independent) Director pursuant to the provisions of section 161(1) of the Companies Act, 2013 and who holds office upto the date of this Annual General Meeting , be and is hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years.

**RESOLVED FURTHER THAT** pursuant to the provisions of Sections 149 and 197 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder [including any statutory modification(s) or re-enactment(s) thereof for the time being in force, Mr. Suchit Amin (DIN:05334794) be paid such fees and commission as the Board may approve from time to time and subject to such limits prescribed or as may be prescribed from time to time.

**RESOLVED FURTHER THAT** Board of Directors of the Company, be and is hereby authorized to do all such acts, deeds, matters and things as it may , in its discretion, deem necessary."

**By the order of the Board  
For, Dangee Dums Limited**

**Nikul Jagdishchandra Patel  
Chairman & Managing  
Director (DIN:01339858)**

**Date:** 14/08/2021  
**Place:** Ahmedabad

### **Registered office:**

4/A, Ketan Society, Nr. Sardar Patel Colony, Naranpura, Ahmedabad-380014, Gujarat, India  
CIN: L55101GJ2010PLC061983

### **NOTES**

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed, the Government of India, Ministry of Corporate Affairs allowed conducting Annual General Meeting through Video Conferencing (VC) or Other Audio Visual Means (OAVM) and dispensed the personal presence of the members at the meeting. Accordingly, the Ministry of Corporate Affairs issued Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 prescribing the procedures and manner of conducting the Annual General Meeting through VC/ OAVM. In terms of the said circulars, the 14th Annual General Meeting (AGM) of the members will be held through VC/OAVM. Hence, members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participation in the meeting through VC/OAVM is as per note no. 20 and available at the Company's website [www.dangedums.com](http://www.dangedums.com).

2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is provid-

ing facility of remote e-voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as venue voting system on the date of the EGM/AGM will be provided by CDSL

3. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM/EGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.

6. In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars and SEBI Circular dated May 12, 2020, the Notice of AGM along with Annual Report 2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the



# DANGEE DUMS®

Company/Depositories. Member may note that Notice and Annual Report 2020-21 has been uploaded on the website of the Company at [www.dangeedums.com](http://www.dangeedums.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. National Stock Exchange of India Limited (NSE) at [www.https://www.nseindia.com/](https://www.nseindia.com/) and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) i.e. [www.evotingindia.com](http://www.evotingindia.com).

7. The AGM/EGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

8. In continuation of this Ministry's General Circular No. 20/2020, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January, 13, 2021.

9. The helpline number regarding any query / assistance for participation in the AGM through VC/ OAVM is 1800225533.

10. Information regarding appointment/re-appointment of Director(s) and Explanatory Statement in respect of special businesses to be transacted pursuant to Section 102 of the Companies Act, 2013 and/or Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed hereto.

11. The Register of members and share transfer books of the Company will remain closed from Thursday, 23rd September, 2021 to Wednesday, 29th September, 2021 (both days inclusive) for the purpose of Annual General Meeting.

12. Members seeking any information with regard to accounts are requested to write to the Company at least 7 days before the meeting so

as to enable the management to keep the information ready.

13. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R & T Agent of the Company. In case shares are held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.

14. In terms of Section 72 of the Act, nomination facility is available to individual Members holding shares in the physical mode. The Members, who are desirous of availing this facility, may kindly write to Company's R & T Agent for nomination form by quoting their folio number.

15. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Act and all other documents referred to in the Notice will be available for inspection in electronic mode.

16. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

## **17. PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [cs@dangeedums.com](mailto:cs@dangeedums.com)

2. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of

PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@dangeedums.com.

# 18. THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM/EGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

i. The voting period begins on 26th September, 2021 at 09.00 a.m. and ends on 28th September, 2021 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Wednesday, 22nd September, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter

ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.

iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders / retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	<p>1) Users of who have opted for CDSL's Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URLs for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi/Easiest user will be able to see the e-Voting Menu. On clicking the e-voting menu, the user will be able to see his/her holdings along with links of the respective e-Voting service provider i.e. CDSL/NSDL/KARVY/LINK INTIME as per information provided by Issuer/ Com-</p>

	<p>pany. Additionally, we are providing links to e-Voting Service Providers, so that the user can visit the e-Voting service providers' site directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a>.</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be provided links for the respective ESP where the e-Voting is in progress during or before the AGM.</p>	<p>will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select "Register Online for IDeAS" Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a>.</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to</p>
Individual Shareholders holding securities in demat mode with <b>NSDL</b>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you</p>	



	e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b>	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider's website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 and 22-23058542-43.

Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
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v. Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders & physical shareholders

1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).

2) Click on Shareholders

3) Now Enter your User ID

a. For CDSL: 16 digits beneficiary ID,

b. For NSDL: 8 Character DP ID

followed by 8 Digits Client ID,

c. Members holding shares in Physical form should enter Folio Number registered with the Company

4) Next enter the Image Verification as displayed and Click on Login

5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used

6) If you are a first time user follow the steps given below:

	<b>For Shareholders holding shares in Demat Form other than individual &amp; Physical Form</b>
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Atten-

	dance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> <li>If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).</li> </ul>

vi. After entering these details appropriately, click on "SUBMIT" tab.

vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

ix. Click on the EVSN of the Company.

x. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xi. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

xii. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiii. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiv. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

xv. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system

xvi. Shareholders can also cast their vote using CDSL's mobile app m-Voting. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting through your mobile.

## **xvii. Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)

- After receiving the login details, user would be able to link the account(s) for which they wish to vote on.

- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.

- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- Alternatively, Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company, if voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

- In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, Central Depository Services(India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call 022-23058542/43.

**19. The instructions for shareholders voting on the day of the AGM on e-voting system are as under: -**

a. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

b. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available in the AGM.

c. If any Votes are casted by the members through the e-voting available during the AGM

and if the same members have not participated in the meeting through VC/OAVM facility, then the votes casted by such members shall be considered invalid as the facility of e-voting during the meeting is available only to the members participating in the meeting.

d. Members who have voted through remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

**20. INSTRUCTION FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER: -**

1. The procedure for attending meeting & e-Voting on the day of the AGM/EGM is same as the instructions mentioned above for Remote e-voting.

2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.

3. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the CDSL e-Voting system. Members may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.

4. Members are encouraged to join the Meeting through Laptops for better experience.

5. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.



7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request in advance at least 7 days before AGM mentioning their name, demat account number/folio number, email id, mobile number at [cs@dangeedums.com](mailto:cs@dangeedums.com)

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

## **21. Process and manner for members opting for voting through Electronic means:**

1. The Members whose names appear in the Register of Members / List of Beneficial Owners as on 22ndSeptember, 2021 (cut – off date) are entitled to avail the facility of remote e-voting as well as voting at the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.

2. A person who has acquired the shares and has become a member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e. 22nd September, 2021 shall be entitled to exercise his/her vote either electronically i.e. remote e-voting by following the procedure mentioned in this part.

3. The remote e-voting will commence on 26thSeptember, 2021 at 09.00 a.m. and ends on 28thSeptember, 2021 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 22ndSeptember, 2021, may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter. The e-voting module shall be disabled by CDSL for voting thereafter.

4. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.

The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the Cut-off date i.e. Wednesday, 22ndSeptember, 2021. The Company has appointed Mr. CS Devesh Khandelwal, Practicing Company Secretary (Membership No. FCS: 6897; COP No: 4202), to act as the Scrutinizer for conducting the remote e-voting process in a fair and transparent manner.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022-23058738 and 022-23058542/43

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N. M. Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

## **DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AS REQUIRED UNDER REGULATION 36 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015**

Name of Director	Nikul Jagdishchandra Patel	Pratik Ashwinbhai Shah	Suchit Amin
DIN	01339858	08958012	05334794
Date of Birth	27th May, 1983	4th November, 1980	20th November, 1989
Date of Appointment	13th August ,2010	11th November, 2020	14th August, 2021

<b>Relationship Between Directors</b>	Husband of Mrs. Foram Nikul Patel- Non Executive Director of the Company.	NA	NA
<b>Expertise in Specific functional area</b>	formulating business strategies and effective implementation of the same.	Experience of around 15 years in the field of interior designing	Experience of around 9 years in Organic Botany
<b>Brief Information of Director</b>	Mr. Nikul Jagdishchandra Patel aged 38 years, is Chairman and Managing Director and also the Promoter of our Company. He holds a degree of Bachelor of Engineering in Civil from Gujarat University. He was associated with Company as a Director since Incorporation i.e. 13/08/2010 and further designated as the Chairman and Managing Director of the Company on September 01, 2017 for a period of 5 years. He is actively engaged in managing the Company since incorporation. He has more than 9 years of experience in the industry in which the Company is presently engaged and also have more than 8 years of experience in other business. He is instrumental in taking major policy decision of the	Mr. Pratik Ashvinbhai Shah is an Interior Designer. He has about 15 years of experience in this field.	He has completed B. Pharm in Organic Chemistry in Botany from L. J Institute and has an overall experience of around 9 years in this field
			Company. He is playing vital role in formulating business strategies and effective implementation of the same. He is responsible for the expansion and overall management of the business of our Company. His leadership abilities have been instrumental in leading the core team of our Company
<b>Qualification</b>	Bachelor of Engineering in Civil from Gujarat University	Interior designer	B. Pharm
<b>Other Board Membership*</b>	1#	Nil	Nil
<b>Committee Membership in other public companies</b>	2##	Nil	Nil
<b>Number of Shares held in the Company</b>	21,280 Equity shares	Nil	Nil

**\*Excluded Private Companies**

# Appointed as Additional Director under Independent category w.e.f.05.08.2021 in Archit Organosys Limited.

## Member of Audit Committee & Nomination and Remuneration Committee in Archit Organosys Limited.

# DIRECTORS' REPORT

## Dear Members,

Your Directors take pleasure in presenting their 11th Annual Report on business and operations along with the Audited financial statements and the Auditor's report of the Company for the financial year ended 31st March, 2021.

## 1. Financial Results

The outbreak of COVID-19 has brought world to a halt where each and every industry has got an impact of it. This crisis has brought to an unexpected situation through which everyone is going on.

During the year your company has incurred a fall in the turnover. Your Company has turnover of Rs.1343.63 Lakhs for FY 2020-21, against a turnover of Rs.3534.90 Lakhs for FY 2019-20. Further, the Company incurred Net loss of Rs. (1004.74) Lakhs for the FY 2020-21 as compared to Net loss of Rs. (204.80) Lakhs for the FY 2019-20. We are confident that the company will grow in future with good operational results.

A detailed performance analysis is provided in the Management Discussion and Analysis segment which is annexed to this report.

(Rs. in Lakh except EPS)

FINANCIAL RESULTS	F.Y. 2020-2021	F.Y. 2019-2020
Revenue from Operation	1343.63	3534.90
Total Expenditure (Excluding Depreciation)	2057.90	3064.53
<b>Profit before interest, depreciation and tax</b>	<b>(74.51)</b>	<b>1091.13</b>
Less: Finance Costs	366.28	459.04
Less: Depreciation and amortization	754.19	885.17
<b>Profit before Tax</b>	<b>(1194.98)</b>	<b>(253.09)</b>
Less: Provision for taxation (including deferred tax)	(190.51)	(48.28)
<b>Profit after tax</b>	<b>(1004.47)</b>	<b>(204.80)</b>
<b>Total Comprehensive Income</b>	<b>(992.82)</b>	<b>(200.15)</b>
EPS (Basic)	(9.79)	(2.00)
EPS (Diluted)	(9.79)	(2.00)

## 2. Outlook for the current year

During the year, your Company has introduced a new category of product, namely, Bread, which includes all types of breads.

Your Company has also entered into MoU with Magson Retail And Distribution Pvt Ltd for the supply of various frozen products, party products, disposables, beverages, chocolates etc to its customers at large.

Your Company has also started franchising its brand under FOFO model (Franchisee Owned Franchisee Operated) and FOCO (Franchisee Owned Company Operated) model and is ready to welcome potential Franchisees who can run our brand with utmost loyalty and maintain the brand image of the Company.

Despite of the current situation, your company is confident of achieving its growth objectives for the coming year. To achieve this, Company will continue to evaluate new product categories that leverage our expertise, new channels which offer scope for increased penetration of our products and new store formats that make us salient to a number of purchase occasions. We feel that all of this will keep us in good stead for both this financial year and the years to come.

## 3. Share Capital

The authorized share capital of the company as on date of balance sheet is Rs.11,00,00,000/- divided into 1,10,00,000 equity shares of Rs.10/- each.

The paid up share capital of the company as on date of balance sheet is Rs.10,26,50,000/- divided into 1,02,65,000 equity shares of Rs.10/- each.

### a) Status of shares

As the members are aware, the company's shares are compulsorily tradable in electronic form. As on March 31, 2021, **100.00%** of the company's total paid up



capital representing **1,02,65,000** shares are in de-materialized form.

#### **b) Other shares**

Your company has not issued any equity shares with differential rights, sweat equity shares, employee stock options and did not purchase its own shares. Hence there is no information to be provided as required under Rule 4(4), Rule 8(13), Rule 12(9) and Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 and Section 62 of the companies Act 2013 respectively.

#### **4. Dividend**

During the year your Company has incurred loss and therefore do not recommend any dividend for the year ended March 31, 2021.

#### **5. Transfer of Unclaimed Dividend to Investor Education and Protection Fund**

Since there was no unpaid / unclaimed dividend, the provision of Section 125 of the Companies Act, 2013 do not apply.

#### **6. State Of The Company's Affairs**

The state of the Company affairs forms an integral part of Management Discussion and Analysis Report is furnished in "**Annexure-F**" and is attached to the report.

#### **7. Change in the nature of business, if any**

During the year, there is no change in the nature of business of the Company.

#### **8. Transfer to Reserves**

In accordance to the provisions of Section 134(3)(j) of the Companies Act, 2013, (hereinafter "the Act") the Company has not proposed any amount to transfer to the General reserves of the Company for the financial year 2020-21.

#### **9. Subsidiary, Joint Ventures and Associate Companies**

During the year under review, your company has no subsidiaries, joint ventures or associate

companies.

#### **10. Public Deposit**

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act, 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the period under review. Hence, the requirement for furnishing the details of deposits which are not in compliance with Chapter V of the Act is not applicable.

#### **11. Particulars of loan, Guarantees or Investment made under Section 186**

The details of the loans, guarantees and investments are provided in the notes to the audited financial statements annexed with the Annual Report.

#### **12. Management's Discussion and Analysis Report**

The Management's Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 (2) (e) of the Listing Regulations is given as "**Annexure-F**" to this report.

#### **13. Corporate Governance:**

Your Company has been complying with the principals of good Corporate Governance over the years and is committed to the highest standards of compliance.

The Corporate Governance Report for the year under review, as stipulated under Regulation 27 of SEBI(LODR) Regulations 2015 is given as "**Annexure-G**" to this report.

#### **14. Dividend Distribution Policy:**

In accordance with Regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations, 2016, the Company is not required to prepared Dividend Distribution policy.

#### **15. Annual return**

The extract of the Annual Return in Form MGT-7 pursuant to the provisions of Section 92 read

with Rule 12 of the Companies (Management and Administration) Rules, 2014 is available on the website of the Company at [www.dangeedums.com/investor-center](http://www.dangeedums.com/investor-center).

## 16. Directors & Key Management Personnel

### I. Composition of Board, & Board Meetings

Our board comprises of a group of Executive, Non-Executive and Independent Directors, who between them carry deep industry expertise and knowledge. As on 31st March 2021, the Company has six Directors, of the six Directors, five are Non- Executive Directors and of which three are Independent Directors. The composition of the Board is in conformity with Regulation 17 of the Listing Regulations read with Section 149 of the Act.

Mr. Nikul J. Patel is the Chairman & Managing Director ('CMD') of the Company. He has an enviable track record of leading the company right from inception to its current strong market position. He manages day-to-day management of the Company, subject to the supervision and control of the Board of Directors. The independent directors on the Board are experienced and respected from varying fields. The brief profile of each Director on the Board is available on the Company's official website at the web link: <http://www.dangeedums.com/File/wysiwyg/Corporate%20Governance/Brief%20Biography%20of%20Our%20Directors.pdf>

During the financial year 2020-21, the meetings of the Board of Directors were held 14 times. Details of these meetings and other Committee/General meetings are given in this report. Board of Directors duly met 14 times on 08/06/202,14/07/2020,11/08/2020,27/08/2020,31/08/2020,24/09/2020,06/11/2020,09/11/2020,01/12/2020,15/12/2020,19/12/2020,14/02/2021,03/03/2021 and 30/03/2021 during the year. The Composition, category and attendance of each Director at the Board and Annual General Meeting of each Director in the companies is as follows:-

Name of Director Designation and Category	No of Board Meetings held	No of Board Meetings attended
Mr. Nikul J Patel Chairman & Managing Director (Promoter)	14	14
Mr. Ravi H Patel Whole Time Director (till 15.12.2020) Non Executive Non Independent Director (till19.12.2020) (Promoter)	14	10
Mrs. Foram N Patel Non-Executive Director (Promoter)	14	14
Mr. Jayantilal A Patel Non-Executive Independent Director	14	14
Mr. Janak N Parikh Non - Executive Independent Director (till 15.11.2020)	14	08
Mr. Umang B Saraf Non - Executive Independent Director	14	14
Mr. Dhruv A Patel Non-Executive Non Independent Director(w.e.f. 19.12.2020)	14	04
Mr. Pratik A Shah Additional Independent Director (w.e.f. 11.11.2020)	14	06
Mr.Suchit Amin Additional Independent Director (w.e.f. 14.08.2021)	14	-

### II. Changes in the of Board of Directors of the Company:

#### The following changes were made in the board of the company

##### A. Appointment

The following directors were appointed on the board of the company

1. Mr. Pratik Ashvinbhai Shah (Additional Director –Independent) w.e.f. 11.11.2020
2. Mr. Dhruv Ashokbhai Patel (Non Executive Non Independent Director)w.e.f.19.12.2020
3. Mr. Suchit Amin (Additional Director – Independent)w.e.f. 14.08.2021

##### B. Resignation:

The following directors were resigned from the board of the company

1. Mr. Janak Natverlal Parikh- w.e.f. 15.11.2020
2. Mr. Ravi Hemantkumar Patel- w.e.f. 19.12.2020

### C. Change in terms of Appointment :

Terms of appointment of Mr. Nikul Jagdishchandra Patel changed from "not eligible to retire by rotation" to "eligible to retire by rotation".

### III. Retirement by Rotation

In accordance with the provisions of the Companies Act 2013 and Companies Articles of Association, Mr. Nikul Jagdishchandra Patel (DIN-01339858) retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends his re-appointment. Necessary resolution for his re-appointment is placed before the shareholder for approval.

### IV. Profile of Directors seeking appointment / reappointment

As required under regulation 36(3) of SEBI (LODR), 2015, particulars of the Directors retiring and seeking reappointment at the ensuing Annual General Meeting is annexed to the notice convening 11th Annual General Meeting.

### V. Key Managerial Personnel

As on the date of this report, the following persons are the Key Managerial Personnel(s) of the Company:

- a) Mr. Nikul J Patel,  
Chairman & Managing Director
- b) Mr. Ketan J Patel,  
Chief Financial Officer
- c) Ms. Khushboo Parikh, (Upto 04/08/2021)  
Company Secretary & Compliance Officer

### VI. Declaration from Independent Director

All the Independent Directors of the Company have given their declarations stating that they meet the criteria of independence as prescribed under the Section 149(6) of the Companies Act,

2013 read with the rules made there under and read with Regulation 16(1)(b) of the Listing Regulations in the opinion of the Board, the Independent Directors meet the said criteria.

During the year under review the Independent Directors duly met on March 03, 2021 pursuant to the provisions as specified in Schedule IV of the Companies Act, 2013 and the quorum was present throughout the meeting.

### 17. Committees Of The Board:

The Company has three main Committees of the Board i.e.:

- a) Audit Committee
- b) Nomination and Remuneration Committee and
- c) Stakeholders Relationship Committee

#### A. Audit Committee

The Audit Committee is duly constituted in accordance with SEBI (LODR) Regulations 2015 and Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. It adheres to the terms of reference which is prepared in compliance with Section 177 of the Companies Act, 2013, and SEBI (LODR) Regulations 2015. During the financial year 2020-21, the Committee met five (5) times as on 08/06/2020, 14/07/2020, 06/11/2020, 19/12/2020 and 03/03/2021.

The Company Secretary acts as Secretary to the Audit Committee and no personnel has been denied access to the Audit Committee. The details of member's attendance at the Audit committee meeting during the year are given below:-

Name Category & Position	No of Meetings held	No of Meetings attended
Mr. Umang B Saraf Chairman	5	5
Mr. Janak N Parikh Member(till 15.11.2020)	5	3
Mr. Nikul J Patel Member(till 19.12.2020)	5	3



Mr. Pratik A Shah Member (w.e.f.11.11.2020)	5	2
Mr. Dhruv A Patel Member(w.e.f.19.12.2020)	5	2

The Committee was reconstituted on 11.11.2020 and 19.12.2020 due to changes in the board of directors of the Company. Appointment of Mr. Pratik Shah, cessation of Mr. Janak Parikh , Appointment of Mr. Dhruv Patel and cessation of Mr. Nikul Patel.

Two third of the members are Independent Directors and all the members are financially literate. The composition, role, functions and powers of the Audit Committee are in line with the requirements of applicable laws and regulations. The Audit Committee shall oversee financial reporting process and disclosures, review financial statements, internal audit reports, related party transactions, financial and risk management policies, auditors qualifications, compliance with Accounting Standards etc. and oversee compliance with Stock Exchanges and legal requirements concerning financial statements and fixation of audit fee as well as payment for other services etc.

## B. Nomination and Remuneration Committee

The Nomination and Remuneration Committee is constituted in accordance with SEBI (LODR) Regulations 2015 and Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. The Company Secretary acts as the Secretary to the committee and the Committee Members the Committee met 4(Four times) on 08/06/2020, 11/08/2020, 06/11/2020 and 19/12/2020. The details of member's attendance at the committee meeting during the year are given below:

Name Category & Position	No of Meeting s held	No of Meeting s attende d
Mr. Janak N Parikh Chairman(till 15.11.2020)	4	3
Mr. Jayantilal A Patel Member	4	4
Mr. Umang B Saraf Member(till 19.12.2020)	4	4

Mr. Pratik A Shah Chairman (w.e.f. 11.11.2020)	4	1
Mr. Dhruv A Patel Member (w.e.f. 19.12.2020)	4	1

The Committee was reconstituted on 11.11.2020 and 19.12.2020 due to changes in the board of directors of the Company. Appointment of Mr. Pratik Shah, cessation of Mr. Janak Parikh , Appointment of Mr. Dhruv Patel and cessation of Mr Umang Saraf.

The Board has in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration of Directors, Key Managerial Personnel and other employees. The said policy is accessible on the Company's official website at the following link <http://www.dangeedums.com/File/wysiwyg/PCG/9.%20NOMINATION%20AND%20REMUNERATION%20POLICY.pdf>

## C. Stakeholders Relationship Committee

The Stakeholders Relationship Committee is constituted in compliance with the requirements of Section 178 of the Companies Act, 2013. The Company Secretary is the Compliance Officer, who acts as the Secretary to the Committee and the Committee met two (2) times on 08/06/2020 and 19/12/2020. The details of member's attendance at the committee meeting during the year are given below.

Name Category & Position	No of Meeting s held	No of Meeting s attende d
Mr. Jayantilal A Patel Chairman	2	2
Mr. Janak N Parikh Member (till 15.11.2020)	2	1
Mr. Ravi H Patel Member(till 19.12.2020)	2	1
Mrs. ForamNikul Patel Member (w.e.f. 19.12.2020)	2	1
Mr. Pratik A Shah Member (w.e.f. 11.11.2020)	2	1

The Committee was reconstituted on 11.11.2020 and 19.12.2020 due to changes in the board of directors of the Company.

Appointment of Mr. Pratik Shah ,cessation of Mr. Janak Parikh , Appointment of Mrs. Foram Patel and cessation of Mr Ravi Patel.

The Stakeholders Relationship Committee looks into shareholders' complaints related to transfer of shares, non-receipts of balance sheet besides complaints from SEBI, Stock Exchanges, Court and various Investor Forums. It oversees the performance of the Registrars and Transfer Agent, and recommends measures for overall improvement in the quality of investor services. The Company is in compliance with the SCORES, which has initiated by SEBI for processing the investor complaints in a centralized web based redress system and online redressal of all the shareholders complaints and details of the same is made accessible on the Company's official website

### 18. Compliance Officer

Mr. Shyamsunder Panchal was the Compliance Officer of the Company till 14.07.2020.

Later, Ms. Khushboo K Parikh was appointed as the Compliance Officer of the Company w.e.f. 11.08.2020 and she ceased due to her resignation effective from 04.08.2021.

### 19. Vigil Mechanism

The Board of Directors of the Company has, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, framed the Whistle Blower Policy for Directors and employees of the Company to provide a mechanism which ensures adequate safeguards to employees and Directors from any victimization on raising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any, financial statements and reports etc.

Whistle blower policy is disclosed on the website of the Company at [www.dangeedums.com](http://www.dangeedums.com).

The following is a summary of Protected Disclosures received and disposed off during the year 2020-21:

No. of Protected Disclosures received : NIL

No of Protected Disclosures disposed off : NIL

The Board of Directors of the Company has constituted Audit Committee to oversee the Vigil Mechanism.

The employees of the Company have the right to report their concern/grievance to the Audit Committee constituted by the Board of Directors to oversee the Vigil mechanism.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations.

### 20. Statement On Formal Annual Evaluation Of Board

In accordance with provision of Section 178(3) of the Companies Act, 2013, the Nomination and Remuneration Committee has specified the criteria and manner for effective evaluation of performance of the 'Board', its 'Committees' and 'Individual Directors' carried out either by the Board, by the Nomination and Remuneration Committee or by an independent external agency, and reviewed its implementation and compliance.

The detailed policy in compliance with Section 178(3) of the Act read along with Regulation 19 of the Listing Regulations has been approved by the Board of Directors of the Company and is made accessible on the Company's official website at the following link <http://www.dangeedums.com/File/wysiwyg/PCG/9.%20NOMINATION%20AND%20REMUNERATION%20POLICY.pdf>

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

There are no material changes which have occurred between the end of financial year of the Company till the date of this report.

### 22. 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**

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concerns status and Company's operations in future.

## **23. Particulars Of Contracts/ Arrangements With Related Parties:**

All Related Party Transactions that were entered into during the FY 2020-21 were on an arm's length basis and in the ordinary course of business. There were no materially significant Related Party Transactions made by the Company during the year that required shareholders' approval under Regulation 23 of the Listing Regulations. Prior omnibus approval from the Audit Committee is obtained for transactions which are repetitive in nature. Further, disclosures are made to the Committee on a quarterly basis. The particulars of Contracts or Arrangements made with related parties required to be furnished under section 134(3)(h) are disclosed in the prescribed form (Form AOC-2) which is attached to this Report as "**Annexure B**".

The Company has adopted a Policy for dealing with Related Party Transactions and is made available on the Company's official website via web link <http://www.dangeedums.com/File/wysiwyg/PCG/4.%20POLICY%20FOR%20DETERMINATION%20OF%20MATERIALITY.pdf>

## **24. Auditors**

### **a) Statutory Auditors**

Pursuant to the provisions of Section 139 of the Companies Act, 2013 read with rules made thereunder, M/s. J. T. Shah & Co., Chartered Accountants, (Firm Registration No. 109616W), were re-appointed on 30th September 2017 as Statutory Auditors of the Company to hold office till conclusion of the 12th Annual General Meeting (AGM) of the Company to be held in the calendar year 2022.

In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment

of Statutory Auditors is not required to be ratified at every Annual General Meeting.

The Notes to the financial statements referred in the Auditors Report are self-explanatory. There are no qualifications or reservations or adverse remarks or disclaimers given by Statutory Auditors' of the Company and therefore do not call for any comments under Section 134 of the Companies Act, 2013. The Auditors' Report is enclosed with the financial statements in this Annual Report.

### **b) Secretarial Auditor**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the rules made thereunder, the Company has appointed M/s Khan-delwal Devesh & Associates, Company Secretaries, to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for FY 2021-22 is annexed, and forms part of this report as "**Annexure C**".

There is one qualifications or reservations or adverse remarks or disclaimers as reproduced herein

**As per regulation 33(3) of SEBI (LODR) Regulations, 2015- the listed entity shall submit quarterly and year-to-date stand-alone financial results to the stock exchange within forty-five days of end of each quarter, other than the last quarter therefore the listed entity has to submit results of third quarter i.e., 31.12.2020 on or before 14.02.2021. However, the Company has submitted the same on 03.03.2021. So, there was a delay of 17 days.**

### **Board clarification**

since the Company has migrated from NSE Emerge (SME) to NSE (Main Board) w.e.f. 13.11.2020, the Company has to prepare its financials according to IND-AS. Migrating from existing Accounting Standards of Indian GAAP to IND-AS requires restating of previous years accounts, therefore the Financial Results of the Company for the quarter ended 31.12.2020 was not finalized within time. However, till the date of this report, there was no penalty imposed by the Stock Exchange.



### c) Cost Auditors

In terms of the provisions of Section 148 of the Act, the appointment of the Cost Auditors does not apply to the Company.

### d) Internal Auditor

Pursuant to the provisions of Section 138 of the Act read with the Companies (Accounts) Rules, 2014, the Company has appointed Mr. Ketan J Patel as the Internal Auditor of the Company effective from 03rd November, 2018.

## 25. Personnel

The information required under Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in separate annexure forming part of this Report as **"Annexure E"**.

The statement containing particulars of employees as required under Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 will be provided upon request. In terms of Section 136 of the Companies Act, 2013, the Report and Accounts are being sent to the Members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered Office of the Company during business hours on working days of the Company. If any member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in this regard.

## 26. Corporate Social Responsibility (CSR)

The provisions of Corporate Social Responsibility (CSR) are not applicable to the Company.

## 27. Conservation of energy, technology absorption and foreign exchange earnings and outgo

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section

134(3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014, as amended from time to time is annexed to this Report as **"Annexure D"**.

## 28. Statement regarding the development and implementation of Risk Management Policy

The Company has not developed and implemented any risk management policy as the risk threatening the business activity carried out by the Company during the year are minimal.

## 29. Prevention Of Sexual Harassment At Workplace

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and rules made thereunder, your Company has constituted Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment.

Your Directors declared and confirm that, during the year under review, there is no case filed under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Company Secretary is the Compliance Officer, who acts as the Secretary to the Committee and the Members of the Committee are:

Name	Position
Mrs. Foram Nikul Patel	Presiding Officer
Mrs. Dhara Jagdishchandra Patel	Member
Mrs. Disha Patel	Member
Mr. Ketan Jagdishchandra Patel	Member

## 30. Adequacy of Internal Financial Control

The Company has in place adequate internal financial controls with reference to financial statements. The Board has inter alia reviewed the adequacy and effectiveness of the Company's internal financial controls relating to its financial statements.

## 31. Directors' Responsibility Statement

In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

a) In the preparation of the annual accounts for

the financial year ended March 31, 2020, the applicable accounting standards have been followed along with proper explanation relating to material departures.

b) The directors have selected such accounting policies and applied them consistently and made judgement and estimates that were 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 under review.

c) The directors have 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 have prepared the annual accounts on a going concern basis.

e) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

f) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **32. Registrar And Share Transfer Agent:**

Your Company has appointed M/s. Bigshare Services Private Limited as its Registrar and Share Transfer Agent .

## **33. Human resources**

Your company considers its Human Resources as the key to achieve its objectives. Keeping this in view, your company takes utmost care to attract and retain quality employees. The employees are sufficiently empowered and such work environment propels them to achieve higher levels of performance. The unflinching commitment of the employees is the driving force behind the company's vision. Your company appreciates the spirit of its dedi-

cated employees.

## **34. Migration To Main Board of NSE**

The Board is pleased to inform you that your Company is successfully migrated from NSE SME platform i.e. (EMERGE) to Main Board of NSE (Capital Segment) on November 13, 2020.

## **35. Share Purchase Agreement**

Your Company, the promoters of the Company and AEML Investments Ltd has entered into Share Purchase Agreement and Shareholders Agreement on December 15, 2020 for the purchase of upto 4.87 % of the paid up equity shares capital of the your Company by AEML Investments Ltd.

AEML Investments Ltd wholly owned subsidiary of Gujarat Apollo Industries Ltd. (NSE: GUJA-POLLO, BSE:522217). Gujarat Apollo is a diversified group engaged in mining equipment manufacturing, real estate, agro - processing and other allied fields.

## **36. Insolvency and bankruptcy code:**

During the financial year ended on March 31,2021 there is no application made or any proceeding pending under the Insolvency and Bankruptcy code,2016 (31 of 2016) during the year.

## **37. The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof:**

Not applicable during the year under review.

## **38. Postal Ballot for certain matters:**

During the year, pursuant to Section 110 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 (including any statutory amendment(s) or re-enactment(s) made thereunder), your Company passed the following resolution through postal ballot as per the details below:

Date of Postal ballot Notice: 11.08.2020  
 Date of declaration of result: 18.09.2020  
 Voting period: 19.08.2020 to 17.09.2020  
 Date of approval: 17.09.2020

Name of resolution	Type of resolution	No. of votes polled	Votes cast in favor		Votes cast against	
			No of Votes	%	No of Votes	%
Migration of listing/	Special	76,98,100	76,98,100	100%	0	0%
trading of equity shares of the company from NSE SME platform i.e. (EMERGE) to main board of NSE (Capital Segment)						

Change in terms of appointment of Mr. Nikul Jagdishchandra Patel(DIN:01339858), Chairman & Managing Director of the Company.	Ordinary	68,46,571	68,46,569	99.99%	2	0%
To regularize Mr. Dhruv Ashokbhai Patel(DIN:05270487) as Director(Non executive non independent) of the Company)	Ordinary	68,46,571	68,46,571	100%	0	0%

Date of Postal ballot Notice: 19.12.2020  
 Date of declaration of result: 28.01.2021  
 Voting period: 28.12.2020 to 27.01.2021  
 Date of approval: 27.01.2021

Name of resolution	Type of resolution	No. of votes polled	Votes cast in favor		Votes cast against	
			No of Votes	%	No of Votes	%
Variation in terms of objects of the issue(IPO)	Special	68,46,571	68,46,571	100%	0	0%
Adoption of new set of articles of association of the Company.(Pursuant to the Share Purchase Agreement)	Special	68,46,571	68,46,571	100%	0	0%

### 39. Acknowledgement:

Your directors take this opportunity to express their sincere appreciation to the shareholders, customers, bankers, suppliers and other business associates for the excellent support and cooperation extended by them.

Your directors gratefully acknowledge the ongoing co-operation and support provided by the Central and State Governments, Stock Exchanges, SEBI, RBI and other Regulatory Bodies.

**For and on behalf of board of directors**

**Nikul J Patel**  
**Chairman & Managing Director**  
**(DIN: 01339858)**

**Date: 14/08/2021**  
**Place: Ahmedabad**



**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.**

Sr. No.	Name(s) of the related party and nature of relationship	Nature of Contracts/ Arrangement s/ Transactions	Duration of The Contracts/ Arrangement s/ Transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any:	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	NIL							

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

Name (s) of the related party	Nature of relationship	Nature of contract s/ arrangements/ transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board, if any	Amount paid as advances, if any
(a)	(b)	(c)	(d)	(e)	(f)	(g)
Mr. Nikul J. Patel	Managing Director	Rent	1 <sup>st</sup> April ,2021 to 31 <sup>st</sup> March, 2023	Rent for Shop No G4, Ground Floor, Sigma Legacy, IIM Road, Panjrapole, Ambawadi, Ahmedabad	30.06.2021	NIL
Zipbooks Software Solutions Pvt. Ltd.	Managing Director of the Company is the Directors of Zipbooks Software Solutions Pvt. Ltd.	Software & Licence Fees	1 <sup>st</sup> April ,2021 to 31 <sup>st</sup> March, 2023	Software Updating and Maintenance for the Services and Software and Licence Fees.	30.06.2021	NIL
Mr. Jagdishchandra B. Patel	Relative of Managing Director	Rent	1 <sup>st</sup> April ,2021 to 31 <sup>st</sup> March, 2023	Rent for Shop No 4/A, Ketan Society, Nr. Sardar Patel Colony, Naranpura, Ahmedabad, Gujarat 380014.	30.06.2021	NIL
Mrs. Daxaben Jagdishchandra Patel	Relative of Managing Director	Rent	1 <sup>st</sup> April ,2021 to 31 <sup>st</sup> March, 2023	Rent for Shop No G4, Ground Floor, Sigma Legacy, IIM Road, Panjrapole, Ambawadi, Ahmedabad	30.06.2021	NIL
<p><b>Date: 14/08/2021</b>  <b>Place: Ahmedabad</b></p> <p style="text-align: right;">By Order of The Board  For, DANGEE DUMS LIMITED  Sd/- NIKUL JAGDISHCHANDRA PATEL  CHAIRMAN &amp; MANAGING DIRECTOR  (DIN: 01339858)</p>						

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31st March, 2021

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

To,  
The Members,  
**DANGEE DUMS LIMITED,**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **DANGEE DUMS LIMITED (CIN:L55101GJ2010PLC061983)** (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 Company'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 **March 31, 2021** ('Audit Period') 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 the Company for the financial year ended on **March 31, 2021** 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 thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the 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, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations,

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2014 **(Not Applicable to the company during the audit period);**

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not Applicable to the company during the audit period);**

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not Applicable to the company during the audit period);**

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not Applicable to the company during the audit period);**

vi. I have relied on the representations made by the Company and its officers for systems and mechanism formed by the Company for compliances of other specific applicable Acts, Laws and Regulations to the Company as mentioned hereunder;

- a) The Food Safety and Standards Act, 2006
- b) The Legal Metrology (Packaged Commodities) Rules, 2011
- c) The Factories Act, 1948
- d) The Shops and Establishment Act, 1988
- e) The Trade Marks Act, 1999
- f) The Water (Prevention and Control of Pollutions) Act, 1974
- g) The Air (Prevention and Control of Pollutions) Act, 1981
- h) The Environment Protection Act, 1986 and rules made thereunder.

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) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 except the following.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above and subject to the following observations;

**• As per regulation 33(3) of SEBI (LODR) Regulations, 2015- the listed entity shall submit quarterly and year-to-date standalone financial results to the stock exchange within forty-five days of end of each quarter, other than the last quarter therefore the listed entity has to submit results of third quarter i.e., 31.12.2020 on or before 14.02.2021. However, the Company has submitted the same on 03.03.2021. So, there was a delay of 17 days.**

## **I further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the 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.

Board takes decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

**I further report that:**

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.

**I further report that** the Company has conducted two postal ballots vide postal ballot notice dated 11th August, 2020 & 19th December, 2020 and passed following resolutions during the reporting period;

Resolutions passed through postal ballot Notice dated 11th August, 2020.

1. Migration of listing/ trading of equity shares of the company from NSE SME platform i.e. (EMERGE) to main board of NSE (Capital Segment).

Resolutions passed through postal ballot Notice dated 19th December, 2020.

1. Variation in terms of objects of the issue (IPO)
2. Adoption of new set of Articles of Association of the Company.
3. Change in terms of appointment of Mr. Nikul Jagdishchandra Patel, Chairman & Managing Director of the company
4. To regularize Mr. Dhruv Ashokbhai Patel (DIN:05270487) as director (Non Executive Non Independent) of the Company

**I further report that** there were no other instances of:

- (i) Public/ Right/ Preferential Issue of Shares/ Debenture / Sweat Equity
- (ii) Redemption/buy-back of securities
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- (iv) Merger/ amalgamation etc.
- (v) Foreign technical collaborations.

**For, Khandelwal Devesh & Associates  
Company Secretaries**

**Place: Ahmedabad  
Date: 14/08/2021**

**Devesh Khandelwal  
Proprietor  
FCS:6897  
COP:4202**

**UDIN:F006897C000788502**

**Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.**

## **Annexure to Secretarial Audit Report**

To,  
The Members,  
**DANGEE DUMS LIMITED,**

My 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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 test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. My 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 the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For, Khandelwal Devesh & Associates  
Company Secretaries**

**Devesh Khandelwal  
Proprietor  
FCS:6897  
COP:4202**

**Place: Ahmedabad  
Date:14/08/2021**

**UDIN:F006897C000788502**

**Annexure-"D"****CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND  
FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2020 is given here below and forms part of the Directors' Report.

**1. CONSERVATION OF ENERGY:**

Your company is committed to adopt energy efficient practices across all its business units, offices, factories and outlets to reduce the consumption of power by analyzing power factor, maximum demand, working hours, load factor, specific energy consumption and monthly consumption. On the basis of energy audit, following energy conservation measures are taken:

- a) We have installed advanced energy saving equipment like usage of LED lighting etc. at all our major outlets and factory of the Company.
- b) Replacement of conventional fluorescent lights by LEDs in Administrative Office.
- c) Installation of Capacitors which helps in controlling power factor.

**2. TECHNOLOGY ABSORPTION:****Efforts in brief made towards absorption, adaptation and innovation:**

During the year, your Company implemented and kept check of the following in the areas of automation and technology upgradation:

- a) Wastage Management System
- b) Logistic Tracking System
- c) E-Commerce Website.

**3. RESEARCH AND DEVELOPMENT:**

Your Company's R&D team is building significant capabilities in delivery of consumer winning innovations, new-to-the-market products, renovation of the core to meet the expectations of evolving consumer taste requirements. Also, stronger health and wellness work programs and food safety programs were carried out to ensure safety of the delivered products to consumers.

On the back of above, your Company is able to innovate in the core categories, launch new to the market disruptive innovations, renovate the core, build delightful healthier product offerings, and offer superior products at affordable price.

**4. FOREIGN EXCHANGE EARNING AND OUTGO:**

The foreign exchange earnings and outgo details are as below:



# DANGEE DUMS®

Particulars	2020-21		2019-20	
<b>Earning</b>	--	Nil	--	Nil
<b>Outgo</b>				
Recruitment Expense	NIL		NIL	
Advance for Property, Plant & Equipment	NIL		NIL	
<b>Total</b>		<b>NIL</b>		<b>NIL</b>

By Order of The Board  
For, DANGEE DUMS LIMITED

Date: 14/08/2021  
Place: Ahmedabad

Sd/-  
NIKUL JAGDISHCHANDRA PATEL  
CHAIRMAN & MANAGING DIRECTOR  
(DIN: 01339858)

**Annexure-"E"****REMUNERATION OF MANAGERIAL PERSONNEL**

The ratio of the remuneration of each director to the median employee's remuneration and other details in terms of sub-section 12 of Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

1. The ratio of the remuneration of each director to the median remuneration of the employees for the financial year and The percentage increase in remuneration of each director, CFO, CEO, CS in the financial year:

<b>(Rs. In lakhs)</b>			
<b>Name of Director/ KMP</b>	<b>Remuneration of Director/KMP for FY-2020-21</b>	<b>% increase in remuneration in FY 2020-21</b>	<b>Ratio of remuneration to median remuneration of employees</b>
<b>Executive Directors</b>			
Nikul Jagdishchandra Patel (CMD)	NIL	NIL	NIL
Ravi Hemantkumar Patel (upto 19.12.2020)*	NIL	NIL	NIL
<b>Key Managerial Personnel</b>			
Ketan Jagdishchandra Patel (CFO)	8.04	136.18%	NIL
Khushboo Kalpeshkumar Parikh (CS)**	2.05	29.33%	NIL

Ravi Hemantkumar Patel was Whole Time Director upto 01.12.2020. Later, he was Non executive non Independent Director w.e.f. 01.12.2020. Mr. Ravi Patel resigned from the Board of the Company w.e.f. 19.12.2020.

\*\* Khushboo Kalpeshkumar Parikh was appointed as Company Secretary and Compliance officer w.e.f.11.08.2020.

2. The median remuneration of employees of the Company during the year under review was Rs.1.90 Lakhs.

3. The increase in remuneration of Directors and Key Managerial Personnel during the financial year 2020-21 is provided in the table above.

4. The percentage increase in the median remuneration of employees of the Company during the financial year: N.A

5. The number of permanent employees on the rolls of Company: 208 as on March 31, 2021

6. 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: The increase in the remuneration of median employees of the Company is in relation with the industrial standards of similar field.

7. The Company affirms remuneration is as per the Remuneration Policy of the Company.

**Date: 14/08/2021**  
**Place: Ahmedabad**

**By Order of The Board**  
**For, DANGEE DUMS LIMITED**

**Sd/-**  
**NIKUL JAGDISHCHANDRA PATEL**  
**CHAIRMAN & MANAGING DIRECTOR**  
**(DIN: 01339858)**



## MANAGEMENT'S DISCUSSION AND ANALYSIS

**ECONOMIC / INDUSTRY OVERVIEW**

The novel coronavirus/COVID-19 pandemic has significantly impacted the whole food and beverages industry among which bakery industry is one of them. This pandemic has resulted into mass production shutdowns and supply chain disruptions which has also affected the economy as well. The Covid-19 pandemic has drastically affected the world. It has not only put the life of the people at stake but also has crashed down the world's economy. Every industry, either supporting industry in terms of supply chain or directly involved in manufacturing, has been adversely affected by this pandemic. The food industry was allowed to resume the operations earlier.

The majority of products preferred by consumers are bread, biscuits, and cakes whose market was about to increase by the growth rate of 12% but unfortunately, due to the Covid-19 pandemic, the growth has become stagnant. The growth rate has fallen and many of the small scale start-ups are even struggling for their survival.

Presently, the bread and bakery product market is expected to grow at a compound annual growth rate (CAGR) of 1% due to the economic slowdown and lockdown effects. Although the market is expected to recover from 2021 by the growth rate of 4-5%, it is still less than the growth rate expected before Covid-19 pandemic.

The cake market in India is expected to witness notable growth in near future with a projected market value likely to exceed USD 12 billion by 2024 expanding at a CARG of 9.3% during 2019 to 2024. Alongside these predictions, India occupies a unique position in the market as flavour innovation continues to grow in importance on a global scale. Indian traditions and access to interesting and unusual flavour combinations will allow them to continue to excel and innovate in this market., owing to change in spending patterns of consumers, on the back of expanding middle-class population and increasing consumer preference for cakes as a regular sweet rather than an occasional treat. Moreover, growing population base of the young working class, which prefers to spend on lifestyle & luxury products, availability of innovative packaged products, and aggressive marketing & promotional activities expected to boost demand for dry cakes in India in the coming years.

**FISCAL YEAR 2021 AND OUTLOOK**

During the fiscal year ended 31st March 2021, your Company has achieved a total net sale of Rs. 1343.63 lakhs and incurred loss of **Rs1004.47 lakhs**.

The Company's main revenue comes from selling of bakery, confectionery and ice cream products through its outlets spread in the state of Gujarat, further, the Company has its manufacturing facility in Ahmedabad.

Therefore, due to partial lockdown announced by the State Government, the company has impacted negatively to its business operation and financial position. The business was heavily impacted due to second wave of COVID-19 in March-April 2021.

Your Company will be introducing shortly a new category of product i.e. various types of breads in its bucket of various products.

# DANGEE DUMS®

Further, your Company has also entered into MoU with Magson Retail And Distribution Pvt Ltd for the supply of various frozen products, party products, disposables, beverages, chocolates etc to its customers at large.

Your Company has also started franchising its brand under FOFO model (Franchisee Owned Franchisee Operated) and FOCO (Franchisee Owned Company Operated) model and is ready to welcome potential Franchisees who can run our brand with utmost loyalty and maintain the brand image of the Company.

## BUSINESS STRATEGY

Going forward our business strategy will rest on four pillars, the idea is to put in place a proper framework to give us the best chance to grow in the face of challenges from the competition and external events over which we may have no control. Each of tenets of our strategy is explained below:

- > **Strengthen our core**
- > **Exploit our expertise in western dessert products**
- > **Offer newer formats**
- > **Increase points of distribution**
- > **Putting it all together**

While strategies often look good on paper, what often separates successful ones from the not-so-successful is their execution. Each of these pillars requires a proper structure to ensure proper planning, execution and monitoring. Your company will invest in putting in place the right structure that ensures precise execution, the investment may vary from say putting in place a business development team or resources and tools for GT and MT store fulfillment or even increasing the numbers of product development team and innovation team. While as mentioned before that of this takes us in new directions, we feel that it essential for the company to adjust, pivot and transform in order to best respond to emerging opportunities and challenges. We are confident that with the team we have in place we are on track to achieve our growth objectives

## OUR COMPETITIVE STRENGTHS

We derive our strengths from following factors:

1. Brand Name and Image
2. End to end ownership of the Supply chain
3. Our talented employee base
4. Expertise in western dessert products

### Emerging Opportunities:

1. India's strong consumption fundamentals
2. Logistics based startups augmenting distribution
3. Acceptance of western dessert items in gifting
4. The third place i.e. a hangout place for all purpose for our customers

### Threats:

1. Shifts in customer tastes away from the Company's products

2. Emergence of substitute products.
3. Change in modus-operandi
4. The arrival of third party marketplaces
5. Unforeseen government regulation
6. Increased trade barriers

## KEY RISKS AND CONCERNS

The Company is exposed to business risks which may be internal as well as external and the growth of our Industries is linked to the overall economic growth. Primary risk to the business will be on account of adverse changes to the economy. Volatility in commodity prices is the other significant risk.

## FINANCIAL AND OPERATIONAL PERFORMANCE

The key standalone financial are as under:

(Rs. in Lakh)

Particulars for the year ended	March 31, 2021	March 31, 2020
Revenue from Operation	1343.63	3534.90
Profit before Tax	(1194.98)	(253.09)
Profit after tax	(1004.47)	(204.80)

### DISCLOSURE OF KEY CHANGES IN FINANCIAL INDICATORS - KEY FINANCIAL RATIOS:

Particular	F.Y. Ended March 31, 2021	F.Y. Ended March 31, 2020
<b>Debtor Turnover</b>	9.83	19.90
<b>Inventory Turnover</b>	4.83	8.74
<b>Interest Coverage Ratio</b>	(2.26)	0.45
<b>Current Ratio</b>	0.47	0.74
<b>Debt Equity Ratio</b>	0.81	0.47
<b>Operating Profit Margin (%)</b>	(27.26%)	17.09%
<b>Net Profit Margin</b>	(61.40%)	(5.41%)
<b>Return on Networth (%)</b>	(52.43%)	(6.93%)

## INTERNAL CONTROL SYSTEMS AND ADEQUACY

Your Company's Internal Control Systems are commensurate with the nature, size and complexity of its business and ensure proper safeguarding of assets, maintaining proper accounting records and providing reliable financial information.



# **DANGEE DUMS®**

The Directors have laid down internal financial controls to be followed by the Company and such policies and procedures have been adopted by the Company 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.

Some Key Features of the Company's internal controls system are:

> The Company uses ERP system to record data for accounting, consolidation and management information purposes and connects to different locations for efficient exchange of information.

> Preparation & monitoring of Annual Budgets through monthly review for all operating & service functions.

> Adequate documentation of Policies & Guidelines.

> The Company has a well-defined delegation of power with authority limits for approving revenue & capex expenditure which is reviewed and suitably amended on an annual basis.

> The Company has a compliance management system.

> Internal Audit is carried out in accordance with auditing standards to review design effectiveness of internal control system & procedures to manage risks, operation of monitoring control, compliance with relevant policies & procedure and recommend improvement in processes and procedure.

The Audit Committee of the Board of Directors regularly reviews execution of Audit Plan, the adequacy & effectiveness of internal audit systems, and monitors implementation of internal audit recommendations including those relating to strengthening of company's risk management policies & systems. Internal Audit provides assurance on functioning and quality of internal controls along with adequacy and effectiveness through periodic reporting.

## **HUMAN RESOURCES AND INDUSTRIAL RELATIONS**

The industrial relations remained cordial throughout the year and we believe that our employees are key contributors to our business success. We focus on attracting and retaining the best possible talent. Our company looks for specific skill-sets, interests and background that would be an asset for our business. Our business model comprises of senior level executives, professionals, experienced, qualified and semi qualified personnel. Our company has HR department which recruits and manages this division and ensures that personnel required are made available in time, train them and make them ready according to their job profile. The Company continued to make significant progress on strengthening HR Processes and Practices to build organization for current as well as future sustainability during the year.

Our Company work processes and skilled/ semi-skilled/ unskilled resources together with our strong management team have enabled us to successfully implement our growth plans.

## **CAUTIONARY STATEMENT**

Statements in this Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important

factors that could make a difference to your Company's operations include raw material availability and prices, cyclical demand and pricing in the Company's principal markets, competitive actions, changes in Government regulations, tax regimes, economic developments in India and in countries in which the Company conducts business and other incidental factors.

**By Order of The Board  
For, DANGEE DUMS LIMITED**

**Date: 14/08/2021  
Place: Ahmedabad**

**Sd/-  
NIKUL JAGDISHCHANDRA PATEL  
CHAIRMAN & MANAGING DIRECTOR  
(DIN: 01339858)**

**CORPORATE GOVERNANCE REPORT****> Statement on Company's Philosophy on Code of Governance:**

DangeeDums Limited believes in the highest level of accountability towards its stakeholders and actively promotes fair, transparent and ethical Corporate Governance practices. Corporate Governance is about meeting our strategic goals responsibly and transparently, while being accountable to our stakeholders. The Company is committed to maintain the highest standards of Corporate Governance and continue to improve the same from time to time. The Company has adopted the best practices of corporate governance over a period of time as per the provisions of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Companies Act, 2013. It is also committed to sound Corporate Governance principles and practices. Stakeholders' interests are considered, before making any business decision.

Corporate governance is essential for the growth, profitability and stability of any business. Aligning itself to this philosophy, the Company has placed Corporate Governance on a high priority. Thus, the Company, through its Board, Committees and Senior Managerial Personnel endeavor to strike and deliver the highest governing standards for the benefits of its Stakeholders. A report on compliance with principles of corporate governance as prescribed by SEBI in Chapter IV read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is given below

**> Board of directors**

Your Company's Composition of Board of Directors is in conformity with Regulation 17 of SEBI (LODR), 2015. The Board of your Company has an appropriate mix of Executive and Non – Executive Directors to maintain its independence. The Board periodically evaluates the need for change in its composition and size.

**Composition of Board**

As on March 31, 2021, the Board of Directors of the Company comprised of 6 (Six) Members i.e. Mr. Nikul Jagdishchandra Patel is the Chairman & Managing Director – Executive Director of your Company, Mrs. Foram Nikul Patel-Non Executive Director, Mr. Dhruv Ashokbhai Patel- Non Executive Non Independent Director, Mr. Jayantilal Atmaram Patel, Mr. Umang Brijmohan Saraf and Mr. Pratik Ashvinbhai Shah are Independent Directors of your Company having renowned professionalism and experience in Corporate fields which enable them to contribute effectively to your Company and enhance the quality of Board's decision-making process.

None of the Directors on the Board hold directorships in more than 10 Public Companies (as specified in Section 165 of the Companies Act, 2013 ("the Act")) or act as an Independent Director in more than 7 listed companies or 3 listed companies in case he/she serves as a Whole-Time Director in any listed Company (as specified in Regulation 25 of SEBI LODR). Further, none of the Directors on the Board is a member of more than 10 committees and chairman of more than 5 committees (as specified in Regulation 26 of SEBI LODR), across all the Indian public limited companies in which he/ she is a Director. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2021 have been made by the Directors.

**> Independent Directors:**



Independent Directors are Non-Executive Directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act. All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Companies Act, 2013. The maximum tenure of Independent Directors is in compliance with the Act. The Company has on its Board, eminent Independent Directors who have brought in independent judgement to Board's deliberations including issues of strategy, risk management and overall governance. They have played a pivotal role in safeguarding the interests of all stakeholders. The terms and conditions for appointment of the Independent Directors are disclosed on the website of the Company.

> Board Procedures and flow of information:

The Agenda for the meetings of the Board and its Committees are circulated in advance to the Directors to ensure enough time is provided to Director to prepare for the meetings. The Company Secretary attends all the meetings of the Board and its Committees and is, inter alia, responsible for recording the minutes of such meetings. The draft minutes of the Board and its Committees are sent to the members for their comments in accordance with the Secretarial Standards and then, the minutes are entered in the minutes book within 30 (thirty) days of the conclusion of the meetings, subsequent to incorporation of the comments, if any, received from the Directors. The Company adheres to the provisions of the Companies Act, 2013 read with the Rules issued thereunder, Secretarial Standards and Listing Regulations with respect to convening and holding the meetings of the Board of Directors and its Committees.

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other public companies as on March 31, 2021 are given herein below. Other directorships do not include directorships of Private Limited Companies, Foreign Companies and Companies under Section 8 of the Act. Chairmanships/Memberships of Board Committees shall include Audit Committee, Stakeholders' Relationship Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee and Risk Management Committee.

<b>Name</b>	<b>DIN</b>	<b>Designation</b>	<b>Category</b>
Nikul Jagdishchandra Patel	01339858	Chairman & Managing Director	Executive & Non Independent
Foram Nikul Patel	02017816	Non Executive Director	Non Executive & Non Independent
Jayantilal Atmaram Patel	03644777	Independent Director	Non Executive & Independent
Umang Brijmohan Saraf	00510800	Independent Director	Non Executive & Independent
Pratik Ashvinbhai Shah	08958012	Additional Independent Director	Non Executive & Independent
Dhruv Ashokbhai Patel	05270487	Non Executive Non Independent Director	Non Executive & Non Independent
Ravi Hemantkumar Patel (upto 19.12.2020)	02017962	Wholetime Director (upto 1.12.2020), Non Executive Non Independent Director (upto 19.12.2020)	Executive & Non Independent Director (upto 1.12.2020) Non Executive Non Independent Director (upto 19.12.2020)
JanakNatverlal Parikh (upto 15.11.2020)	07930360	Independent Director	Non Executive & Independent

Disclosure pertaining to Directorship in limited entity:

Name of Director	Name of other Company* in which he/she is a Director	Type of Directorship
Nikul Jagdishchandra Patel	ARCHIT ORGANOSYS LIMITED	Additional Director (Independent)
Foram Nikul Patel	-	-
Jayantilal Atmaram Patel	VIBRANT INDUSTRIAL PARK LIMITED	Additional Director
Umang Brijmohan Saraf	-	-
Pratik Ashvinbhai Shah	-	-
Dhruv Ashokbhai Patel	-	-
Ravi Hemantkumar Patel (upto 19.12.2020)	-	-
Janak Natverlal Parikh (upto 15.11.2020)	-	-

\*Private Limited Company excluded

**The details of attendance at Board Meetings held during the financial year 2020-21 and at the Annual General Meeting of the Company are detailed below.**

Name	No.of Board Meeting held	Meeting Attended	Whether attended last AGM held on September 28, 2020
Nikul Jagdishchandra Patel	14	14	Yes
Foram Nikul Patel	14	14	No
Ravi Hemantkumar Patel (upto 19.12.2020)	14	10	Yes
Umang Saraf	14	14	Yes
Jayantilal Patel	14	14	No
Janak Parikh(upto 15.11.2020)	14	8	Yes
Pratik Shah (w.e.f. 11.11.2020)	14	6	NA
Dhruv Patel(w.e.f. 19.12.2020)	14	4	NA

The necessary quorum was present for all the meetings held during the Financial Year 2020-21.

**The details of attendance at Independent Directors' Meeting held during the financial year 2020-21:**

Mr. Janak Natverlal Parikh (DIN :07930360) resigned from the post of Independent Director of the Company w.e.f. November 15, 2020 due to pre occupation and other commitments.

Mr. Pratik Ashvinbhai Shah (DIN: 08958012) was appointed as an Additional Independent Director w.e.f. November 11, 2020, whose appointment shall be regularized in this AGM.

During the year, one meeting of the Independent Directors was held on March 03, 2021 and all the three Independent Directors were present in the said meeting namely, Mr. UmangSaraf, Mr. Jayantilal Patel and Mr. Pratik Shah.

## Details of directors seeking appointment / re-appointment as required under regulation 36 of the SEBI (Listing Obligations And Disclosure Requirements) regulations 2015 :

Details of directors seeking appointment / re-appointment as required under regulation 36 of the SEBI (Listing Obligations And Disclosure Requirements) regulations 2015 are attached with the notice of Annual General Meeting dated 14.08.2021.

### > Committee of the Board:

The Company has three main Committees of the Board i.e.:

- A. Audit Committee
- B. Nomination and Remuneration Committee and
- C. Stakeholders Relationship Committee

#### A. Audit Committee :

The Audit Committee is duly constituted in accordance with SEBI (LODR) Regulations 2015 and Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. It adheres to the terms of reference which is prepared in compliance with Section 177 of the Companies Act, 2013, and SEBI (LODR) Regulations 2015. During the financial year 2020-21, the Committee met five (5) times as on 08/06/2020, 14/07/2020, 06/11/2020, 19/12/2020 and 03/03/2021.

The Company Secretary acts as Secretary to the Audit Committee and no personnel has been denied access to the Audit Committee.

Name Category & Position	Position in Committee	No of Meetings held	No of Meetings attended
Mr. Umang B Saraf	Chairman	5	5
Mr. Janak N Parikh (till 15.11.2020)	Member	5	3
Mr. Nikul J Patel (till 19.12.2020)	Member	5	3
Mr. Pratik A Shah (w.e.f.11.11.2020)	Member	5	2
Mr. Dhruv A Patel (w.e.f.19.12.2020)	Member	5	2

The details of Audit Committee along with the meetings and attendance of members are as follows:

The Committee was reconstituted on 11.11.2020 and 19.12.2020 due to changes in the board of directors of the Company. Appointment of Mr. Pratik Shah, cessation of Mr. Janak Parikh , Appointment of Mr. Dhruv Patel and cessation of Mr. Nikul Patel.

#### B. Nomination and Remuneration Committee

The Nomination and Remuneration Committee is constituted in accordance with SEBI (LODR) Regulations 2015 and Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. The Company Secretary acts as the Secretary to the committee and the Committee Members the Committee met 4(Four times) on 08/06/2020, 11/08/2020, 06/11/2020 and 19/12/2020.

The details of Nomination and remuneration Committee along with the meetings and attendance

of members are as follows:

Name Category & Position	Position in Committee	No of Meetings held	No of Meetings attended
Mr. Janak N Parikh (till 15.11.2020)	Chairman	4	3
Mr. Jayantilal A Patel	Member	4	4
Mr. Umang B Saraf (till 19.12.2020)	Member	4	4
Mr. Pratik A Shah (w.e.f. 11.11.2020)	Chairman	4	1
Mr. Dhruv A Patel (w.e.f. 19.12.2020)	Member	4	1

The Committee was reconstituted on 11.11.2020 and 19.12.2020 due to changes in the board of directors of the Company. Appointment of Mr. Pratik Shah, cessation of Mr. Janak Parikh , Appointment of Mr. Dhruv Patel and cessation of Mr. Umang Saraf.

## C. Stakeholders Relationship Committee

The Stakeholders Relationship Committee is constituted in compliance with the requirements of Section 178 of the Companies Act, 2013. The Company Secretary is the Compliance Officer, who acts as the Secretary to the Committee and the Committee met two (2) times on 08/06/2020 and 19/12/2020.

The details of Stakeholders Relationship Committee alongwith the meetings and attendance of members are as follows:

Name Category & Position	Position in Committee	No of Meetings held	No of Meetings attended
Mr. Jayantilal A Patel	Chairman	2	2
Mr. Janak N Parikh (till 15.11.2020)	Member	2	1
Mr. Ravi H Patel (till 19.12.2020)	Member	2	1
Mrs. Foram Nikul Patel (w.e.f. 19.12.2020)	Member	2	1
Mr. Pratik A Shah (w.e.f. 11.11.2020)	Member	2	1

The Committee was reconstituted on 11.11.2020 and 19.12.2020 due to changes in the board of directors of the Company. Appointment of Mr. Pratik Shah ,cessation of Mr. Janak Parikh , Appointment of Mrs. Foram Patel and cessation of Mr Ravi Patel.

Particulars	Complaints
number of shareholders' complaints received during the financial year	0
number of complaints not solved to the satisfaction of shareholders	0
number of pending complaints	0



**> Chart or a Matrix setting out the Skills/Expertise/Competence of the Board of Directors:**

The Company's Board is a skills/expertise based Board comprising of Directors who collectively have the skills, knowledge and experience to effectively govern and direct the Company. The Board has identified the skills and attributes required from the Board which can be broadly categorized as follows:

- i) Knowledge of Company's business (i.e. Cake and Bakery Industry), policies, major risks/threats and potential opportunities, technical /professional skills and specialized knowledge of Company's business
- ii) Sales & Marketing skills,
- iii) Business strategy & Analytics, Critical & Innovative thinking
- iv) Corporate Management and Corporate Governance,
- v) Financial and Management skills, administration
- vi) Leadership and decision making
- vii) Behavioral skills - Attributes and competencies to use knowledge and skills for effective contribution to Company's growth
- viii) Risk identification - Legal and Regulatory compliance.

Based on the above skill matrix, the skills which are currently available with the Board have been mapped below:

<b>Name of Director</b>	<b>Nikul Jagdishchandra Patel</b>	<b>Foram Nikul Patel</b>	<b>Jayant ilal Atmar am Patel</b>	<b>Umang Brijmohan Saraf</b>	<b>Pratik Ashvin bhai Shah (w.e.f. 11.11. 2020)</b>	<b>Dhruv Ashok bhai Patel (w.e.f. 19.12. 2020)</b>	<b>Janak Natverlal Parikh (upto 15.11. 2020)</b>	<b>Ravi Hemant Kumar Patel (upto 19.12. 2020)</b>
Risk identification	✓	✓			✓			✓
Behavioral skills	✓	✓	✓	✓	✓	✓	✓	✓
Leadership and decision making	✓	✓			✓			✓
Financial and Management skills, administration	✓	✓	✓	✓	✓	✓	✓	✓
Corporate Management and Corporate Governance	✓	✓	✓	✓		✓		✓
Business strategy & Analytics, Critical & Innovative thinking	✓	✓	✓	✓		✓		✓
Sales & Marketing skills	✓	✓						✓
Knowledge of Company's business	✓	✓	✓	✓	✓	✓	✓	✓

## General Body Meetings:

### A. Annual General Meetings

The date, time and venue of Annual General Meetings (AGMs) held during the last three years and the Special Resolutions passed thereat are as follows:

Financial Year	Day & Date	Venue	Time	No. of Special resolutions passed
2017-18	August 30, 2018	4/A, Ketan Society, Nr. Sardar Patel Colony, Naranpura, Ahmedabad-380014	2:30 PM	-
2018-19	September 27, 2019	4/A, Ketan Society, Nr. Sardar Patel Colony, Naranpura, Ahmedabad-380014	11:30 AM	-
2019-20	September 28, 2020, Monday	Through Video Conferencing and other audio/video means ("VC/OAVM")	2:00 PM	-

### B. Special Resolution(s) passed through Postal Ballot

During the Financial Year 2020-21,

- The following special resolutions were passed through Postal Ballot, result of which was declared on 18th September, 2020

1. Migration of Listing/ Trading of Equity Shares of the Company from NSE SME Platform i.e. (Emerge) to Main Board of NSE (Capital Segment).

- The following special resolutions were passed through Postal Ballot, result of which was declared on 28TH January, 2021

1. Variation in terms of objects of the issue (IPO).
2. Adoption of new set of Articles Of Association of the Company.

Mr. Devesh Khandelwal, Proprietor of M/s Khandelwal Devesh & Associates, was appointed as scrutinizer for conducting postal ballot process and the details of voting pattern are as:

### C. Special Resolutions proposed to be passed in ensuing Annual General Meeting

1. To appoint Mr. Pratik Ashvinbhai Shah (DIN:08958012) as the Independent Director of the Company.
2. To appoint Mr. Suchit Amin (DIN:05334794) as the Independent Director of the Company.

### D. Details of Postal Ballot

During the year, pursuant to Section 110 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 (including any statutory amendment(s) or re-enactment(s) made thereunder), your Company passed the following resolution through postal ballot as per the details below:

Date of Postal ballot Notice: 11.08.2020

Date of declaration of result: 18.09.2020

Voting period: 19.08.2020 to 17.09.2020

Date of approval: 17.09.2020

Name of resolution	Type of resolution	No. of votes polled	Votes cast in favor		Votes cast against	
			No of Votes	%	No of Votes	%
Migration of listing/ trading of equity shares of the company from NSE SME platform i.e. (EMERGE) to main board of NSE (Capital Segment)	Special	76,98,100	76,98,100	100%	0	0%

Date of Postal ballot Notice: 19.12.2020

Date of declaration of result: 28.01.2021

Voting period: 28.12.2020 to 27.01.2021

Date of approval: 27.01.2021

Name of resolution	Type of resolution	No. of votes polled	Votes cast in favor		Votes cast against	
			No of Votes	%	No of Votes	%
Variation in terms of objects of the issue(IPO)	Special	68,46,571	68,46,571	100%	0	0 %
Adoption of new set of articles of association of the Company.(Pursuant to the Share Purchase Agreement)	Special	68,46,571	68,46,571	100%	0	0 %
Change in terms of appointment of Mr. Nikul Jagdishchandra Patel(DIN:01339858),Chairman &Managing Director of the Company.	Ordinary	68,46,571	68,46,569	99.99 %	2	0 %
To regularize Mr. Dhruv Ashokbhai Patel(DIN:05270487) as Director(Non executive non independent) of the Company)	Ordinary	68,46,571	68,46,569	99.99 %	2	0 %

### Means of Communication:

### Financial results:

Company's Results are published in daily newspapers viz. Business Standard (English),/Jayhind (Gujarati) and are also displayed on Company's Website [www.dangeedums.com](http://www.dangeedums.com). All Periodical Compliance Filings are electronically filed on NEAPS (Listing Portal of National Stock Exchange of India Limited). The investor complaints are processed in a centralized web based complaints redressal system. Centralized database of all complaints received, online upload of the Action Taken Reports (ATRs) by the Company and online viewing by investors of actions taken on the complaint and its current status are updated / resolved electronically in the SEBI SCORES system.

### General Shareholders Information:

#### A. Company Registration Details

The Company is registered in the state of Gujarat, India. The Corporate Identity Number (CIN)

allotted to the Company by the Ministry of Corporate Affairs (MCA) is L55101GJ2010PLC061983.

## B. Annual General Meeting:

<b>CIN</b>	L55101GJ2010PLC061983
<b>Registered Address</b>	4/A, Ketan Society, Nr. Sardar Patel Colony, Naranpura, Ahmedabad Gujarat 380014 India
<b>Factory Address</b>	Shop No. G-1 To G-28, F-1 To F- 28 & S-1 To S-28, Devraj Industrial Park, Piplaj - Pirana Road, Piplaj, Ahmedabad, Gujarat - 382405, India.
<b>Website address</b>	<a href="http://www.dangeedums.com">www.dangeedums.com</a>
<b>SCRIP Code</b>	DANGEE
<b>Designated Stock exchange</b>	<b>National Stock Exchange of India Ltd, (NSE)</b> Exchange Plaza, Plot No. C/1, G Block, BandraKurla Complex, Bandra (East) Mumbai – 400051, Maharashtra
<b>Correspondence address</b>	<b>Ketan J. Patel (CFO)</b> 4/A, Ketan Society Nr. Sardar Patel Colony, Naranpura Ahmedabad Gujarat 380014 India Telephone: +91 9512500570 E-Mail: <a href="mailto:cs@dangeedums.com">cs@dangeedums.com</a> , <a href="mailto:investors@dangeedums.com">investors@dangeedums.com</a>
<b>Registrar to the Issue</b>	<b>BIGSHARE SERVICES PRIVATE LIMITED</b> <b>Ahmedabad Address:</b> A-802, Samudra Complex Off. C G Road, (Near Grish Cold Drinks) Navrangpura Ahmedabad 380009 Tel.: 079 - 4002 4135 Website: <a href="http://www.bigshareonline.com">www.bigshareonline.com</a> Contact Person: Mr. Ramesh Nair (Branch Manager) Email: <a href="mailto:bsahd@bigshareonline.com">bsahd@bigshareonline.com</a>
<b>Date &amp; Time of AGM</b>	Wednesday September 29, 2021 at 3:00 PM
<b>Venue of 11<sup>th</sup> AGM</b>	The company is conducting the AGM through VC/OAVM pursuant to the MCA Circular dated May 05, 2020.
<b>Financial Year Book Closure Date</b>	April 01, 2020 to March 31, 2021 September 23, 2021 to September 29, 2021
<b>E-Voting Period</b>	to be commenced at 9:00 AM Sunday September 26, 2021 to Monday, Tuesday September 28, 2021 till 5:00 PM

## > Financial Calendar for 2021-22: (tentative schedule, subject to change)

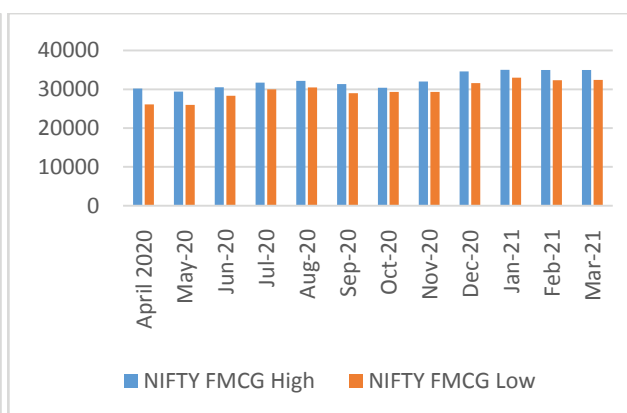
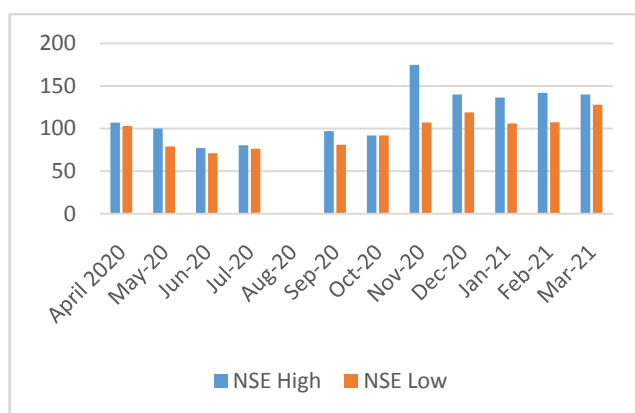
Period	Approval of Quarterly results
<b>Quarter ending 30<sup>th</sup> June, 2021</b>	Mid August, 2021
<b>Quarter and half year ending 30<sup>th</sup> September, 2021</b>	Mid November, 2021
<b>Quarter ending 31<sup>st</sup> December, 2021</b>	Mid February, 2022
<b>The year ending 31<sup>st</sup> March, 2022</b>	End May, 2022

**> Annual Listing Fees to the Stock Exchanges:** The Company hereby confirms that the Listing Fees as applicable for the Financial Year 2020-21 has been paid to the Stock Exchange on time.



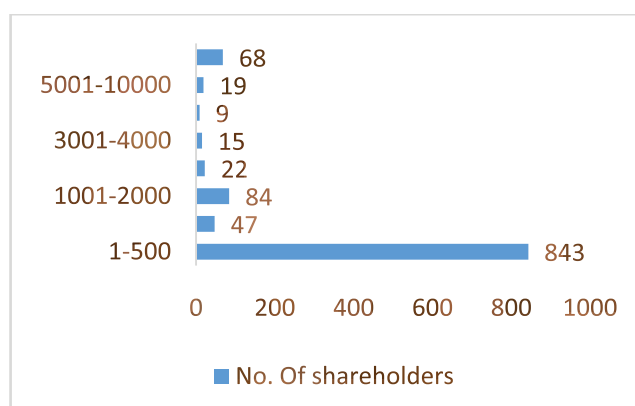
## &gt; Market Price during FY 2020-21:

Month	NSE		NIFTY FMCG	
	High	Low	High	Low
April 2020	107.00	103.00	30202.75	26114.20
May 2020	100.00	79.00	29384.90	25984.00
June 2020	77.00	71.00	30505.15	28319.10
July 2020	80.50	76.40	31708.00	29983.65
August 2020	No trade	No trade	32155.50	30475.85
September 2020	97.00	81.00	31346.95	28969.35
October 2020	92.00	92.00	30397.00	29329.80
November 2020	174.75	107.05	32006.00	29307.25
December 2020	140.05	119.00	34596.05	31591.85
January 2021	136.40	105.95	35000.35	32972.25
February 2021	141.95	107.30	34978.15	32312.45
March 2021	140.00	128.00	34980.15	32429.60



## &gt; Distribution of Shareholding (by number of shares) as on March 31, 2021 is as under:

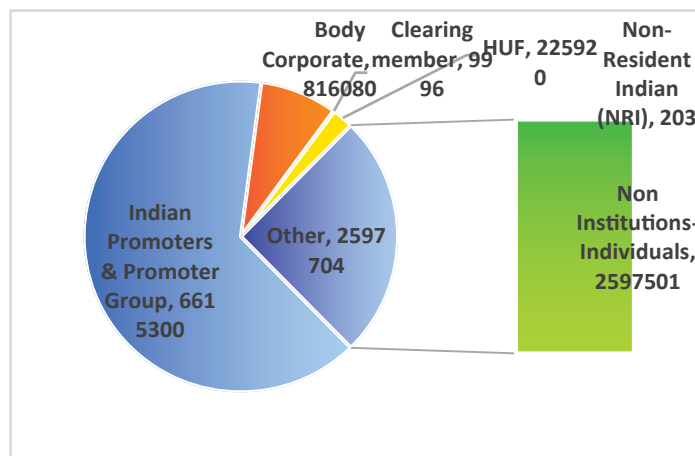
No. of equity shares held	No. Of shareholders	% of shareholders	No. Of shares	% of shareholding
1-500	843	76.15	45489	0.44
501-1000	47	4.24	38084	0.37
1001-2000	84	7.59	134482	1.31
2001-3000	22	1.99	57858	0.56
3001-4000	15	1.36	51219	0.49
4001-5000	9	0.81	42013	0.41
5001-10000	19	1.72	143466	1.40
10001 and above	68	6.14	9752389	95.00



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## > Distribution of Shareholding (category wise) as on March 31, 2021 is as under

Category	Total no. Of shares held		Total shares	% of holding
	Demat	Physical		
<b>A. Promoter's holding</b>				
Indian Promoters & Promoter Group	6615300	0	6615300	64.45
<b>Sub total A</b>	<b>6615300</b>	<b>0</b>	<b>6615300</b>	<b>64.45</b>
<b>B. Non-Promoter holding (Public)</b>				
Body Corporate	816080	0	816080	7.95
Clearing member	9996	0	9996	0.10
HUF	225920	0	225920	2.20
Non-Resident Indian (NRI)	203	0	203	0.00
Non Institutions-Individuals	2597501	0	2597501	25.31
<b>Sub total B</b>	<b>3649700</b>	<b>0</b>	<b>3649700</b>	<b>35.55</b>
<b>Total (A+B)</b>	<b>10265000</b>	<b>0</b>	<b>10265000</b>	<b>100</b>



## > Disclosure Pertaining to Share transfer system:

The Company's shares are compulsorily dealt in the demat segment on stock exchanges. However, the shares in the physical form are processed by the Registrar and Share Transfer Agents. In order to expedite the process, the powers are delegated by the Board of Directors to the authority to approve the share transfer/ transmission of shares as and when require. The share transfer process is reviewed and noted by the Board/Committee time to time.

## > Dematerialization and liquidity of shares:

The equity shares of the Company are available in Dematerialized Form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd., (CDSL). The Company's equity shares are compulsorily traded in dematerialized form. Demat Security Code (ISIN) for the equity shares is INE688Y01014. As on March 31, 2021, 100% equity shares of the Company are dematerialized.

## > Credit Ratings:

The Company has not obtained any credit rating as no such requirement is applicable to the Company, as no funds have been mobilized through any debt instrument or any fixed deposit pro-

gramme.

## **Other Disclosures:**

### **1. Related Party Transactions:**

All Related Party Transactions that were entered during the financial year were on an arm's length basis and were in the ordinary course of business and also in compliance with the applicable provisions of the Act and the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015. During the Financial Year 2020-21, there were no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. All Related Party Transactions were placed before the Audit Committee and also before the Board for approval. The Company has formulated a policy on dealing with Related Party Transactions which specifies the manner of entering into Related Party Transactions. This policy has also been posted on the web site of the Company and can be accessed through web link [www.dangeedums.com](http://www.dangeedums.com).

### **2. Details of Non-Compliance**

There was no non-compliance during the year except mentioned hereunder and no penalties were imposed or strictures passed on the Company by the Stock Exchanges, SEBI or any other Statutory Authority.

**• As per regulation 33(3) of SEBI (LODR) Regulations, 2015- the listed entity shall submit quarterly and year-to-date standalone financial results to the stock exchange within forty-five days of end of each quarter, other than the last quarter therefore the listed entity has to submit results of third quarter i.e., 31.12.2020 on or before 14.02.2021. However, the Company has submitted the same on 03.03.2021. So, there was a delay of 17 days.**

The Board would like to clarify that since the Company has migrated from NSE Emerge (SME) to NSE (Main Board) w.e.f. 13.11.2020, the Company has to prepare its financials according to IND-AS. Migrating from existing Accounting Standards of Indian GAAP to IND-AS requires restating of previous years accounts, therefore the Financial Results of the Company for the quarter ended 31.12.2020 was not finalized within time. However, till the date of this report, there was no penalty imposed by the Stock Exchange.

A practicing Company Secretary has certified the compliance of the conditions of Corporate Governance and annexed the certificate with the Directors' Report and sent the same to all the shareholders of the Company. The certificate shall also be sent to all the concerned Stock Exchanges along with the Annual Report filed by the Company.

### **3. Compliance with Accounting Standards**

The Ministry of Corporate Affairs issued "The Companies (Indian Accounting Standards) Rules, 2015 and amendment thereto "The Companies (Indian Accounting Standards) Rules, 2016 as converged version of International Financial Reporting Standard (IFRS). In the preparation of the financial statements, the Company has complied with the new Accounting Standards.

### **4. Vigil Mechanism / Whistle Blower Policy**

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The Company has formulated Vigil Mechanism for Directors and employees of the Company to provide adequate safeguards against victimization of persons who use such mechanism and to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy in terms of provisions of Section 177(9) of the Companies Act, 2013 and Rules made there under and pursuant to Clause 22 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015. The said policy is available on Company's website i.e. [www.dangeedums.com](http://www.dangeedums.com).

## 5. Details of compliances with mandatory requirements and adoption of the non-mandatory requirements

During the year the Company has complied with the requirements as stipulated in the Listing Regulations requiring it to obtain a certificate either from the Statutory Auditor or Practising Company Secretary regarding compliance of conditions of Corporate Governance. The Company has obtained a certificate to this effect from Practising Company Secretary and same is given as annexure to the Board's Report.

## 6. Subsidiaries

The Company does not have any subsidiary Company.

## 7. MD & CFO Certification:

Since the Company does not have CEO, MD and CFO have issued certificate pursuant to the provisions of Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Part B of Schedule II certifying that the financial statements do not contain any untrue statement and these statements represent a true and fair view of the Company's affairs.

## 8. Share Capital Audit for Reconciliation of Capital

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Practising Company Secretary carried out the Share Capital Audit for all the applicable quarters of Financial Year 2020-21. The Audit Report confirms that there is no discrepancy in the issued, listed and paid-up capital of the Company.

## 9. Code for Prevention of Insider Trading Practices

The Company has formulated a comprehensive Code of Conduct for Prevention of Insider Trading for its designated persons, in compliance with Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time. Also, the Company, to enhance and improve governance, has adopted a tool from Bigshare Services Private Limited 'ITrack Service' which helps avoiding insider trading and monitors abusive self-dealing.

## 10. Disclosure on audit and non-audit services rendered by the auditor

The SEBI (Listing Obligations & Disclosure Requirements) (Amendments) Regulations, 2018 requires to disclose total fees paid to the auditors for audit and non-audit services rendered. The total fees paid to the Statutory Auditors for the

Payment to Statutory Auditors	FY 2020-21 (Rs. in Lakhs)
Audit Services	3.00
Non-Audit Services	0.11
<b>Total</b>	<b>3.11</b>



### **11. Disclosure in relation to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company has zero tolerance towards sexual harassment at workplace and has adopted Anti-Sexual Harassment Policy in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules made thereunder. The said policy can be accessed through Company's Website [www.dangeedums.com](http://www.dangeedums.com).

### **12. Disclosure pertaining to Disqualification of Directors**

The SEBI (Listing Obligations & Disclosure Requirements) (Amendments) Regulations, 2018 has introduced the requirement to obtain a certificate from a Company Secretary in Practice that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of the Company by the Board/ Ministry of Corporate Affairs or any such Statutory Authority.

In this regard, Company has obtained a Certificate from Mr. Devesh Khandelwal Practising Company Secretary, (Membership No. FCS 6897 COP: 4202) dated 14.08.2021 that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of the company by the Board/ Ministry of Corporate Affairs or any such Statutory Authority.

### **13. Code of Conduct**

The Board of Directors has approved a Code of Business Conduct which is applicable to the Members of the Board and all Senior Management Personnel. The Code of Conduct is available on the Company's website [www.dangeedums.com](http://www.dangeedums.com). All Board Members and the Senior Management Personnel have affirmed compliance with the Code of Conduct for the year under review. The declaration of Chairman and Managing Director is given below:

#### **DECLARATION ON CODE OF CONDUCT**

The Company has adopted a "Code of Ethics and Business Conduct" which is applicable to all directors, officers and employees.

I confirm that the Company has in respect of the financial year ended on March 31, 2021, received from the members of the board and senior management personnel declaration of compliance with the code of conduct as applicable to them.

**Place: Ahmedabad**  
**Date: 14/08/2021**

**Nikul J Patel**  
**Chairman & Managing Director**  
**(DIN:01339858)**

## MD / CFO CERTIFICATE

To,  
The Board of Directors  
DangeeDums Limited

As required under the Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule II part B of the Listing Regulations, we hereby certify that;

1. We have reviewed financial statements and the cash flow statement of DangeeDums Limited for the year ended 31st March 2021 and that to the best of our knowledge and belief:

a ) these statements do not contain any materially untrue statement or omit any material fact contain statements that might be misleading;

b) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

2. There are, to the best of our knowledge and belief, no transactions entered by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.

3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting. We have not come across any deficiencies in the design or operation of such internal controls.

4. We have indicated to the Auditors and the Audit Committee:

a ) significant changes in Internal Control over Financial Reporting during the year;

b) significant changes in Accounting Policies during the year and that the same have been disclosed in the notes to the Financial Statements; and

c) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the Management or an employee having a significant role in the Company's Internal Control System over Financial Reporting.

**Date: 14/08/2021**  
**Place : Ahmedabad**

**Ketan J Patel**  
**Chief Financial Officer**

**Nikul J Patel**  
**Chairman & Managing Director**

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,  
The Members of  
DANGEE DUMS LIMITED

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of DangeeDums Limited having CIN L55101GJ2010PLC061983 and having registered office at 4/A, Ketan Society, Nr. Sardar Patel Colony, Naranpura, Ahmedabad- 380014. (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

<b>Name of Director</b>	<b>DIN</b>	<b>Date of Appointment in the Company</b>
Nikul Jagdishchandra Patel	01339858	13/08/2010
Foram Nikul Patel	02017816	30/06/2017
Jayantilal Atmaram Patel	03644777	30/06/2018
Umang Brijmohan Saraf	00510800	30/06/2018
Pratik Ashvinbhai Shah	08958012	11/11/2020
Dhruv Ashokbhai Patel	05270487	19/12/2020

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company

**For, Khandelwal Devesh and Associates,  
Company Secretaries,**

**Place: Ahmedabad  
Date: 14/08/2021**

**Devesh Khandelwal  
Proprietor  
FCS:6897  
COP No.:4202  
UDIN: F006897C000788524**

## CERTIFICATE ON CORPORATE GOVERNANCE TO THE MEMEBERS OF DANGEE DUMS LIMITED

To,  
The Members  
DangeeDums Limited

I have examined the compliance of conditions of Corporate Governance by DangeeDums Limited ("the Company") for the year ended on March 31, 2021 as stipulated in the applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, pursuant to the Listing Agreement of the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to a review of procedures and implementations thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of my information and according to the explanations given to me, I certify that the Company has complied with the conditions except mentioned hereunder of Corporate Governance as stipulated in the applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. I further state that such compliance is neither an assurance as to the future viability of the Company nor the Efficiency or effectiveness with which the management has conducted the affairs of the Company.

**As per regulation 33(3) of SEBI (LODR) Regulations, 2015- the listed entity shall submit quarterly and year-to-date standalone financial results to the stock exchange within forty-five days of end of each quarter, other than the last quarter therefore the listed entity has to submit results of third quarter i.e., 31.12.2020 on or before 14.02.2021. However, the Company has submitted the same on 03.03.2021. So, there was a delay of 17 days.**

**For, Khandelwal Devesh and Associates,  
Company Secretaries,**

**Devesh Khandelwal  
Proprietor**

**FCS:6897**

**COP No.:4202**

**UDIN: F006897C000788535**

**Place: Ahmedabad**

**Date: 14/08/2021**



**INDEPENDENT AUDITORS' REPORT**

To,  
The Members of  
**DangeeDums Limited**

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

1. We have audited the accompanying financial statements of **DangeeDums Limited** (the 'Company') which comprise the Balance Sheet as at **31 March 2021**, the Statement of Profit and Loss, Statement of Changes in Equity and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the state of affairs of the Company as at 31 March 2021 and its loss, total comprehensive income, its cash flows and the changed in equity for the year ended on that date.

**Basis for Opinion**

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

**Key Audit Matters**

4. 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.

5. Key audit matter identified in our audit is on transition to Ind AS accounting framework:

Key audit matter	How our audit addressed the key audit matter
<b>Assessment of transition to Ind AS accounting framework</b>	
The company has adopted Ind AS from 1 April 2020 with an effective date of 1 April 2019 for such transition. For periods up to and including the year ended 31 March 2020, the company had prepared and presented its financial state-	In respect of the same our audit procedures included the following:  1. Read the Ind AS impact assessment performed by the management and the resultant

<p>ments in accordance with the erstwhile generally accepted accounting principles in India (Indian GAAP). In order to give effect of the transition to Ind AS, these financial statements for the year ended 31 March 2021, together with the comparative financial information for the previous year ended 31 March 2020 and the transition date balance sheet as at 1 April 2019 have been prepared under Ind AS.</p> <p>The transition has involved significant change in the company's policies and processes for financial reporting, including generation of supportable information and exercise of estimates to inter alia determine impact of Ind AS on accounting and disclosure requirements.</p> <p>In view of the complexity involved, Ind AS transition and the preparation of financial statements subsequent to the transition have been areas of key focus in our audit.</p>	<p>changes made to the accounting policies in light of the requirements of the new framework.</p> <p>2. Evaluated the exemptions and exceptions allowed by Ind AS and applied by the management in applying the firsttime adoption principles of Ind AS 101 in respect of fair valuation of assets and liabilities existing as at transition date.</p> <p>3. Tested the accounting adjustments posted as at the transition date and in respect of the previous year to convert the financial information reported under erstwhile Indian GAAP to Ind AS.</p> <p>4. Tested the disclosures prescribed under Ind AS.</p>
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## Information other than the Financial Statements and Auditor's Report thereon

6. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available 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.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and as may be legally advised.

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

7. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit and cash flows of the Company in accordance with the accounting principles generally accepted in India specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other

irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

9. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

11. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for explaining our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

15. As required by the Companies (Auditor's Report) Order, 2016 (the 'Order') issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.

16. Further to our comments in Annexure A, 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, the Statement of Profit & Loss and the cash Flow Statement dealt with by this report are in agreement with the books of account;

d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act;

f) With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" ;

g) With respect to the other matters to be included in the Auditor's Report in accordance with rule

11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending Litigation which would impact its Financial position;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For, J. T. Shah & Co.**  
**Chartered Accountants,**  
**[Firm Regd. No:- 109616W]**

**A. R. Pandit)**  
**Partner**

**[M. No. 127917]**

**UDIN:21127917AAAADJ9810**

**Place: Ahmedabad**

**Date:30/06/2021**



## ANNEXURE-A TO THE AUDITORS REPORT

Referred to in paragraph 15 of our Report of even date to the Members of DangeeDums Limited for the year ended on **31st March, 2021**.

### **1. In respect of Fixed Assets :**

(a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets on the basis of available information.

(b) As per the information and explanations given to us, the management at reasonable intervals during the year in accordance with a programme of physical verification, physically verified the fixed assets and no material discrepancies were noticed on such verification as compared to the available records.

(c) As explained to us, the title deeds of all the immovable properties are held in the name of the Company.

### **2. In respect of Inventories :**

As per the information and explanations given to us, inventories were physically verified during the year by the management at reasonable intervals. No material discrepancy was noticed on such physical verification.

3. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 and therefore, the Clauses (iii) (a) to (c) of the Companies (Auditor's Report) Order, 2016 are not applicable.

4. In our opinion and according to information and explanations given to us, the Company has not granted any loan or made any investment or provided any guarantee or security to the parties covered under section 185 and 186. Therefore clauses (iv) of Companies (Auditor's Report) Order, 2016 is not applicable.

5. During the year, the Company has not accepted any deposits and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under are not applicable to the Company. Therefore clauses (v) of Companies (Auditor's Report) Order, 2016 is not applicable.

6. According to the information and explanations given to us, the Company is not required to maintain cost records as required by the central government under sub section (1) of section 148 of the Companies Act, 2013. Hence clause (vi) of the (Auditor's Report) Order, 2016 is not applicable.

### **7. In respect of Statutory Dues :**

(a) According to the records of the Company, the Company is by and large regular in depositing with appropriate authorities undisputed statutory dues including Value Added Tax, Tax Deducted at Source, Provident Fund, Employee State Insurance, Professional Tax and other statutory dues with the appropriate authorities applicable to it except there was delay in payment of Goods & Service Tax. According to the information and explanations given to us, no undisputed amount payable in respect of statutory dues were outstanding as at 31st March, 2021 for a period of more than six months from the date they became payable.

(b) According to the records of the Company, there are no dues of income tax, service tax, duty of customs, duty of excise, value added tax, central sales tax, Service Tax, Goods & Service Tax or cess which have not been deposited on account of disputes.

8. In our Opinion and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to Bank and Financial Institutions. The Company has no debenture holder during the year.

9. According to the information and explanations given to us, the Company has not raised any money by way of Public Issue during the year. According to the information and explanations given to us, and on an overall examination of the balance sheet of the Company, in our opinion, the term loans taken during the year were applied for the purpose 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 any fraud on the Company by its officer or employees has 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 had paid managerial remuneration which is in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of The Companies Act, 2013.

12. In our opinion and according to the information and explanations given to us, the provisions of special statute applicable to chit funds and nidhi / mutual benefit funds / societies are not applicable to the Company, hence, clause 3(xii) of the Company's (Auditor's Report) Order, 2016 is not applicable.

13. In our opinion and according to the information and explanations given to us, the transactions entered by the Company with related parties are in compliance with the provisions of section 177 and 188 of the Companies Act, 2013 and details thereof are properly disclosed in the financial statements as required by the applicable accounting standard.

14. In our opinion and according to the information and explanation given to us, no preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review was made by the company and hence, clause (xiv) of the company's (Auditors' Report) Order, 2016 is not applicable.

15. The Company had not entered in to any non-cash transactions with the directors or persons connected with him during the year, hence section 192 of the Companies Act, 2013 is not applicable, hence clause (xvi) of Company's (Auditor's Report) Order, 2016 is not applicable.

16. According to information and explanation given to us, the Company is not required to be registered u/s 45-IA of Reserve Bank of India Act, 1934, hence, clause (xvi) of Company's (Auditor's Report) Order, 2016 is not applicable.

**For, J. T. Shah & Co.**  
**Chartered Accountants,**  
**[Firm Regd. No. 109616W]**

**(A. R. Pandit)**  
**Partner**

**[M. No. 127917]**

**UDIN:21127917AAAADJ9810**

**Place: Ahmedabad**  
**Date: 30/06/2021**

## **ANNEXURE-B TO THE AUDITORS REPORT**

**Referred to in paragraph 16 (f) to The Independent Auditor's Report of Even Date on the Financial Statements of DangeeDums Limited**

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

We have audited the internal financial controls over financial reporting of DANGEE DUMS LIMITED ("the Company") as of 31st March 2021, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting 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 (the "Guidance Note") 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 rea-

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

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

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

### **Opinion**

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

**For, J. T. Shah & Co.**  
**Chartered Accountants,**  
**[Firm Regd. No. 109616W]**

**Place: Ahmedabad**  
**Date: 30/06/2021**

**(A. R. Pandit)**  
**Partner**  
**[M. No. 127917]**  
**UDIN: 21127917AAAADJ9810**

Balance Sheet as at March 31, 2021					
Particulars		Note No.	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
A	<b>ASSETS</b>				
1	<b>Non-current assets</b>				
	(a) Property, plant and equipment	5	1,658.88	2,243.46	2,165.93
	(b) Capital work-in-progress	6	Nil	Nil	74.40
	(c) Other intangible assets	7A	37.74	49.88	44.92
	(d) Right-to-use Asset	7B	1,422.65	2,688.41	2,228.15
	(e) Financial assets				
	(i) Investments	8	36.92	122.78	97.19
	(ii) Loans	9	1,157.73	1,101.78	1,035.02
	(iii) Other Financial Assets	10	154.42	196.27	140.56
	(f) Deferred tax assets (net)	11	392.02	206.00	159.52
	(g) Other non-current assets	12	197.91	207.35	204.98
	<b>Total non - current assets</b>		<b>5,058.26</b>	<b>6,815.93</b>	<b>6,150.66</b>
2	<b>Current assets</b>				
	(a) Inventories	13	161.82	508.15	338.02
	(b) Financial assets				
	(i) Investments	14	Nil	97.86	454.10
	(ii) Trade receivables	15	165.52	163.66	207.94
	(iii) Cash and cash equivalents	16	105.91	94.22	279.56
	(iv) Other bank balances	17	0.60	0.56	0.52
	(v) Other financial assets	18	23.44	23.36	137.57
	(c) Current tax assets (Net)	19	5.85	7.65	7.29
	(d) Other current assets	20	70.57	90.94	62.77
	<b>Total current assets</b>		<b>533.71</b>	<b>986.40</b>	<b>1,487.77</b>
	<b>Total assets (1+2)</b>		<b>5,591.97</b>	<b>7,802.33</b>	<b>7,638.43</b>
B	<b>EQUITY AND LIABILITIES</b>				
1	<b>Equity</b>				
	(a) Share capital	21	1,026.50	1,026.50	1,026.50
	(b) Other equity	22	867.05	1,859.87	2,060.02
	<b>Total equity</b>		<b>1,893.55</b>	<b>2,886.37</b>	<b>3,086.52</b>
2	<b>LIABILITIES</b>				
	<b>Non-current liabilities</b>				
	(a) Financial liabilities				
	(i) Borrowings	23	1,036.51	872.74	1,047.07
	(ii) Other financial liabilities	24	1,502.06	2,685.70	2,264.59
	(b) Provisions	25	16.63	24.40	17.02
	<b>Total non - current liabilities</b>		<b>2,555.20</b>	<b>3,582.84</b>	<b>3,328.69</b>
3	<b>Current liabilities</b>				
	(a) Financial liabilities				
	(i) Borrowings	26	491.39	475.41	487.96
	(ii) Trade payables	27			
	(a) Due to Micro & Small Enterprises		Nil	Nil	Nil
	(b) Due to Other than Micro & Small Enterprises		41.73	97.62	76.35
	(iii) Other financial liabilities	28	595.39	733.67	599.30
	(b) Other current liabilities	29	14.71	26.42	59.62
	<b>Total current liabilities</b>		<b>1,143.22</b>	<b>1,333.12</b>	<b>1,223.23</b>
	<b>Total equity and liabilities (1+2+3)</b>		<b>5,591.97</b>	<b>7,802.33</b>	<b>7,638.43</b>
	<b>Summary of significant accounting policies</b>	4			
As per our report of even date attached herewith. For, J. T. Shah & Co Chartered Accountants (Firm Regd. No.109616W)			For and on behalf of the Board of Directors of Dangee Dums Limited		
(A. R. Pandit) Partner (M.No. 127917)			Nikul J. Patel Chairman & Managing Director (DIN: 01339858)		
Place : Ahmedabad Date : 30/06/2021			Foram Patel Non Executive Director (DIN: 02017816)		
			Ketan J Patel Chief Financial officer		
			Khushboo Parikh Company Secretary & 'Compliance Officer		
			Place: Ahmedabad Date:30/06/2021		



Statement of Profit and Loss for the year ended March 31, 2021			
Particulars	Note No.	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)
<b>Continuing operations</b>			
I Revenue from operations	30	1,343.63	3,534.90
II Other income	31	273.47	161.72
<b>III Total income (I + II )</b>		<b>1,617.11</b>	<b>3,696.62</b>
<b>IV EXPENSES</b>			
(a) Cost of materials consumed	32	529.80	1,071.95
(b) Purchases of stock-in-trade	33	81.39	171.82
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	34	107.43	(112.29)
(d) Employee benefit expense	35	361.31	754.36
(e) Finance costs	36	366.28	459.04
(f) Depreciation and amortisation expense	37	754.19	885.17
(g) Other expenses	38	611.69	719.64
<b>Total Expenses</b>		<b>2,812.09</b>	<b>3,949.70</b>
<b>V Profit/(Loss) before tax (III- IV)</b>		<b>(1,194.98)</b>	<b>(253.09)</b>
<b>VI Tax Expense</b>			
(a) Current tax	39	Nil	Nil
(c) Deferred tax liability / (assets)	39	(190.51)	(48.28)
<b>Total tax expense</b>		<b>(190.51)</b>	<b>(48.28)</b>
<b>VII Profit/(Loss) after tax from continuing operations (V - VI)</b>		<b>(1,004.47)</b>	<b>(204.80)</b>
<b>VIII Profit/(Loss) for the year (VII)</b>		<b>(1,004.47)</b>	<b>(204.80)</b>
<b>IX Other comprehensive income</b>			
(i) Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans	40	16.14	6.45
(ii) Income tax relating to items that will not be reclassified to profit or loss	40	(4.49)	(1.79)
<b>X Total other comprehensive income</b>		<b>11.65</b>	<b>4.65</b>
<b>XI Total comprehensive income for the year (VIII+X)</b>		<b>(992.82)</b>	<b>(200.15)</b>
<b>XII Basic &amp; diluted earnings per share of face value of Rs.10 each fully paid up.</b>			
(a) Basic	51	(0.00)	(0.00)
(b) Diluted	51	(0.00)	(0.00)
As per our report of even date attached herewith. For, J. T. Shah & Co Chartered Accountants (Firm Regd.No.109616W)		For and on behalf of the Board of Directors of Dangee Dums Limited	
[A. R. Pandit] Partner (M.No. 127917)		Nikul J. Patel Chairman & Managing Director (DIN: 01339858)	Foram Patel Non Executive Director (DIN: 02017816)
Place : Ahmedabad Date : 30/06/2021		Ketan J Patel Chief Financial officer  Place: Ahmedabad Date:30/06/2021	Khushboo Parikh Company Secretary & Compliance Officer

Cash Flow Statement for the year ended March 31, 2021		
Particulars	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)
<b>Cash flow from operating activities</b>		
Profit before tax	(1,194.98)	(253.09)
<b>Adjustments for :</b>		
Depreciation and amortisation expense	754.19	885.17
Amortisation of lease premium	Nil	Nil
Finance costs	366.28	459.04
Provision for expected credit Loss	Nil	16.06
Gain on Cancellation of Lease	(163.27)	(17.55)
Loss on Discard of Property Plant & Equipment	188.22	21.63
(Gain)/Loss on sale of Current Non Current Investments (net)	69.15	Nil
(Gain)/Loss on sale of Current Investments (net)	(6.22)	(24.73)
Interest income	(103.96)	(101.40)
Dividend income	Nil	(0.21)
(Gain) / loss on fair valuation of Non Current Investment (net)	6.12	(15.79)
(Gain) / loss on fair valuation of Current Investments (net)	Nil	2.14
Profit on sale of Property, Plant & Equipment	(0.01)	(2.03)
<b>Operating profit before working capital changes</b>	<b>(84.48)</b>	<b>969.25</b>
<b>Changes in operating assets and liabilities:</b>		
(Increase)/Decrease in Inventories	346.33	(170.14)
(Increase)/Decrease in Trade receivables	(1.85)	28.23
(Increase)/Decrease in Other non-current financial asset	18.73	(110.66)
(Increase)/Decrease in Other current financial assets	(0.08)	114.20
(Increase)/Decrease in Other current assets	20.37	(28.18)
(Increase)/Decrease in Other non-current assets	0.75	0.74
Increase/(Decrease) in Other Non current Financial Liabilities	Nil	1.52
Increase/(Decrease) in Trade payable	(55.89)	21.27
Increase/(Decrease) in Other current Financial Liabilities	(24.13)	(3.43)
Increase/(Decrease) in Other current liabilities	(11.70)	(33.20)
Increase/(Decrease) in Provisions (current liabilities)	8.37	13.83
<b>Cash flow generated from operations</b>	<b>216.39</b>	<b>803.45</b>
Direct taxes paid (net)	3.08	(7.65)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>219.48</b>	<b>795.80</b>
<b>Cash flows from investing activities</b>		
Purchase of Property, plant and equipments	(63.65)	(464.14)
Proceeds from sale of Property, plant and equipments	0.40	4.63
Interest received	88.62	86.45
Dividend received	Nil	0.21
(Increase)/Decrease in Non Current Loans	(55.95)	(66.76)
Purchase of Non current Investments	(41.22)	(9.80)
Sale of Non current Investments	51.80	Nil
Purchase of Current Investments	Nil	(500.00)
Sale of current Investments	104.08	878.82
Fixed Deposit	(0.04)	(0.05)
<b>NET CASH FLOW (USED) IN INVESTING ACTIVITIES (B)</b>	<b>84.06</b>	<b>(70.61)</b>
<b>Cash flows from financing activities</b>		
Proceeds of Long term borrowings	304.94	Nil
Repayment of Long-term borrowings	(94.97)	(153.99)
Payment of Principal portion Lease Liability	(152.10)	(299.05)
Interest on Lease Liability	(197.16)	(285.05)
Increase/(Decrease) in Short term Borrowing (Net)	15.99	(12.56)
Finance costs Paid	(168.55)	(159.89)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES (C)</b>	<b>(291.84)</b>	<b>(910.53)</b>

<b>NET INCREASED IN CASH AND CASH EQUIVALENTS (A + B + C)</b>	<b>11.69</b>	<b>(185.34)</b>
Cash and cash equivalents at the beginning of the year	94.22	279.56
<b>Cash and cash equivalents at the end of the year</b>	<b>105.91</b>	<b>94.22</b>

**Notes:****(i). Components of cash and cash equivalents at each balance sheet date:**

<b>Particulars</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
Cash on hand	44.84	51.48	20.82
Balances with Bank - In Current Account	61.07	42.73	258.74
<b>Total Cash and cash equivalents (Refer Note 16)</b>	<b>105.91</b>	<b>94.22</b>	<b>279.56</b>

(ii). The above cash flow statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard - 7 Cash Flow Statements specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

**See accompanying notes forming part of the Financial Statements**

<b>As per our report of even date attached. For, J. T. Shah &amp; Co Chartered Accountants (Firm Regd.No.109616W)</b>	<b>For and on behalf of the Board of Directors of Dangee Dums Limited</b>	
	<b>Nikul J. Patel Chairman &amp; Managing Director (DIN: 01339858)</b>	<b>Foram Patel Non Executive Director (DIN: 02017816)</b>
<b>[A. R. Pandit] Partner (M.No. 127917) Place : Ahmedabad Date: 30/06/2021</b>	<b>Ketan J Patel Chief Financial officer  Place: Ahmedabad Date: 30/06/2021</b>	<b>Khushboo Parikh Company Secretary &amp; Compliance Officer</b>

# DANGEE DUMS®

## Statement of Changes in Equity for the year ended on March 31, 2021

### Equity Share Capital

Particulars	Note No.	Amount (Rs. In Lakhs)
Balance as on 1st April, 2019	21	1,026.50
Changes during the year		Nil
Balance as on 31st March, 2020	21	1,026.50
Changes during the year		Nil
Balance as on 31st March, 2021	21	1,026.50

### Other Equity

(Rs. In Lakhs)

Particulars	Note No.	Reserves and Surplus		Equity Securities Premium	Total
		Retained Earnings			
		Profit and Loss	Other Comprehensive Income		
Balance as at 1st April, 2019	22	(878.52)	Nil	2,938.54	2,060.02
Profit/(Loss) for the year		(204.80)	Nil	Nil	(204.80)
Other comprehensive income for the year (Net of Tax)		Nil	4.65	Nil	4.65
Balance as at 31st March, 2020	22	(1,083.32)	4.65	2,938.54	1,859.87
Profit/(Loss) for the year		(1,004.47)	Nil	Nil	(1,004.47)
Other comprehensive income for the year (Net of Tax)		Nil	11.65	Nil	11.65
Balance as at 31st March, 2021	22	(2,087.80)	16.30	2,938.54	867.04

As per our report of even date attached herewith.  
For, J. T. Shah & Co  
Chartered Accountants  
(Firm Regd. No.109616W)

For and on behalf of the Board of Directors of  
Dangee Dums Limited

Nikul J. Patel  
Chairman & Managing Director  
(DIN: 01339858)

Foram Patel  
Non executive Director  
(DIN: 02017816)

(A. R. Pandit)  
Partner  
(M.No. 127917)  
Place : Ahmedabad  
Date : 30/06/2021

Ketan J Patel  
Chief Financial officer

Place : Ahmedabad  
Date : 30/06/2021

Khushboo Parikh  
Company Secretary &  
Compliance Officer

**Notes to financial statement for the year ended March 31, 2021****1. Corporate information:**

The Dangee Dums Limited ('the Company') is a listed company, incorporated on August 13, 2010 under the provisions of the Companies Act 1956, having its registered office at 4-A, Ketan Co-Op Housing Society Ltd, Opp. B D Patel House, Naranpura, Ahmedabad, Gujarat, India. The shares of the company are listed on NSE. The Company is engaged in the business of manufacturing and trading of Bakery & Confectionery Products. The Company has manufacturing plant located in state of Gujarat.

The financial statements are approved for issue by the Company's Board of Directors on July 1, 2021.

**2. Statement of compliance:**

The financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2020 as amended read with Section 133 of the Companies Act, 2013.

Upto the year ended March 31, 2020, the Company prepared its financial statements in accordance with the accounting standards notified under section 133 of the Companies Act 2013, read together with rules thereunder ('Indian GAAP' or 'previous GAAP'). The current financial statements comprising of Balance Sheet, Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows as at March 31, 2021 have been prepared in accordance with Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2020. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2019. Previous period numbers in the financial statements have been restated to Ind AS. Refer Note 45 for an explanation of the transition from previous GAAP to Ind AS.

**3. Basis of preparation:**

The financial statements have been prepared on accrual basis of accounting under historical cost convention in accordance with generally accepted accounting principles in India and the relevant provisions of the Companies Act, 2013 including Indian Accounting Standards notified there under, except for the following where the fair valuation have been carried out in accordance with the requirements of respective Ind AS:

- a. Employee defined benefit plans – Plan assets - Note 43.
- b. Financial Instruments recognised at FVTPL or FVTOCI - Note 46.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

**4.1. Summary of significant accounting policies:****i) Use of estimates:**

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of relevant facts and circumstances as at the date of the financial statements. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.



## **Critical Accounting Estimates and Judgements used in application of Accounting Policies:**

### ***a. Income Taxes***

Significant judgements are involved in determining the provision for Income Taxes, including amount expected to be paid / recovered for uncertain tax positions. (Also refer Note 11 and 39)

### ***b. Property, Plant and Equipment***

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful life and residual values of the Company's assets are determined by the Management at the time the asset is acquired and reviewed periodically, including at each financial year end. The life is based on historical experience with similar assets as well as anticipation of future events, which may impact their life such as changes in technology. (Refer Note 5)

### ***c. Impairment of Financial Assets***

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation based on empirical evidence available without undue cost or effort, existing market conditions as well as forward looking estimates at the end of each reporting period. (Refer Note 15 and 47)

### ***d. Defined Benefit Plan***

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligations is determined using actuarial valuation. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. (Refer Note 35 and 43)

### ***e. Fair Value Measurement of Financial Instruments***

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets, where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include consideration of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair values of financial instruments. (Refer Note 47)

## **ii) Revenue recognition:**

Under Ind AS 115 - Revenue from Contracts with Customers, revenue is recognised upon transfer of control of promised goods or services to customers. Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, incentives, performance bonuses, price concessions, amounts collected on behalf of third parties, or other similar items, if any, as specified in the contract with the customer. Revenue is recorded provided the recovery of consideration is probable and determinable.

### ***Sale of Products***

Revenue from the sale of products is recognised at a point in time, upon transfer of control of products to the customers which coincides with their delivery and is measured at fair value of consideration received/receivable, net of discounts, amount collected on behalf of third parties and applicable taxes.

### ***Sale of Scrap***

Sale of scrap is recognised upon transfer of control of products to the customers which coincides with their delivery to customer

### ***Interest income***

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

### ***Dividend income***

Dividend income is recognised when the Company's right to receive the payment has been established.

**iii) Property, Plant & Equipment:****Property, Plant & Equipment**

All other Property, Plant and Equipments are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure that is directly attributable to getting the asset ready for intended use. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

An item of property, plant and equipment is de recognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use.

**Capital Work-in-progress**

Properties in the course of construction (CWIP) for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost includes professional fees and, for qualifying assets, borrowing costs capitalised in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready

**Transition to Ind-AS:**

For transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as of April 1, 2019 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

**iv) Depreciation on Property, Plant & Equipment:**

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible property, plant and equipment is provided over the useful lives specified under Schedule II to the Companies Act, 2013.

The estimated useful lives are mentioned below:

Nature of Assets	Useful life (in Years)
Buildings	30 / 9
Computer	6
Furniture & Fixtures	10
Office Equipments	5
Plant & Machinery	15
Vehicle	8
Intangible Assets	6

**v) Intangible Assets and Amortization:**

Intangible assets purchased are measured at cost or fair value as on the date of acquisition, as applicable, less accumulated amortisation and accumulated impairment, if any.

Intangible assets are amortised on a straight line basis over their estimated useful lives, commencing from the date the asset is available to the Company for its intended use.

Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is reflected in the Statement of Profit and Loss in the year in which the expenditure is incurred.

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any

#### **vi) Impairment of Property, Plant & Equipment and intangible assets :**

At the end of each reporting period, the Company reviews the carrying amounts of its Property, Plant & Equipment and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

Carrying amount equals to cost less accumulated depreciation and accumulated impairment losses recognised previously.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

#### **vii) Borrowing Costs:**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

#### **viii) Inventories:**

##### ***Raw Materials, Packing Materials, Stores and Spares***

Raw Materials, Packing Materials, Stores & Spares and consumables are valued at lower of cost (net of refundable taxes and duties) and net realisable value. Inventories are not written down below cost if the related finished products are expected to be sold at or above cost. Cost is determined on First-In-First-Out basis and includes all cost incurred in bringing the inventories to their present location and condition.

##### ***Finished Goods and Work-in-progress***

Work-in-progress and finished goods are valued at lower of cost and net realisable value. Cost includes direct material and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost in respect of Finished Goods and Work-In-progress are computed on Weighted Average Basis Method. Net Realizable Value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale. Obsolete, slow moving and defective inventories are identified and provision made wherever necessary.

**Stock in Trade**

Stock in Trade is valued at lower of cost and net realisable value. Cost is determined on FIFO basis.

**ix) Leases:**

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**Company as a Lessee:**

The Company applies a single recognition and measurement approach for all leases. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**a-Right-of-use Assets**

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment.

**b-Lease Liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including insubstance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

The Company's lease liabilities are included in Other non-current financial liabilities.

**x) Government Grants and Subsidies:**

Government grants are recognised when there is reasonable assurance that the Company will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Company with no future related costs are recognised in profit or loss in the period in which they become receivable.

The benefit of a government loan at a below-market rate of interest is treated as a government grant, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates.

**xi) Financial Instruments:**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**Financial Assets****a. Initial recognition and measurement**

At initial recognition, the Company measures a financial asset (which are not measured at fair value) through profit or loss at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial asset.

## ***b. Subsequent measurement***

For purposes of subsequent measurement, financial assets are classified in following categories:

- i) Financial assets measured at amortised cost;
- ii) Financial assets at fair value through profit or loss (FVTPL) and
- iii) Financial assets at fair value through other comprehensive income (FVTOCI).

The Company classifies its financial assets in the above mentioned categories based on:

- a) The Company's business model for managing the financial assets, and
- b) The contractual cash flows characteristics of the financial asset.

- i) Financial assets measured at amortised cost :

A financial asset is measured at amortised cost if both of the following conditions are met:

- a) A financial asset is measured at amortised cost if the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the Contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.
- b) Financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

- ii) Financial assets at fair value through profit or loss (FVTPL):

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

- iii) Financial assets at fair value through other comprehensive income (FCTOCI):

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

A financial asset is measured at fair value through profit or loss unless it is measured at amortised cost or fair value through other comprehensive income. In addition, The Company may elect to designate a financial asset, which otherwise meets amortised cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch')

Trade receivables, Advances, Security Deposits, Cash and Cash Equivalents etc. are classified for measurement at amortised cost.

## ***c. Derecognition***

The Company derecognizes a financial asset when contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset in its entirety, the difference between the assets's carrying amount and the sum of the consideration received and receivable is recognized in the Statement of Profit and Loss.

## ***d. Impairment***

The Company applies expected credit losses (ECL) model for measurement and recognition of loss allowance on the following:

- i. Trade receivables,
- ii. Financial assets measured at amortized cost (other than trade receivables and lease receivables),
- iii. Financial assets measured at fair value through other comprehensive income (FVTOCI).

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.

In case of trade receivables, the Company follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance. As a practical expedient, the Company uses a provision matrix to measure lifetime ECL on its portfolio of trade receivables.



In case of other assets (listed as ii and iii above), the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial asset improves such that there is no longer a significant increase in credit risk since initial recognition, the Company reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset. 12-month ECL are a portion of the lifetime ECL which result from default events that are possible within 12 months from the reporting date.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of Profit and Loss under the head 'Other expenses'.

ECL are measured in a manner that they reflect unbiased and probability weighted amounts determined by a range of outcomes, taking into account the time value of money and other reasonable information available as a result of past events, current conditions and forecasts of future economic conditions.

### **Financial Liabilities**

#### **a. Initial recognition and measurement**

All financial liabilities are recognised initially at fair value and subsequently carried at amortised cost using the effective interest method.

The company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

#### **b. Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

- i) Financial liabilities measured at amortised cost.
- ii) Financial liabilities at fair value through profit or loss.

- i) Financial liabilities measured at amortised cost :

All financial liabilities are measured at amortised cost. Any discount or premium on redemption/ settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

- ii) Financial liabilities at fair value through profit or loss (FVTPL):

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to P&L. However, the company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss.

#### **c. Derecognition**

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged or cancelled or expiry. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

### **Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the standalone balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

## ***Fair Value Measurement***

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions.

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

- (a) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2 inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.
- (c) Level 3 inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Company's assumptions about pricing by market participants.

## **xii) Cash and cash equivalents**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

## **xiii) Foreign currency Transactions**

The functional currency of Dangee Dums Limited is Indian rupee.

On initial recognition, all foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the date of the transaction. As at the reporting date, foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on the Balance Sheet date and the exchange gains or losses are recognised in the Statement of Profit and Loss

## **xiv) Employee benefits**

### ***Short term employee benefits***

Short Term benefits are recognised as an expense at the undiscounted amounts in the Statement of Profit and Loss of the year in which the related service is rendered.

### ***Post employment benefits***

#### **a. Defined contribution plans**

The Employee and Company make monthly fixed Contribution to Government of India Employee's Provident Fund equal to a specified percentage of the covered employees' salary, Provision for the same is made in the year in which service are render by employee.

#### **b. Defined benefit plans**

The Liability for Gratuity to employees, which is a defined benefit plan, as at Balance Sheet date determined on the basis of actuarial Valuation based on Projected Unit Credit method.

The present value of the defined benefit obligations is determined by discounting the estimated future cash flows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expenses in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in balance sheet. Changes in present value of the defined benefit obligation resulting from plan amendment or curtailments are recognized immediately in profit or loss as past service cost

## **xv) Income Taxes:**

Income tax expense represents the sum of tax currently payable and deferred tax. Tax is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or in other comprehensive income.

## ***Current tax***

Current tax is determined on income for the year chargeable to tax in accordance on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Current tax items are recognised in correlation to the underlying

transaction either in OCI or directly in equity. The Company has adopted Appendix C of Ind AS-12 and has provided for the tax liability based on the significant judgment that the taxation authority will not accept the tax treatment. However adoption of the same does not have any impact on the Balance Sheet, Statement of Change in Equity and Statement of Profit & Loss Account.

#### **Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences, unabsorbed losses and tax credits to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, unabsorbed losses and tax credits will be utilised. The carrying amount of deferred tax assets is reviewed at the end of financial year and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is expected to be settled or the asset realised, based on tax rates and tax laws that have been substantively enacted by the balance sheet date. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

#### **xvi) Provisions :**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

#### **xvii) Earnings per equity share:**

Basic earnings per share is calculated by dividing the profit or loss for the period attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

#### **xviii) Dividend:**

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's Board of Directors.

#### **xix) Cenvat, Service Tax, Vat & GST:**

GST credit on materials purchased for production / service availed for production / input service are taken into account at the time of purchase and GST credit on purchase of capital items wherever applicable are taken into account as and when the assets are acquired.

The GST credits so taken are utilized for payment of GST on goods sold. The unutilized GST credit is carried forward in the books.

#### **(xx) Segment reporting**

The Chief Operational Decision Maker (CODM) monitors the operating results of its business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments are reported in a manner consistent with the internal reporting to the CODM.

Accordingly, the Board of Directors of the Company is CODM for the purpose of segment reporting. Refer note 44 for segment information presented.

#### **(xxi) Statement of Cash flows**

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

## (xxii) Operating cycle

The Operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle. Accordingly, all assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in Ind AS 1- 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

### 4.2. Standards issued but not yet effective:

The ministry of corporate affairs vide notification no. G.S.R. 419(E) dated 18th June 2021 has notified amendment that will be effective from the beginning of the next financial year, that is, 1 April 2021, except for amendments to Ind AS 116, Leases, extending the practical expedient for recognising any lease rent concessions due to COVID-19 till 30 June 2022 as variable lease payments which may be applied for the current financial year ended on 31 March 2021. These amendments can be broadly categorised into the following:

a) Amendments related to changing reference to new conceptual framework for financial reporting from the old framework for the preparation and presentation of financial statements both issued by The Institute of Chartered Accountants of India. These amendments do not have impact on the financial position, performance or cash flows of the company.

b) Amendments to Ind AS 116, Leases, related to lease rent concessions due to COVID-19 where the practical expedient for recognising any lease rent concessions due to COVID-19 till 30 June 2022 as variable lease payments. The company is in the process of collecting the required information and therefore will apply the amendment in the next financial year.

c) Amendments related to interest rate benchmark reform.

The term 'interest rate benchmark reform' refers to the market-wide reform of an interest rate benchmark, including the replacement of an interest rate benchmark with an alternative benchmark rate such as that resulting from the recommendations set out in the Financial Stability Board's July 2014 report 'Reforming Major Interest Rate Benchmarks'. The company is evaluating the impact of such amendments. Based on current understanding, the amendments may increase the disclosures related to the reform and as such are less likely to have any material impact on the financial position and performance of the company.

## Note 5: Property, Plant and Equipment

(Rs. In Lakhs)							
Particulars	Office Building	Plant and Equipment	Office Equipment	Computer	Furniture	Vehicle	Total
Gross Carrying Value as on April 1, 2019	735.68	512.56	11.64	23.42	722.49	160.15	2,165.92
Addition during the year	278.47	178.19	11.98	3.46	83.00	Nil	555.10
Deduction during the year	13.11	Nil	Nil	Nil	13.15	2.64	28.90
Gross Carrying Value as on March 31, 2020	1,001.04	690.75	23.62	26.88	792.34	157.51	2,692.14
Addition during the year	3.40	14.75	0.52	0.44	13.57	Nil	32.68
Deduction during the year	145.91	Nil	0.62	Nil	109.66	Nil	256.19
Gross Carrying Value as on March 31, 2021	858.53	705.50	23.52	27.32	696.25	157.51	2,468.63
Accumulated depreciation and impairment as on April 1, 2019	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Addition during the year	111.73	96.83	7.80	9.81	189.66	37.53	453.34
Deduction during the year	2.70	Nil	Nil	Nil	1.93	0.03	4.67
Accumulated depreciation and impairment as on March 31, 2020	109.03	96.83	7.80	9.81	187.73	37.50	448.67
Addition during the year	128.22	109.36	6.92	5.05	141.27	37.84	428.65
Deduction during the year	39.23	Nil	0.23	Nil	28.12	Nil	67.58
Accumulated depreciation and impairment as on March 31, 2021	198.02	206.19	14.49	14.86	300.88	75.34	809.74
Net Carrying Value as on April 1, 2019	735.68	512.56	11.64	23.42	722.49	160.15	2,165.94
Net Carrying Vaue as on March 31, 2020	892.01	593.92	15.82	17.07	604.61	120.01	2,243.47
Net Carrying Value as on March 31, 2021	660.51	499.31	9.03	12.46	395.37	82.17	1,658.88
Notes:							
i. Deemed cost of Property, Plant & Equipment as at April 1, 2019 is as under:							
Particulars	Gross block	Accumulated Depreciation	(Rs. In Lakhs)				
			Written down value				
Office Buildings	925.94	190.26	735.68				
Plant and Equipment	917.24	404.68	512.56				
Office Equipments	26.71	15.07	11.64				
Computer	115.79	92.37	23.42				
Furniture and Fixtures	1,452.71	730.22	722.49				
Vehicles	377.29	217.14	160.15				
Total	3,815.68	1,649.74	2,165.94				
In accordance with Ind-AS transitional provisions, the company opted to consider previous GAAP carrying value of property, plant and equipment as deemed cost on transition date owing to exemption given in Para D7AA of Ind AS 101 -First time adoption of Indian Accounting Standards. (Refer Note 45 to financial statement)							



**ii. Assets pledged as security:**

Refer Note. 23 & 26 for disclosure of assets pledged as security.

**iii. Capitalised borrowing cost:**

Borrowing Cost Capitalised on Property, Plant and Equipment during the year ended March 31, 2021 - Rs. Nil Lakhs (for the year ended March 31, 2020: Rs. Nil Lakhs).

**iv. Contractual obligations:**

Refer Note. 41 for disclosure of Contractual Commitments for the acquisition of Property, Plant & Equipment.

**Note 6 : Capital Work in Progress**

(Rs. In Lakhs)

Particulars	Total
<b>Balance at April 1, 2019</b>	<b>74.40</b>
Addition during the year	Nil
Capitalised during the year	74.40
<b>Balance at March 31, 2020</b>	<b>Nil</b>
Addition during the year	Nil
Capitalised during the year	Nil
<b>Balance at March 31, 2021</b>	<b>Nil</b>

**Note 7A : Other Intangible Assets****(Rs. In Lakhs)**

Particulars	Computer Software	Total
<b>Gross Carrying Value as on April 1, 2019</b>	<b>44.92</b>	<b>44.92</b>
Addition during the year	16.15	16.15
Deduction during the year	Nil	Nil
<b>Gross Carrying Value as on March 31, 2020</b>	<b>61.07</b>	<b>61.07</b>
Addition during the year	Nil	Nil
Deduction during the year	Nil	Nil
<b>Gross Carrying Value as on March 31, 2021</b>	<b>61.07</b>	<b>61.07</b>
<b>Accumulated amortisation and Impairment as on April 1, 2019</b>	<b>Nil</b>	<b>Nil</b>
Addition during the year	11.19	11.19
Deduction during the year	Nil	Nil
<b>Accumulated amortisation and Impairment as on March 31, 2020</b>	<b>11.19</b>	<b>11.19</b>
Addition during the year	12.14	12.14
Deduction during the year	Nil	Nil
<b>Accumulated amortisation and Impairment as on March 31, 2021</b>	<b>23.33</b>	<b>23.33</b>
Net Carrying Value as on April 1, 2019	44.92	44.92
Net Carrying Value as on March 31, 2020	49.88	49.88
Net Carrying Value as on March 31, 2021	37.74	37.74

**Notes:****Deemed cost of Intangible assets as on April 1, 2019 are stated as under:****(Rs. In Lakhs)**

Particulars	Gross block	Accumulated Amortisation	Written down value
Computer Software	76.92	32.00	44.92
<b>Total</b>	<b>76.92</b>	<b>32.00</b>	<b>44.92</b>

In accordance with Ind-AS transitional provisions, the company opted to consider previous GAAP carrying value of intangible assets as deemed cost on transition date owing to exemption given in Para D7AA of Ind AS 101 -First time adoption of Indian Accounting Standards. (refer Note 45 to financial statement)

## Note 7B : Right-to-use Asset

(Rs. In Lakhs)		
Particulars	Right-to-use Asset	Total
<b>Gross Carrying Value as on April 1, 2019</b>	<b>2,228.15</b>	<b>2,228.15</b>
Addition during the year in respect of new leases	982.13	982.13
Deduction during the year in respect of cancelled leases	(101.23)	(101.23)
Amortisation expense	(420.64)	(420.64)
<b>Gross Carrying Value as on March 31, 2020</b>	<b>2,688.41</b>	<b>2,688.41</b>
Addition during the year in respect of new leases	Nil	Nil
Deduction during the year in respect of cancelled leases	(952.36)	(952.36)
Amortisation expense	(313.40)	(313.40)
<b>Gross Carrying Value as on March 31, 2021</b>	<b>1,422.65</b>	<b>1,422.65</b>

i-"Effective April 1, 2019, the Company adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on April 1, 2019 using the modified retrospective method as per para C8(c)(ii) of standard.

ii-On transition, the adoption of the new standard Ind As 116 "Leases" from 01 April, 2019, resulted in recognition of 'Right-of Use' asset amounting to Rs. 2228.15 Lakhs as on 01 April, 2019.

iii-Depreciation has been charged on ROU Assets on Straight line method based on the lease term and is included under depreciation and amortization expense in the Statement of Profit and Loss.

iv-The adoption of this standard has resulted in Statement of Profit and Loss for the current period, operating lease expense charged from rent to depreciation charge for Right-of-use assets and finance cost for interest accrued on lease liability and recognition of Other Income on Lease Deposits. Adoption has also resulted in an increase in cash flows from operating activities and increase in cash outflows from financing activities on account of lease payments Rs. 349.25 Lakhs (Previous year Rs. 584.10 Lakhs)

8	<b>Non Current Investments</b>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
(a)	<b>Investments in other equity instruments at Fair Value Through Profit &amp; Loss (unquoted)</b> The United Co operative Bank Limited (365 shares as on 31-03-2021, 365 shares as on 31-03-2020 and 365 shares as on 01-04-2019) of face value Rs. 500 each fully paid up.	1.83	1.83	1.83
(a)	<b>Investments in other equity instruments at Fair Value Through Profit &amp; Loss (quoted)</b> Sagardeep Alloys(108312 Shares as on 31-03-2021, Nil Shares as on 31-03-2020, Nil Shares as on 01-04-2019) of Face Value Rs. 10/- each fully paid up Sanginita Chemicals (Nil Shares as on 31-03-21, 164000 Shares as on 31-03-2020, 149000 Shares as on 01-04-2019) of Face Value Rs. 10/- each fully paid up	35.09 Nil	Nil 120.95	Nil 95.36
	<b>Total</b>	<b>36.92</b>	<b>122.78</b>	<b>97.19</b>
	Aggregate amount of quoted investment - At cost	<b>41.22</b>	<b>102.84</b>	<b>93.04</b>
	Aggregate amount of unquoted investment - At cost	1.83	1.83	1.83
9	<b>Non-Current Loans</b>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	<b>Unsecured, considered good</b>			
	Inter-Corporate Loans	740.40	667.06	638.35
	Loans to others	417.33	434.72	396.67
	<b>Total .....</b>	<b>1,157.73</b>	<b>1,101.78</b>	<b>1,035.02</b>
10	<b>Other Non-Current Financial Assets</b>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Security Deposits	24.48	24.50	23.66
	Lease Deposits	111.22	144.96	82.72
	Deferred Income on Loan	18.71	26.82	34.18
	<b>Total .....</b>	<b>154.41</b>	<b>196.28</b>	<b>140.56</b>
11	<b>Deferred Tax Assets (Net)</b>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Time difference of depreciation as per Tax Provision and Company Law on Property, Plant and Equipment	267.83	185.68	154.00
	Unpaid Liabilities Allowable under Income Tax Act, 1961 in succeeding years u/s 43B on Payment basis	1.22	6.60	5.52
	Allowance for Expected Credit Losses	4.47	4.47	Nil
	Unused Tax Credit	118.50	9.26	Nil
	<b>Total Deferred Tax Assets</b>	<b>392.02</b>	<b>206.01</b>	<b>159.52</b>
	<b>Net Deferred Tax Asset</b>	<b>392.02</b>	<b>206.01</b>	<b>159.52</b>

	<b>Movements in Deferred Tax Liabilities</b>	<b>Time difference of depreciation as per Tax Provision and Company Law on Property, Plant and Equipment</b>	<b>Unpaid Liabilities Allowable under Income Tax Act, 1961 in succeeding years u/s 43B on Payment basis</b>	<b>Allowance for Expected Credit Losses</b>	<b>Unabsorbed Depreciation</b>
	<b>At April 01, 2019 *</b> (Charged)/credited:	<b>154.00</b>	<b>5.52</b>	<b>Nil</b>	<b>Nil</b>
	- to profit or loss	31.69	2.87	4.47	9.26
	- to other comprehensive income	Nil	(1.79)	Nil	Nil
	<b>At March 31, 2020 *</b> (Charged)/credited:	<b>185.69</b>	<b>6.60</b>	<b>4.47</b>	<b>9.26</b>
	- to profit or loss	82.15	(0.89)	Nil	109.25
	- to other comprehensive income	Nil	(4.49)	Nil	Nil
	<b>At March 31, 2021 *</b>	<b>267.84</b>	<b>1.22</b>	<b>4.47</b>	<b>118.51</b>
	<b>* Figures in bracket denotes deferred tax liability.</b>				
<b>12</b>	<b><u>Other Non-Current Assets</u></b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>	
	<b>Unsecured, considered good</b>				
	Prepaid Expenses	1.82	2.57	3.31	
	Advance for Property, Plant and Equipment	187.69	195.10	199.29	
	<b>Advance Income Tax :</b>				
	Advance tax and Tax deducted at source	8.40	9.68	2.38	
	Less: Provision for Income tax	Nil	Nil	Nil	
	Advance Income Tax (net)	8.40	9.68	2.38	
	<b>Total .....</b>	<b>197.91</b>	<b>207.35</b>	<b>204.98</b>	
<b>13</b>	<b><u>Inventories</u></b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>	
	Raw materials	48.56	261.72	214.71	
	Work-in-Process	23.62	88.44	29.37	
	Finished Goods	37.41	80.84	61.12	
	Consumables	6.18	31.93	21.09	
	Stock in Trade	46.04	45.23	11.72	
	<b>Total .....</b>	<b>161.81</b>	<b>508.16</b>	<b>338.01</b>	
a)	Inventory of Raw Material includes material in transit- as on 31-03-2021 of Rs. Nil Lakhs (as on 31-03-2020 Rs. 3.15 Lakhs, as on 01-04-2019 Rs. Nil Lakhs)				
b)	The cost of inventories recognized as an expenses includes Rs. Nil Lakhs (during 2019-20 Rs. Nil Lakhs ) in respect of write-down of inventory to net realizable value, and has been reduced by Rs. Nil Lakhs (during 2019-20 : Rs. Nil Lakhs) in respect of the reversal of such write-down.				
c)	Inventories pledged as Security with bank for borrowing as on 31-03-2021 of Rs. Nil Lakhs (as on 31-03-2020 Rs. Nil Lakhs, as on 01-04-2019 Rs. Nil Lakhs)				



14	<b>Current Investments</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	<b>Investment in Alternate Investment fund at fair value through profit and loss</b> Avendus Absolute Return Fund Class A7	Nil	97.86	Nil
	<b>Investment in Mutual Fund at fair value through profit and loss</b> Franklin India Saving Fund Retail Option (Nil Units as on 31-03-2021, Nil Units as on 31-03-2020, 729507.407 units as on 01-04-2019)	Nil	Nil	250.51
	ICICI Prudential Liquid Fund Growth (Nil Units as on 31-03-2021, Nil Units as on 31-03-2020, 729507.407 units as on 01-04-2019)	Nil	Nil	203.59
	<b>Total .....</b>	<b>Nil</b>	<b>97.86</b>	<b>454.10</b>
	Aggregate amount of quoted investment - At cost	<b>Nil</b>	<b>100.00</b>	<b>445.25</b>
15	<b>Trade receivables</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	<b>Trade Receivables (Unsecured)</b>			
	Trade Receivable Considered Good - Unsecured	12.99	10.66	200.11
	Trade Receivable which have significant increase in Credit Risk	8.00	8.46	7.83
	Trade Receivable Credit Impaired	160.59	160.59	Nil
		181.58	179.71	207.94
	Less: Allowance for Expected Credit losses	16.06	16.06	Nil
	<b>Total</b>	<b>165.52</b>	<b>163.65</b>	<b>207.94</b>
	<b>Notes:</b> i. Details of receivables from firms / private companies in which directors of the company are partners /directors:			
	<b>Particulars</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	Receivables from firms / private companies in which directors of the company are partners / directors	Nil	0.08	Nil
	ii. The Company provides an allowance for impairment of doubtful accounts based on financial condition of the customer, aging of the trade receivable and historical experience of collections from customers. The activity in the allowance for impairment of trade receivables is given below:			
	<b>Allowance Movement for Trade Receivables</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	Balance at the beginning of the year	16.06	Nil	Nil
	Add : Expected credit loss allowance made during the year	Nil	16.06	Nil
	Less : Reversal of allowance made during the year	Nil	Nil	Nil
	<b>Closing Balance</b>	<b>16.06</b>	<b>16.06</b>	<b>Nil</b>
16	<b>Cash &amp; Cash Equivalents</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	Cash on hand	44.84	51.48	20.82
	Bank Balance	61.07	42.73	258.74
	<b>Total</b>	<b>105.91</b>	<b>94.21</b>	<b>279.56</b>

17	<u>Other Bank Balances</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Deposits With Bank (having original maturity date more than 3 months but less than 12 months)	0.60	0.56	0.53
	<b>Total</b>	<b>0.60</b>	<b>0.56</b>	<b>0.53</b>
18	<u>Other Current Financial Assets</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Advance Recoverable in Cash of kind	15.34	16.00	23.95
	Deferred Income on Loan	8.10	7.36	6.70
	Security Deposits	Nil	Nil	106.92
	<b>Total</b>	<b>23.44</b>	<b>23.36</b>	<b>137.57</b>
19	<u>Current Tax Assets (Net)</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	<b>Advance Income Tax :</b>			
	Advance tax and Tax deducted at source	5.85	7.65	7.29
	Less: Provision for Income tax	Nil	Nil	Nil
	<b>Total</b>	<b>5.85</b>	<b>7.65</b>	<b>7.29</b>
20	<u>Other Current Assets</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Advances to suppliers	7.45	7.28	4.72
	Loans and advance to employees	44.95	46.04	1.85
	Prepaid Expenses	15.75	21.67	24.72
	Balances with Statutory Authorities	2.41	10.19	20.53
	Advance Recoverable in Cash of kind	Nil	5.76	10.95
	<b>Total .....</b>	<b>70.57</b>	<b>90.94</b>	<b>62.77</b>
21	<u>Equity Share Capital</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	<b>[i] Authorised Share Capital:</b>			
	1,10,00,000 Equity shares of Face Value Rs.10 each (as at March 31, 2021 : 1,10,00,000 equity shares & as at April 01, 2019 : 1,10,00,000 equity shares of Rs. 10 each)	1,100.00	1,100.00	1,100.00
	<b>[ii] Issued, Subscribed &amp; Paid-up Capital :</b>			
	1,02,65,000 equity shares of Face Value Rs. 10 each fully paid (as at March 31, 2021 : 1,02,65,000 equity shares & as at April 01, 2019 : 1,02,65,000 equity shares of Rs.10 each )	1,026.50	1,026.50	1,026.50
	<b>Total .....</b>	<b>1,026.50</b>	<b>1,026.50</b>	<b>1,026.50</b>

(a)	Reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2021, March 31, 2020 and April 1, 2019 is set out below:-						
	Particulars	As at March 31, 2021		As at March 31, 2020		As at April 1, 2019	
		No. of Shares	Amount (Rs. In Lakhs)	No. of Shares	Amount (Rs. In Lakhs)	No. of Shares	Amount (Rs. In Lakhs)
	Shares at the beginning	10,265,000	1,026.50	10,265,000	1,026.50	10,265,000	1,026.50
	Addition	Nil	Nil	Nil	Nil	Nil	Nil
	Deletion	Nil	Nil	Nil	Nil	Nil	Nil
	Shares at the end	10,265,000	1,026.50	10,265,000	1,026.50	10,265,000	1,026.50
(b)	The details of shareholders holding more than 5% shares is set out below.						
	Name of Shareholder	As at March 31, 2021		As at March 31, 2020		As at April 1, 2019	
		No. of Shares	% held	No. of Shares	% held	No. of Shares	% held
	Foram Patel	4,797,835	46.74	5,297,835	51.61	5,297,835	51.61
	Ravi Patel	1,781,185	17.35	1,781,185	17.35	1,716,385	16.72
<p>Each of the share holders has right give one vote per share. In the event of liquidation of the Company, the equity shareholders shall be entitled to proportionate share of their holding in the assets remaining after distribution of all preferential amounts.</p> <p>The company has not issued any shares in pursuant to a contract without receiving the payment in cash during the last five years. The company has also not issued any bonus share during last five years.</p>							
22	<b>Other Equity</b>				As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
(a)	<b>Equity Securities Premium</b>						
	Balance as per last financial Statement				2,938.54	2,938.54	2,938.54
	Add: Share premium received during the year				Nil	Nil	Nil
	<b>Closing Balance</b>				<b>2,938.54</b>	<b>2,938.54</b>	<b>2,938.54</b>
(b)	<b>Retained Earnings</b>						
	<b>Profit and Loss:</b>						
	Balance as per last financial Statement				(1,083.32)	(878.52)	(727.54)
	Add : Profit for the year				(1,004.47)	(204.80)	214.83
	Add: Items of Profit and Loss recognised directly in retained earnings on account of transition				Nil	Nil	(365.81)
	<b>Net Surplus in the statement of profit and loss (i)</b>				<b>(2,087.79)</b>	<b>(1,083.32)</b>	<b>(878.52)</b>
	<b>Other Comprehensive Income:</b>						
	Balance as per last financial Statement				4.65	Nil	Nil
	Add: Remeasurement of Defined benefit plans (including deferred tax)				11.65	4.65	Nil
	<b>Net Surplus in the statement of other comprehensive income (ii)</b>				<b>16.30</b>	<b>4.65</b>	<b>Nil</b>
	<b>Total Retained Earnings (i + ii)</b>				<b>(2,071.49)</b>	<b>(1,078.67)</b>	<b>(878.52)</b>
	<b>Total .....</b>				<b>867.05</b>	<b>1,859.87</b>	<b>2,060.02</b>
	<b>Equity Security Premium:</b> The amount received in excess of face value of the equity shares is recognised in equity security premium. Being realised in cash, the same can be utilised by the company for issuance of bonus shares.						
	<b>Retained earnings:</b> Retained earnings can be utilised by the company for distribution to its equity shareholders of the company. The amount that can be distributed by the Company as dividends to its equity shareholders is determined based on the requirements of the Companies Act, 2013. Thus, the amounts reported above are not distributable in entirety.						

23	<b>Non-Current Borrowings</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	<b>Secured Borrowing</b>			
	Term Loan from Banks	1,217.17	988.22	1,097.02
	Less : Current maturities of long-term debt (Note: 28)	193.52	145.65	119.33
	<b>Closing Balance</b>	<b>1,023.65</b>	<b>842.57</b>	<b>977.69</b>
	Vehicle Loan from Banks	37.53	51.24	78.12
	Vehicle Loan from Others	Nil	3.00	9.71
	Less : Current maturities of long-term debt (Note: 28)	25.97	27.61	33.60
	<b>Closing Balance</b>	<b>11.56</b>	<b>26.63</b>	<b>54.23</b>
	<b>Unsecured Borrowing</b>			
	Loans from Director & their relatives	1.29	3.56	15.15
	<b>Total .....</b>	<b>1,036.50</b>	<b>872.76</b>	<b>1,047.07</b>
	<b>Notes:</b>			
	i. The company has availed the secured term loan from Bank which is secured against mortgage of Residential Property registered in the name of Relative of Directors & personal gurantee of Director & their relatives.The loan is payable in 84 monthly instalment. Interest on said loan shall be payable at MCLR-1Y+0.80% p.a.			
	ii. Vehicle Loan includes loans from bank and finance companies.The Repayment period of these loans ranges from 36 to 66 months & Rate of interest ranging from 8.50% To 12%. These loans are secured against the asset under finance.			
	iii. The company has received Working Capital term Loan(WCTL) under Guranteed Emergency Credit Line(GECL) from Banks aggregating to Rs. 304.94 Lakhs during the year 2020-21, which is secured by creating second charge on the corresponding assets mortgaged to the respective banks & by 100% gurantee by National Credit Gurantee Trustee Company Limited (NCGTC).			
	iv. Yearwise repayment schedules:			
	<b>Years</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	FY 2019-20	Nil	Nil	152.93
	FY 2020-21	Nil	173.27	162.73
24	FY 2021-22	219.49	176.58	176.58
	FY 2022-23	274.76	176.36	176.36
	FY 2023-24	287.28	196.23	196.23
	FY 2024-25	260.80	222.22	222.22
	FY 2025-26	212.37	97.80	97.80
	<b>Total</b>	<b>1,254.70</b>	<b>1,042.46</b>	<b>1,184.85</b>
	<b>Other Non Current Financial Liabilites</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	Trade Deposits	2.20	2.20	0.68
	Lease Liability	1,499.86	2,683.50	2,263.92
	<b>Total .....</b>	<b>1,502.06</b>	<b>2,685.70</b>	<b>2,264.60</b>
25	<b>Non Current Provisions</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	Provision for Gratuity (Refer Note 43)	16.63	24.40	17.02
	<b>Total .....</b>	<b>16.63</b>	<b>24.40</b>	<b>17.02</b>

26	<b>Current Borrowings</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	<b>Secured Borrowing</b>			
	From Bank (Repayable on Demand)	491.39	475.41	487.96
	<b>Total .....</b>	<b>491.39</b>	<b>475.41</b>	<b>487.96</b>
	<b>Security :</b> Loan repayable on demand includes the overdraft facility availed from banks. This facilities are primarily secured by card Receivables, Fixed Assets, mortgage of Corporate house & commercial property registered in the name of Director/Relative of Directors & personal gurantee of Director & their relatives.			
27	<b>Trade payables</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
	Payable to Micro and Small Enterprise	Nil	Nil	Nil
	Payable to others	41.73	97.62	76.35
	<b>Total .....</b>	<b>41.73</b>	<b>97.62</b>	<b>76.35</b>
	<b>Notes:</b> i Dues to Micro and Small enterprises have been determined to the extent such parties have been identified on the basis of the information collected by the Management. This has been relied upon by the Auditors. ii Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED) which came in to force from 02.10.2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below:			
	<b>Particulars</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
a)	The Principal amount remaining unpaid to Micro and Small enterprise supplier as at the year end	Nil	Nil	Nil
b)	Interest due thereon	Nil	Nil	Nil
c)	Amount of interest paid by the Company in terms of section 16 of MSMED Act	Nil	Nil	Nil
d)	Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED 2006	Nil	Nil	Nil
e)	Amount of interest accrued and remaining unpaid at the end of accounting year	Nil	Nil	Nil
f)	The amount of further interest remaining due and payable even in the succeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance of a deductible expenditure under section 23 of Micro, Small and Medium Enterprise Development Act, 2006.	Nil	Nil	Nil
	Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company and the same has been relied by the Auditor.			



28	<u>Other Current Financial Liabilities</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Current Maturity of long term borrowings (Note : 23)	219.49	173.27	152.93
	Creditors for Expenses	31.93	58.44	56.79
	Creditors for Property, Plant & Equipment	23.05	61.43	32.90
	Interest accrued but not Due	1.12	7.91	0.50
	Lease Liability	261.89	377.08	295.57
	Employee Benefits Payable	57.91	55.53	60.61
	<b>Total .....</b>	<b>595.39</b>	<b>733.66</b>	<b>599.30</b>
29	<u>Other Current Liabilities</u>	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
	Other Statutory dues	14.31	26.24	58.44
	Advance received from customer	0.41	0.18	1.18
	<b>Total .....</b>	<b>14.71</b>	<b>26.42</b>	<b>59.62</b>
30	<u>Revenue from operation</u>	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)	
	<b>Sale of Products:</b>			
	Finished Goods	1,343.62	3,534.90	
	<b>Other Operating Revenue:</b>			
	Scrap Sales	0.01	Nil	
	<b>Total .....</b>	<b>1,343.63</b>	<b>3,534.90</b>	
(a)	<b>Reconciliation of Revenue recognized in the statement of profit and loss with the Contracted price :-</b>			
	<b>Particulars</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>	
	Gross Revenue	1,343.62	3,534.90	
	Less: Rebate & Discount etc	Nil	0.01	
	<b>Revenue recognized from Contract with Customers</b>	<b>1,343.62</b>	<b>3,534.89</b>	
(b)	<b>Reconciliation of Revenue from operation with Revenue from contracts with Customers :-</b>			
	<b>Particulars</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>	
	Revenue from operation	1,343.62	3,534.90	
	Less: Export incentive	Nil	Nil	
	<b>Revenue from contracts with Customers</b>	<b>1,343.62</b>	<b>3,534.90</b>	
31	<u>Other Income</u>	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)	
	<b>Interest Income:</b>			
	Interest from bank	0.03	0.04	
	Interest income from Lease Deposit	7.98	8.25	
	Amortisation of Pre-received Interest Income	7.36	6.70	
	Interest from others	88.58	86.42	
	Dividend Income	Nil	0.21	
	Profit on Cancellation of Lease	163.27	17.55	
	Gain on fair valuation of Non Current Investments	Nil	15.79	
	Profit on Sale of Current Investments	6.22	24.73	
	Profit on sale of Property, Plant & Equipment	0.01	2.03	
	<b>Total .....</b>	<b>273.45</b>	<b>161.72</b>	

32	<b><u>Cost of Materials Consumed</u></b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	<b><u>Raw Material</u></b>		
	Inventory at the beginning of the year	261.72	214.71
	Add: Purchase during the year	316.64	1,118.96
	Less: Inventory at the end of the year	(48.56)	(261.72)
	Cost of Consumption of Raw Material	<b>529.80</b>	<b>1,071.95</b>
	<b>Total .....</b>	<b>529.80</b>	<b>1,071.95</b>
33	<b><u>Purchase of Stock in Trade</u></b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	Purchase of stock in trade	81.39	171.82
	<b>Total .....</b>	<b>81.39</b>	<b>171.82</b>
34	<b><u>Change In Inventories Of Finished Goods, Work In Progress And Stock In Trade</u></b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	<b><u>Stock in trade</u></b>		
	Stock at the Beginning of the financial year	45.23	11.72
	Stock at the End of the financial year	(46.04)	(45.23)
		<b>(0.81)</b>	<b>(33.51)</b>
	<b><u>Finished Goods</u></b>		
	Stock at the Beginning of the financial year	80.84	61.12
	Stock at the End of the financial year	(37.41)	(80.84)
		<b>43.43</b>	<b>(19.72)</b>
	<b><u>Work in Progress</u></b>		
	Stock at the Beginning of the financial year	88.44	29.37
	Stock at the End of the financial year	(23.62)	(88.44)
		<b>64.82</b>	<b>(59.07)</b>
	<b><u>Summary</u></b>		
	Stock at the Beginning of the financial year	214.50	102.21
	Stock at the End of the financial year	(107.08)	(214.50)
	<b>Change in inventory</b>	<b>107.42</b>	<b>(112.29)</b>
35	<b><u>Employee Benefit Expense</u></b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	Salary, Wages & Bonus	329.47	687.35
	Contribution to Provident Fund & Other Funds	17.33	45.64
	Staff welfare Expenses	14.51	21.37
	<b>Total .....</b>	<b>361.31</b>	<b>754.36</b>
	Refer Note. 43 for the disclosure of Ind AS 19 in respect of Long term benefits payable to Employees recognised in financial statement.		

36	<b>Finance Costs</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	<b>Interest Expense</b>		
	Interest to bank	149.98	144.89
	Interest paid to others	1.54	1.16
	Unwinding of interest of financial liabilities	7.36	6.70
	Interest on Lease Liability	197.16	285.05
	Other Borrowing Cost	10.23	21.24
	<b>Total .....</b>	<b>366.28</b>	<b>459.04</b>
37	<b>Depreciation And Amortisation Expense</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	Depreciation on Property, Plant & Equipment	428.65	453.34
	Amortisation on Intangible Assets	12.14	11.19
	Depreciation of Right Of Use of Asset	313.40	420.64
	<b>Total .....</b>	<b>754.19</b>	<b>885.17</b>

38	<b>Other Expenses</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	Power and Fuel	132.18	281.46
	Stores And Spares Consumption	40.26	29.54
	Outlet Operating Expenses	3.04	7.20
	<b>Repairs &amp; Maintenance:</b>		
	Building	12.42	19.08
	Machinery	12.46	12.05
	Other assets	6.54	7.24
		<b>31.41</b>	<b>38.36</b>
	Software & License Fees	12.20	15.09
	Rate & Taxes	21.93	32.08
	Auditors' Remuneration (Refer Note 49)	3.00	3.01
	Legal and Registration Expense	2.65	3.87
	Professional & Consulting Fees	11.59	19.03
	Loss on Discard of Property, Plant & Equipment	188.22	21.63
	Loss on Fair Valuation of Shares	6.12	Nil
	Loss on Fair Valuation of Mutual Funds	Nil	2.14
	Loss on Sale of Non-current Investments	69.15	Nil
	Transportation Expense	19.53	52.39
	Travelling, Conveyance & Vehicle Expenses	22.08	40.89
	Insurance	7.63	8.15
	Stationery, Printing & Xerox	0.93	3.70
	Computer & Networking Expenses	2.45	4.67
	Communication Expenses	3.67	6.61
	Sales Promotion & Marketing Expense	15.89	75.73
	Sales Commission Expense	3.05	36.02
	Expected credit loss expenses	Nil	16.06
	Miscellaneous Expense	14.70	22.01
	<b>Total</b>	<b>611.69</b>	<b>719.64</b>

39	<b>Income tax recognised in profit or loss</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	Current tax	Nil	Nil
	Tax expense related to prior period	Nil	Nil
	Deferred tax liability / (assets)	(190.51)	(48.28)
	<b>Total .....</b>	<b>(190.51)</b>	<b>(48.28)</b>
	<b>Income tax reconciliation</b>		
	<b>Particulars</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	<b>Profit before tax</b>	(1,194.98)	(253.09)
	Tax expenses reported during the year	(190.51)	(48.28)
	Income tax expenses calculated at 27.82%	(332.44)	(70.41)
	<b>Difference</b>	<b>141.94</b>	<b>22.13</b>
	Permanent disallowances	25.86	15.56
	Effect in respect of unabsorbed depreciation	118.50	6.79
	Other Items	(2.42)	(0.22)
	<b>Total</b>	<b>141.94</b>	<b>22.13</b>
40	<b>Statement of Other Comprehensive Income</b>	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>
	<b>(i) Items that will not be reclassified to profit and loss</b>		
	<b>Remeasurement of defined benefit plans</b>		
	Actuarial gain/(loss)	16.14	6.45
	<b>(ii) Income tax relating to these items that will not be reclassified to profit and</b>		
	Deferred tax impact on actuarial gain/(loss)	(4.49)	(1.79)
	<b>Total .....</b>	<b>11.65</b>	<b>4.65</b>

## Notes to financial statement for the year ended March 31, 2021

### 41. Capital Commitment

Details of outstanding capital commitments are as under:

Particulars	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
Estimated amount of contracts remaining to be executed on capital account and not provided for	784.68	596.99	807.26
Advance paid against such contracts	187.69	195.10	199.29
Remaining outstanding commitment	<b>596.99</b>	<b>401.89</b>	<b>607.97</b>

**42.** The company does not have any Contingent Liabilities as at March 31, 2021(as at March 31, 2020 Rs. Nil Lakhs & as at April 1 2019 Rs. Nil Lakhs)

### 43. Details of Employee Benefits:

#### (a) Defined Benefit Plan - Gratuity:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service.

The following table summarizes the components of net benefit expense recognized in the Statement of Profit and Loss and the funded status and the amounts recognized in the Balance Sheet for the plan:

#### A. Expenses Recognized during the period

Particulars	Gratuity	
	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)
In Income Statement	8.37	13.83
In Other Comprehensive (Income) / loss	(16.14)	(6.45)
<b>Total Expenses Recognized</b>	<b>(7.77)</b>	<b>7.38</b>

#### A1. Expenses Recognized in the Income Statement

Particulars	Gratuity	
	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)
Current Service Cost	6.71	12.53
Past Service Cost	Nil	Nil
Loss / (Gain) on settlement	Nil	Nil
Net Interest Cost	1.66	1.30
<b>Expenses Recognized in the Statement of Profit and Loss</b>	<b>8.37</b>	<b>13.83</b>



<b>A2. Other Comprehensive Income</b>			
<b>Particulars</b>	<b>Gratuity</b>		
	<b>Year Ended March 31, 2021 (Rs. In Lakhs)</b>	<b>Year Ended March 31, 2020 (Rs. In Lakhs)</b>	
Actuarial (gains) / losses on Obligation:			
- Due to change in Financial Assumption	0.75	(0.92)	
- Due to change in Demographic Assumption	(3.98)	(0.01)	
- Due to experience adjustments	(12.91)	(5.52)	
Return on plan assets, excluding amount recognized in net interest expense	Nil	Nil	
<b>Components of defined benefit costs recognized in other comprehensive income</b>	<b>(16.14)</b>	<b>(6.45)</b>	
<b>B. Net Liability recognized in the balance sheet</b>			
<b>Particulars</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
Present Value of unfunded Obligation	(16.63)	(24.40)	(17.02)
Fair value of plan assets	Nil	Nil	Nil
Surplus / (Deficit)	(16.63)	(24.40)	(17.02)
<b>Net (Liability) recognized in the Balance sheet</b>	<b>(16.63)</b>	<b>(24.40)</b>	<b>(17.02)</b>
<b>B1. Changes in the Present value of Obligation</b>			
<b>Particulars</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
Present Value of Obligation as at the beginning	24.40	17.02	11.80
Current Service Cost	6.71	12.53	10.07
Interest Expense or Cost	1.66	1.30	0.90
<b>Re-measurement (or Actuarial) (gain) / loss arising from:</b>			
- change in financial assumptions	0.75	(0.92)	Nil
- change in demographic assumptions	(3.98)	(0.01)	Nil
- experience variance	(12.91)	(5.52)	(5.75)
Past Service Cost	Nil	Nil	Nil
Benefits Paid	Nil	Nil	Nil
<b>Present Value of Obligation as at the end of the year</b>	<b>16.63</b>	<b>24.40</b>	<b>17.02</b>
<b>B2. Changes in the Fair Value of Plan Assets</b>			
<b>Particulars</b>	<b>As at March 31, 2021 (Rs. In Lakhs)</b>	<b>As at March 31, 2020 (Rs. In Lakhs)</b>	<b>As at April 1, 2019 (Rs. In Lakhs)</b>
Fair value of Plan Assets at the beginning of the year	Nil	Nil	Nil
Interest Income	Nil	Nil	Nil
Contribution by Employer	Nil	Nil	Nil
(Benefit paid from the Fund)	Nil	Nil	Nil
Return on Plan Assets, Excluding Interest Income	Nil	Nil	Nil
<b>Fair Value of Plan Assets at the end of the year</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>

C. Actuarial Assumptions			
Particulars	As at March 31, 2021	As at March 31, 2020	As at April 1, 2019
Discount Rate	5.40%	6.85%	7.70%
Expected rate of salary increase	6.00%	0% p.a for next 1 year & 6% p.a thereafter	8% p.a for next 2 year & 7% p.a thereafter
Expected Return on Plan Assets	N.A.	N.A.	N.A.
Mortality	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08) Ultimate
Withdrawal Rates	30% p.a at all ages	8% p.a at younger age reducing to 2% p.a at older ages	8% p.a at younger age reducing to 2% p.a at older ages

D. Sensitivity Analysis				
Particulars	Gratuity			
	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)		
Defined Benefit Obligation (Base)	16.63	24.40		
Particulars	Year Ended March 31, 2021 (Rs. In Lakhs)		Year Ended March 31, 2020 (Rs. In Lakhs)	
	Increase	Decrease	Increase	Decrease
Discount Rate (+ / - 0.5%) (% change compared to base due to sensitivity)	16.36	16.91	22.62	26.41
Salary Growth Rate (- / + 0.5%) (% change compared to base due to sensitivity)	16.91	16.36	26.23	22.71
Withdrawal Rate (W.R. x 110%/90%) (% change compared to base due to sensitivity)	16.02	17.29	24.28	24.52

E. Maturity Profile of Project Benefit Obligation				
Particulars	Gratuity			
	As at March 31, 2021	As at March 31, 2020	As at April 1, 2019	
Weighted average duration (based on discounted cash flows)	3.29	15.89	15.48	
Expected cashout flows over the next (valued on undiscounted basis):	Gratuity			
	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)	
1 year	3.72	0.44	0.33	
2 to 5 years	10.55	4.56	3.06	
6 to 10 years	4.68	8.63	6.72	

**F. Characteristics of defined benefit plans and risks associated with them:**

Valuation of defined benefit plan are performed on certain basic set of pre-determined assumptions and other regulatory framework which may vary over time. Thus, the Company is exposed to various risks in providing the above benefit plans which are as follows:

**a. Actuarial Risk:** It is a risk that benefits will cost more than expected. This can arise due to one of the following reasons:

**Adverse Salary Growth Experience:** Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.

**Variability in mortality rates :** If actual mortality rate are higher than assumed mortality rate assumption than the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cash flow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

**Variability in withdrawal rates :** If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

**b. Investment Risk:**

For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.

**c. Liquidity Risk:**

Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cash flows.

**d. Market Risk:**

Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

**e. Legislative Risk:**

Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

**44. Segment Reporting**

The Company's operations pre-dominantly relates to manufacturing and trading of bakery and confectionery products. The Company has considered the only one reporting segment in accordance with the requirement of Ind AS 108 - Operating Segments.

The Board of Directors ("BOD") evaluates the Company's performance and allocates resources based on an analysis of various performance indicators of this single operating segment. The BOD reviews revenue and gross profit as the performance indicator for this single operating segment. Accordingly, it constitutes as a single reportable operating segment.

All the operations of the company are carried out in India, hence no separate disclosure has been given for geographical segment.

The company sells its products through its retail outlets and hence there is no single customer contributing 10% or more of the total Revenue of the company.

## Notes to financial statement for the year ended March 31, 2021

### 45 Transition to Ind-AS

These financial statements, for the year ended March 31, 2021, are the first financials of the Company being prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2020, the Company has prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013 read together with relevant rules of the Companies (Accounts) Rules, 2020 (Indian GAAP). Therefore, comparative information is reclassified / remeasured so as to comply with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2021, together with the comparative period data as at and for the year ended March 31, 2020, as described in the summary of significant accounting policies. The Company has prepared the opening balance sheet as per Ind AS as of April 1, 2019 (the transition date) by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognized assets and liabilities.

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Balance sheet, Statement of Profit and Loss, is set out here-in-after.

However, this principle is subject to the certain mandatory exceptions and optional exemptions availed by the Company in line with principles of Ind AS 101 as detailed below:

#### 45.1 Exemptions and exceptions availed

##### I Optional exemptions

##### 1 Property, Plant and Equipment (PPE) :

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets. Accordingly, the Company has elected to measure all of its property, plant and equipment at their previous GAAP carrying value.

##### II Mandatory Exceptions

##### 1 Estimates

The estimates as at April 1, 2019 and as at March 31, 2020 are consistent with those made for the same dates in accordance with the Indian GAAP (after adjustments to reflect any differences in accounting policies) apart from the impairment of financial assets based on the risk exposure and application of ECL model where application of Indian GAAP did not require any estimation.

The estimates used by the Company to present these amounts in accordance with Ind AS, reflect conditions at April 1, 2019, the date of transition to Ind AS and as at March 31, 2020.

##### 2 Classification and measurement of financial assets

Ind AS 101 provides exemptions to certain classification and measurement requirements of financial assets under Ind AS 109, where these are impracticable to implement. Classification and measurement is done on the basis of facts and circumstances existing as on the transition date. Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the transition date.

##### 3 De-recognition of financial assets and liabilities:

The Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

## Notes to financial statement for the year ended March 31, 2021

45.2 Reconciliation of Balance Sheet as at 1 April, 2019				
				(Rs. In Lakhs)
Particulars	Footnote Reference	Regrouped Previous GAAP	Effects of transition to Ind As	Amount as per Ind As
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, Plant and Equipment		2,165.93	Nil	2,165.93
(b) Capital work-in-progress		74.40	Nil	74.40
(c) Other Intangible assets		44.92	Nil	44.92
(d) Right-to-Use Asset	1	Nil	2,228.15	2,227.15
(e) Financial Assets				
(i) Investments	2	94.87	2.32	97.19
(ii) Loans	3	1,075.90	(40.88)	1,035.02
(iii) Other Financial Assets	1,3	150.52	(9.96)	140.56
(f) Deferred tax assets (net)		159.52	Nil	159.52
(g) Other non-current assets		204.98	Nil	204.98
<b>Total Non - Current Assets</b>		<b>3,971.03</b>	<b>2,179.64</b>	<b>6,149.66</b>
<b>Current assets</b>				
(a) Inventories		338.02	Nil	338.02
(b) Financial assets				
(i) Investments	4	445.25	8.85	454.10
(ii) Trade receivables		207.94	Nil	207.94
(iii) Cash and cash equivalents		279.56	Nil	279.56
(iv) Other bank balances		0.53	Nil	0.53
(v) Other financial assets	3	130.87	6.70	137.57
(c) Current tax assets (Net)		7.29	Nil	7.29
(d) Other current assets		62.77	Nil	62.77
<b>Total Current Assets</b>		<b>1,472.22</b>	<b>15.54</b>	<b>1,487.77</b>
<b>Total Assets</b>		<b>5,443.25</b>	<b>2,195.18</b>	<b>7,637.43</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Share capital		1,026.50	Nil	1,026.50
(b) Other equity	1 to 7	2,425.82	(365.81)	2,060.02
<b>Total equity</b>		<b>3,452.32</b>	<b>(365.81)</b>	<b>3,086.52</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings		1,200.00	Nil	1,047.07
(ii) Other financial liabilities	1	0.68	2,263.92	2,264.59
(b) Provisions	5	16.45	0.56	17.02
<b>Total Non - Current Liabilities</b>		<b>1,217.13</b>	<b>2,264.48</b>	<b>3,328.69</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings		487.96	Nil	487.96
(ii) Trade payables		76.35	Nil	75.35
(iii) Other financial liabilities	1,7	149.87	296.51	599.30
(b) Other current liabilities		59.62	Nil	59.62
<b>Total Current Liabilities</b>		<b>773.80</b>	<b>296.51</b>	<b>1,222.23</b>
<b>Total Equity and Liabilities (1+2+3)</b>		<b>5,443.25</b>	<b>2,195.18</b>	<b>7,637.43</b>



45.3	Reconciliation of Balance Sheet as at 31 March, 2020				(Rs. In Lakhs)
	Particulars	Footnote Reference	Regrouped Previous GAAP	Effects of transition to Ind As	Amount as per Ind As
	<b>ASSETS</b>				
	<b>Non-current assets</b>				
	(a) Property, Plant and Equipment		2,243.47	Nil	2,243.47
	(b) Capital work-in-progress		Nil	Nil	Nil
	(c) Other Intangible assets		49.88	Nil	49.88
	(d) Right-to-Use Asset	1	Nil	2,688.41	2,688.41
	(e) Financial Assets				
	(i) Investments	2	104.66	18.11	122.78
	(ii) Loans	3	1,135.96	(34.18)	1,101.78
	(iii) Other Financial Assets	1,3	252.15	(55.88)	196.27
	(f) Deferred tax assets (net)	6	207.80	(1.79)	206.00
	(g) Other non-current assets		207.35	Nil	207.35
	<b>Total Non - Current Assets</b>		<b>4,201.26</b>	<b>2,614.67</b>	<b>6,815.93</b>
	<b>Current assets</b>				
	(a) Inventories		508.15	Nil	508.15
	(b) Financial assets				
	- (i) Investments		97.86	Nil	97.86
	(ii) Trade receivables		163.65	Nil	163.65
	(iii) Cash and cash equivalents		94.22	Nil	94.22
	(iv) Other bank balances		0.56	Nil	0.56
	(v) Other financial assets	3	16.00	7.36	23.36
	(c) Current tax assets (Net)		7.65	Nil	7.65
	(d) Other current assets		90.94	Nil	90.94
	<b>Total Current Assets</b>		<b>979.03</b>	<b>7.36</b>	<b>986.40</b>
	<b>Total Assets (1+2)</b>		<b>5,180.30</b>	<b>2,622.04</b>	<b>7,802.33</b>
	<b>EQUITY AND LIABILITIES</b>				
	<b>Equity</b>				
	(a) Share capital		1,026.50	Nil	1,026.50
	(b) Other Equity	1 to 7	2,298.88	(439.02)	1,859.87
	<b>Total equity</b>		<b>3,325.38</b>	<b>(439.02)</b>	<b>2,886.37</b>
	<b>LIABILITIES</b>				
	<b>Non-current liabilities</b>				
	(a) Financial liabilities				
	(i) Borrowings		872.75	Nil	872.75
	(ii) Other financial liabilities	1	2.20	2,683.50	2,685.70
	(b) Provisions		24.40	Nil	24.40
	<b>Total Non - Current Liabilities</b>		<b>899.35</b>	<b>2,683.50</b>	<b>3,582.85</b>
	<b>Current liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings		475.41	Nil	475.41
	(ii) Trade payables		97.62	Nil	97.62
	(iii) Other financial liabilities	1,7	356.12	377.55	733.67
	(b) Other current liabilities		26.42	Nil	26.42
	<b>Total Current Liabilities</b>		<b>955.56</b>	<b>377.55</b>	<b>1,333.11</b>
	<b>Total Equity and Liabilities (1+2+3)</b>		<b>5,180.30</b>	<b>2,622.04</b>	<b>7,802.33</b>

## Notes to financial statement for the year ended March 31, 2021

45.4	Reconciliation of total comprehensive income for the year ended 31.03.2020				(Rs. In Lakhs)
	Particulars	Footnote Reference	Regrouped Previous GAAP	Effects of transition to Ind As	Amount as per Ind As
	I Revenue from operations		3,534.90	Nil	3,534.90
	II Other Income	1,2,3,4	105.79	55.92	161.71
	III Total Income (I + II )		3,640.69	55.92	3,696.62
	IV EXPENSES				
	(a) Cost of materials consumed		1,071.95	Nil	1,071.95
	(b) Purchases of stock-in-trade		171.82	Nil	171.82
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress		(112.29)	Nil	(112.29)
	(d) Employee benefit expense	5	748.47	5.89	754.36
	(e) Finance costs	1,3	167.30	291.75	459.04
	(f) Depreciation and amortisation expense	1	464.53	420.64	885.17
	(g) Other expenses	1,7	1,304.14	(584.49)	719.64
	Total Expenses		3,815.92	133.78	3,949.70
	V Profit/(loss) before tax (III- IV)		(175.22)	(77.86)	(253.09)
	VI Tax Expense				
	(1) Current tax		Nil	Nil	Nil
	(2) Deferred tax		(48.28)	Nil	(48.28)
	Total tax expense		(48.28)	Nil	(48.28)
	VII Profit/(loss) after tax from continuing operations (V - VI)		(126.94)	(77.86)	(204.80)
	VIII Profit/(loss) for the period (VII)		(126.94)	(77.86)	(204.80)
	IX Other Comprehensive Income				
	(i) Items that will not be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit liabilities / (asset)	5	Nil	6.45	6.45
	(ii) Income tax relating to items that will not be reclassified to profit or loss	5	Nil	(1.79)	(1.79)
	Total Other Comprehensive Income		Nil	4.65	4.65
	X Total comprehensive income for the period (VIII+IX)		(126.94)	(73.21)	(200.15)
45.5	Impact of Ind As adjustment on statement of cash flow for the year ended March 31, 2020				(Rs. In Lakhs)
	Particulars	Footnote Reference	Previous GAAP	Effects of transition to Ind As	Amount as per Ind As
	Net Cash Flow from operating activities		223.75	572.05	795.80
	Net Cash Flow from investing activities		(82.67)	12.05	(70.62)
	Net Cash Flow from financing activities		(326.43)	(584.10)	(910.53)
	Net increase / (decrease) in cash and cash equivalents	1 to 7	(185.35)	Nil	(185.35)
	Cash and cash equivalents as at April 1, 2019		279.56	Nil	279.56
	Cash and cash equivalents as at March 31, 2020		94.22	Nil	94.22

## Notes to financial statement for the year ended March 31, 2021

45.6	Reconciliation of Equity as at 01.04.2019 and 31.03.2020				(Rs. In Lakhs)
	Particulars	Footnote Reference	As at March 31, 2020	As at April 01, 2019	
	Total Equity (Shareholder's Fund) as per previous GAAP		3,325.38	3,452.32	
	<b>Ind AS Adjustments</b>				
	Adjustment for Deferred Tax Liability on Gratuity in OCI	5	(1.79)	Nil	
	Remeasurement of Gratuity Liability	5	Nil	(0.56)	
	Recognition of Amortise Cost on right to use & Interest Expense on Lease Liability	1	(1,100.39)	(394.70)	
	Measurement of Interest Income on Lease Deposit	1	27.39	19.14	
	Derecognition of Rent Expense	1	584.10	Nil	
	Recognition of Gain on Cancellation of Lease	1	34.03	Nil	
	Adjustment for Prior Period Expense	7	(0.46)	(0.86)	
	Adjustment in respect of fair valuation of Current Investment	4	Nil	8.85	
	Adjustment in respect of fair valuation of Non Current Investment	2	18.11	2.32	
	<b>Total Equity as per Ind AS</b>		<b>2,886.37</b>	<b>3,086.52</b>	
45.7	Reconciliation of total comprehensive income for the year ended March 31, 2020				(Rs. In Lakhs)
	Particulars	Footnote Reference	As at March 31, 2020		
	<b>Profit/(Loss) after tax as per previous GAAP</b>			(126.94)	
	Adjustments:				
	Interest Expense on Lease Liability	1	(285.05)		
	Unwinding of Interest Expense	3	(6.70)		
	Remeasurement of Gratuity Liability	5	(5.89)		
	Adjustment in respect of fair Valuation of Current Investments	4	(8.85)		
	Amortisation of Right-to-Use Asset	1	(420.64)		
	Interest Income on Lease Deposit	1	8.25		
	Amortisation of Pre-received Income	3	6.70		
	Rent Expense	1	584.10		
	Profit on Cancellation of Lease	1	34.03		
	Adjustment for Prior Period Expense	7	0.39		
	Adjustment in respect of fair valuation of Non Current Investment	2	15.79		
	<b>Profit after tax as per Ind As</b>			(204.80)	
	Other Comprehensive Income	5		4.65	
	<b>Total Comprehensive income for the period under Ind As</b>			<b>(200.15)</b>	

### Footnotes:

#### 1. Adoption of IND AS 116 - Leases:

The Company has adopted IND AS 116 effective 1 April 2019 which replaced the previous standard IND AS 17 and specifies a new lease accounting model, where lessees are required to recognize a right of use assets, lease liability & Lease deposit arising from a lease on its balance sheet. The Company adopted the modified retrospective approach as per para C8(c)(ii) of IND AS 116-‘Leases’ as on the date of transition.

As a result, the Company recognized Assets & Liabilities as at 01 April 2019, which are as under:

Right of use asset of Rs. 2228.15 Lakhs

Lease deposits of Rs. 82.72 Lakhs

**Notes to financial statement for the year ended March 31, 2021**

Non current Lease Liabilities of Rs. 2263.92 Lakhs

Current Lease Liabilities of Rs. 295.57 Lakhs

and further the company recognized Assets & Liabilities as at 31st March, 2020, which are as under:

Right of use asset of Rs. 2688.41 Lakhs

Lease deposits of Rs. 144.96 Lakhs

Non current Lease Liabilities of Rs. 2685.30 Lakhs

Current Lease Liabilities of Rs. 377.08 Lakhs

**2. Change in fair value of Non-current investments classified through FVTPL:**

Under previous GAAP, the company accounted for investments in equity shares measured at cost. As per Ind AS, investments in equity shares have been revalued at fair value. The resulting fair value changes of these investments have been recognised in profit and loss.

**3. Accounting of other financial assets and liabilities on amortised cost method under effective rate of interest:**

Financial assets and liabilities have been valued by applying amortised cost method using Effective Interest Rate as per requirements of Ind AS 109 'Financial Instruments'. Subsequent to the transition date, such valuation difference on financial assets and liabilities has been recognized in statement of profit & loss resulting in increase in interest income by Rs. 6.70 Lakhs and increase in finance cost by Rs. 6.70 Lakhs for the year ended 31 March, 2020.

**4. Change in fair value of Current investments classified through FVTPL:**

Under previous GAAP, the company accounted for investments in Mutual Funds measured at cost. As per Ind AS, investments in Mutual Funds have been revalued at fair value. The resulting fair value changes of these investments have been recognised in profit and loss.

**5. Remeasurement of employment benefit obligations:**

Under previous GAAP, the company recognised actuarial gains and losses on defined benefit plans in profit or loss. Ind AS 19 requires the same to be recognised in Other Comprehensive Income. This has resulted in decrease in retain earning and increase in Provision as on 1st April, 2019 by Rs. 0.56 Lakhs. Further for the year ended 31st March, 2019-20 increase in employee benefit expense of Rs. 5.89 Lakhs and other comprehensive income for the year ended 31st March, 2017 by Rs. 6.48 Lakhs. The impact of tax on the same is also adjusted to "Other Comprehensive Income" only.

**6. Deferred Tax Adjustments:**

Tax adjustments include deferred tax impact on account of differences between previous GAAP and Ind AS which mainly includes employee benefit obligations.

**7. Prior Period Expenses:**

Under Previous GAAP, prior period items were reflected as part of current year expense or income in the statement of profit & loss. Under Ind AS, material prior period items are adjusted to the period to which they relate and in case they relate to the period earlier than period presented, these are adjusted against opening equity of the earliest period presented.

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**i. Prior period expenses (expenses which relate to earlier period):**

The prior period expenses of Rs. 0.86 Lacs have been adjusted against opening equity resulting in to decrease in other equity as on the transition date i.e. 1 April, 2019 and increase in profit before tax for the year ended 31st March, 2020 by Rs. 0.62 Lakhs & for the year 31st March 2021 by Rs. 0.24 Lakhs.

In the similar way, the company has charged Rs. 0.22Lakhs to statement of profit and loss for the year ended 31 March, 2020 resulting in to decrease in profit before tax (under the previous GAAP, the same reflected as prior period expenses in the statement of profit and loss for the year ended 31st March, 2021).



## Notes to financial statement for the year ended March 31, 2021

46 Fair Value Measurements									
Financial instrument by category and their fair value									
As at March 31, 2021	Note Reference	Carrying Amount				Fair Value (only those items which are recognised at FVTPL / FVTOCI)			
		FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>									
Investments									
Non Current	8	36.92	Nil	Nil	36.92	35.09	Nil	1.83	36.92
Current	14	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Non Current Loans	9	Nil	Nil	1,157.73	1,157.73	Nil	Nil	Nil	Nil
Trade Receivables	15	Nil	Nil	165.52	165.52	Nil	Nil	Nil	Nil
Cash and Cash Equivalents	16	Nil	Nil	105.91	105.91	Nil	Nil	Nil	Nil
Other Bank Balances	17	Nil	Nil	0.60	0.60	Nil	Nil	Nil	Nil
Other Non-Current Financial Assets	10	Nil	Nil	154.42	154.42	Nil	Nil	Nil	Nil
Other Current Financial Assets	18	Nil	Nil	23.44	23.44	Nil	Nil	Nil	Nil
<b>Total Financial Assets</b>		<b>36.92</b>	<b>Nil</b>	<b>1,607.61</b>	<b>1,644.52</b>	<b>35.09</b>	<b>Nil</b>	<b>1.83</b>	<b>36.92</b>
<b>Financial Liabilities</b>									
Borrowings									
Non Current	23	Nil	Nil	1,036.51	1,036.51	Nil	Nil	Nil	Nil
Current	26	Nil	Nil	491.39	491.39	Nil	Nil	Nil	Nil
Other Financial Liabilities									
Non Current	24	Nil	Nil	1,502.06	1,502.06	Nil	Nil	Nil	Nil
Current	28	Nil	Nil	595.39	595.39	Nil	Nil	Nil	Nil
Trade Payables	27	Nil	Nil	41.73	41.73	Nil	Nil	Nil	Nil
<b>Total Financial Liabilities</b>		<b>Nil</b>	<b>Nil</b>	<b>3,667.08</b>	<b>3,667.08</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
As at 31st March, 2020	Note Reference	Carrying Amount				Fair Value (only those items which are recognised at FVTPL / FVTOCI)			
		FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>									
Investments									
Non Current	8	122.78	Nil	Nil	122.78	120.95	Nil	1.83	122.78
Current	14	97.86	Nil	Nil	97.86	Nil	97.86	Nil	97.86
Non Current Loans	9	Nil	Nil	1,101.78	1,101.78	Nil	Nil	Nil	Nil
Trade Receivables	15	Nil	Nil	163.66	163.66	Nil	Nil	Nil	Nil
Cash and Cash Equivalents	16	Nil	Nil	94.22	94.22	Nil	Nil	Nil	Nil
Other Bank Balances	17	Nil	Nil	0.56	0.56	Nil	Nil	Nil	Nil
Other Non-Current Financial Assets	10	Nil	Nil	196.27	196.27	Nil	Nil	Nil	Nil
Other Current Financial Assets	18	Nil	Nil	23.36	23.36	Nil	Nil	Nil	Nil
<b>Total Financial Assets</b>		<b>220.63</b>	<b>Nil</b>	<b>1,579.86</b>	<b>1,800.49</b>	<b>120.95</b>	<b>97.86</b>	<b>1.83</b>	<b>220.63</b>
<b>Financial Liabilities</b>									
Borrowings									
Non Current	23	Nil	Nil	872.74	872.74	Nil	Nil	Nil	Nil
Current	26	Nil	Nil	475.41	475.41	Nil	Nil	Nil	Nil
Other Financial Liabilities									
Non Current	24	Nil	Nil	2,685.70	2,685.70	Nil	Nil	Nil	Nil
Current	28	Nil	Nil	733.67	733.67	Nil	Nil	Nil	Nil
Trade Payables	27	Nil	Nil	97.62	97.62	Nil	Nil	Nil	Nil
<b>Total Financial Liabilities</b>		<b>Nil</b>	<b>Nil</b>	<b>4,865.14</b>	<b>4,865.14</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>

As at April 01, 2019	Note Reference	Carrying Amount				Fair Value (only those items which are recognised at FVTPL / FVTOCI)			
		FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>									
Investments									
Non Current	8	97.19	Nil	Nil	97.19	95.36	Nil	1.83	97.19
Current	14	454.10	Nil	Nil	454.10	Nil	454.10	Nil	454.10
Non Current Loans	9	Nil	Nil	1,035.02	1,035.02	Nil	Nil	Nil	Nil
Trade Receivables	15	Nil	Nil	207.94	207.94	Nil	Nil	Nil	Nil
Cash and Cash Equivalents	16	Nil	Nil	279.56	279.56	Nil	Nil	Nil	Nil
Other Bank Balances	17	Nil	Nil	0.52	0.52	Nil	Nil	Nil	Nil
Other Non-Current Financial Assets	10	Nil	Nil	140.56	140.56	Nil	Nil	Nil	Nil
Other Current Financial Assets	18	Nil	Nil	137.57	137.57	Nil	Nil	Nil	Nil
<b>Total Financial Assets</b>		<b>551.28</b>	<b>Nil</b>	<b>1,801.16</b>	<b>2,352.45</b>	<b>95.36</b>	<b>454.10</b>	<b>1.83</b>	<b>551.28</b>
<b>Financial Liabilities</b>									
Borrowings									
Non Current	23	Nil	Nil	1,047.07	1,047.07	Nil	Nil	Nil	Nil
Current	26	Nil	Nil	487.96	487.96	Nil	Nil	Nil	Nil
Other Financial Liabilities									
Non Current	24	Nil	Nil	2,264.59	2,264.59	Nil	Nil	Nil	Nil
Current	28	Nil	Nil	599.30	599.30	Nil	Nil	Nil	Nil
Trade Payables	27	Nil	Nil	76.35	76.35	Nil	Nil	Nil	Nil
<b>Total Financial Liabilities</b>		<b>Nil</b>	<b>Nil</b>	<b>4,475.28</b>	<b>4,475.28</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<p>The above fair value hierarchy explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost for which fair values are disclosed in the financial statements. To provide the indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments in to three levels prescribed is as under:</p> <p>Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities</p> <p>Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices ) or indirectly (i.e. derived from prices)</p> <p>Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)</p> <p>There were no transfers between the levels during the year</p> <p><b>Valuation process</b></p> <p>The finance department of the Company includes a team that performs the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. The fair valuation of level 1 and level 2 classified assets and liabilities are readily available from the quoted prices in the open market and rates available in secondary market respectively.</p> <p>The carrying amount of trade receivable, trade payable, cash and bank balances, short term loans and advances, statutory/ receivable, short term borrowing, employee dues are considered to be the same as their fair value due to their short-term nature.</p>									

## Notes to financial statement for the year ended March 31, 2021

**47 Financial risk management**

The Company's activities expose it to a variety of financial risks, including credit risk, market risk and liquidity risk. The Company's primary risk management focus is to minimize potential adverse effects of market risk on its financial performance. The Company's risk management assessment and policies and processes are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same.

The Company's risk management is governed by policies and approved by the board of directors. Company's identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The company has policies for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments.

The audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

**I Credit Risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. Credit risk is managed through credit approvals, establishing credit limits, and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The history of trade receivables shows a negligible provision for bad and doubtful debts. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of expected losses in respect of trade and other receivables and investments. The company has adopted simplified approach of ECL model for impairment.

**i) Trade Receivables:**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment. The Company with various activities as mentioned above manages credit risk. An impairment analysis is performed at each reporting date on an individual basis for major customers. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The calculation is based on historical data. Ageing of trade receivables is as under. The Company does not hold collateral as security.

**ii) Financial assets that are neither past due nor impaired**

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's assessment of credit risk about particular financial institution. None of the Company's cash equivalents, including term deposits (i.e., certificates of deposit) with banks, were past due or impaired as at each balance sheet date.

**II Liquid Risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages liquidity risk by maintaining adequate reserves, banking facilities including approved borrowing facilities sanctioned by the Parent Company, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. Long-term borrowings generally mature between One to Ten years. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. The Company's policy is to manage its borrowings centrally using mixture of long-term and short-term borrowing facilities to meet anticipated funding requirements.

The Company has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lender. As of March 31, 2021, March 31, 2020 and April 1, 2019; the Company had unutilized credit limits from banks of Rs. 298.61 Lakhs, Rs. 334.59 Lakhs and Rs. 262.04 Lakhs respectively. The tables below analyze the company's financial liabilities into relevant maturity groupings based on their contractual maturities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

# DANGEE DUMS®

## Notes to financial statement for the year ended March 31, 2021

(Rs. In Lakhs)							
Contractual maturities of financial liabilities as at March 31, 2021	Note Reference	Carrying Amount	Contractual Cash Flows				
			On demand or within 1 year	Over 1 year within 2 years	Over 3 years within 5 years	Over 5 years	Total
<b>Borrowings:</b>							
Non Current	23	1,036.51	Nil	274.76	760.45	1.29	1,036.51
Current	26	491.39	491.39	Nil	Nil	Nil	491.39
<b>Other Financial Liabilities:</b>							
Non Current	24	1,502.06	Nil	278.22	890.22	333.62	1,502.06
Current	28	595.39	595.39	Nil	Nil	Nil	595.39
<b>Trade Payables</b>		41.73	41.73	Nil	Nil	Nil	41.73
<b>Total</b>		<b>3,667.08</b>	<b>1,128.52</b>	<b>552.99</b>	<b>1,650.67</b>	<b>334.91</b>	<b>3,667.08</b>

(Rs. In Lakhs)							
Contractual maturities of financial liabilities as at March 31, 2020	Note Reference	Carrying Amount	Contractual Cash Flows				
			On demand or within 1 year	Over 1 year within 2 years	Over 3 years within 5 years	Over 5 years	Total
<b>Borrowings:</b>							
Non Current	23	872.74	Nil	176.58	594.81	101.36	872.75
Current	26	475.41	475.41	Nil	Nil	Nil	475.41
<b>Other Financial Liabilities:</b>							
Non Current	24	2,685.70	Nil	421.62	1,465.12	798.97	2,685.70
Current	28	733.67	733.67	Nil	Nil	Nil	733.67
<b>Trade Payables</b>		97.62	97.62	Nil	Nil	Nil	97.62
<b>Total</b>		<b>4,865.14</b>	<b>1,306.69</b>	<b>598.21</b>	<b>2,059.92</b>	<b>900.32</b>	<b>4,865.15</b>

(Rs. In Lakhs)							
Contractual maturities of financial liabilities as at April 1, 2019	Note Reference	Carrying Amount	Contractual Cash Flows				
			On demand or within 1 year	Over 1 year within 2 years	Over 3 years within 5 years	Over 5 years	Total
<b>Borrowings:</b>							
Non Current	23	1,047.07	Nil	162.73	549.17	335.17	1,047.07
Current	26	487.96	487.96	Nil	Nil	Nil	487.96
<b>Other Financial Liabilities:</b>							
Non Current	24	2,264.59	Nil	402.34	1,470.02	392.23	2,264.59
Current	28	599.30	599.30	Nil	Nil	Nil	599.30
<b>Trade Payables</b>		76.35	76.35	Nil	Nil	Nil	76.35
<b>Total</b>		<b>4,475.28</b>	<b>1,163.61</b>	<b>565.07</b>	<b>2,019.20</b>	<b>727.41</b>	<b>4,475.28</b>

<b>III Market Risk</b>							
Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates and commodity prices) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt.							
<b>a) Interest Risk</b>							
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates related primarily to the Company's short-term borrowings with floating interest rates.							
Long-term borrowings expose the company to risk of changes in interest rates as the Company had External Commercial Borrowings (ECB) carrying a variable interest rate. In order to hedge interest rate risk arising out of variable interest rate ECBs, company has entered into Interest Rate swaps.							
For other borrowings, Company's treasury department monitors the interest rate movement and manages the interest rate risk based on its policies.							
The exposure of the company's borrowing to interest rate changes at the end of the reporting period are as follows:							

## Notes to financial statement for the year ended March 31, 2021

i) Exposure to interest rate risk (Rs. In Lakhs)			
Particulars	As at March 31, 2021	As at March 31, 2020	As at April 1, 2019
Fixed Rate Borrowings	115.84	82.57	125.06
Variable Rate Borrowings	1,631.55	1,438.85	1,562.90
<b>Total</b>	<b>1,747.39</b>	<b>1,521.42</b>	<b>1,687.96</b>
For details of the Company's short-term and long term loans and borrowings, including interest rate profiles, refer to Note 23 and 26 of these financial statements.			
ii) Interest Rate Sensitivity (Rs. In Lakhs)			
Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.			
Particulars	Year Ended March 31, 2021	Year Ended March 31, 2020	
50bps increase would decrease the profit before tax by	(8.16)	(7.19)	
50bps decrease would increase the profit before tax by	8.16	7.19	

b) Price Risk				
The company's exposure to price risk arises from investments in equity shares of other companies (Refer Note 8 and 46). The company has not undertaken any risk mitigation measures to reduce the price risk. The table below summarises the impact of increases / decreases of share price of the investments and profit for the period. The analysis is based on the assumption that the market price of those investments in equity shares of other companies move by 5% point on either side with all other variables held constant.				
Date	No. of Shares	Fair Value (Rs. In Lakhs)	% Change in Fair Value	Effect on Profit before tax (Rs. In Lakhs)
March 31, 2021	108312	35.09	5.00%	1.75
			-5.00%	-1.75
March 31, 2020	164000	120.95	5.00%	6.05
			-5.00%	-6.05
April 01, 2019	149000	95.36	5.00%	4.77
			-5.00%	-4.77
48 Capital Management:				
The Company's capital management is intended to maximise the return to shareholders and benefits for other stakeholders for meeting the long-term and short-term goals of the Company; and reduce the cost of capital through the optimization of the capital structure i.e. the debt and equity balance.				
The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.				
The Net debt to equity ratio at the end of the reporting period was as follows:				
Particulars	Note Reference	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
Debt	23,26,29	1,747.39	1,521.41	1,687.96
Cash and bank balances	16	(106.50)	(94.78)	(280.08)
Net debt		1,640.89	1,426.63	1,407.88
Equity	21,22	1,893.55	2,886.37	3,086.52
Net debt to equity ratio		87.00%	49.00%	46.00%
49 Details of Payment to Auditors (Refer Note 38) (Rs. In Lakhs)				
Particulars		Year Ended March 31, 2021	Year Ended March 31, 2020	
<b>Payment to auditors:</b>				
<b>To Statutory Auditor:</b>				
Audit fee		2.50	2.50	
Taxation matters		0.50	0.50	
<b>Total .....</b>		<b>3.00</b>	<b>3.00</b>	

## Notes to financial statement for the year ended March 31, 2021

50	<b>Asset Pledge as security</b>				
	The carrying amount of assets pledged as security for current and non-current borrowings are:				
	<b>Particulars</b>	<b>Note Reference</b>	<b>As At 31/03/2021 (Rs. In Lakhs)</b>	<b>As At 31/03/2020 (Rs. In Lakhs)</b>	<b>As at 01/04/2019 (Rs. In Lakhs)</b>
I	Current Financial Assets				
	Trade Receivables	15	181.57	179.71	207.94
II	Non Current Assets				
	Property, Plant and Equipments	5	2,468.63	2,692.14	230.44



## Notes to financial statement for the year ended March 31, 2021

## 51. Earnings Per Share (EPS)

Particulars	Denomination	Year Ended March 31, 2021	Year Ended March 31, 2020
Net Profit / (Loss) for calculation of basic / diluted EPS	Rs. In Lakhs	(1,004.47)	(204.80)
Weighted Average Number of Equity Shares in calculating Basic and Diluted EPS	No of Shares	10,265,000	10,265,000
Basic and Diluted Earnings/(Loss) Per Share	in Rs.	(9.79)	(2.00)
Nominal Value of Equity Shares	in Rs.	(9.79)	(2.00)

## A. Reconciliation on Amount of EPS

Particulars	Year Ended March 31, 2021 in Rs.	Year Ended March 31, 2020 in Rs.
<b>(a) Basic earnings per share</b>		
From continuing operations attributable to the equity holders of the company	(9.79)	(2.00)
<b>Total basic earnings per share attributable to the equity holders of the company</b>	(9.79)	(2.00)
<b>(b) Diluted earnings per share</b>		
From continuing operations attributable to the equity holders of the company	(9.79)	(2.00)
<b>Total diluted earnings per share attributable to the equity holders of the company</b>	(9.79)	(2.00)

## B. Reconciliations of earnings used in calculating earnings per share

Particulars	Year Ended March 31, 2021 (Rs. In Lakhs)	Year Ended March 31, 2020 (Rs. In Lakhs)
<b>(a) Basic earnings per share</b>		
Profit attributable to the equity holders of the company used in calculating basic earnings per share:		
From continuing operations	(1,004.47)	(204.80)
<b>(b) Diluted earnings per share</b>		
Profit from continuing operations attributable to the equity holders of the company:		
Profit attributable to the equity holders of the company used in calculating diluted earnings per share	(1,004.47)	(204.80)

# DANGEE DUMS®

Notes to financial statement for the year ended March 31, 2021

## C. Weighted average number of shares used as the denominator

Particulars	Denomination	As at March 31, 2021	As at March 31, 2020
<b>(a) Basic earnings per share</b>			
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	No of Shares	10,265,000	10,265,000
<b>(b) Diluted earnings per share</b>			
Weighted average number of equity shares and potential equity shares used as the denominator in calculating diluted earnings per share	No of Shares	10,265,000	10,265,000

## D. Increase / decrease in EPS due to retrospective restatement of prior period error

Particulars	Year Ended March 31, 2021 in Rs.	Year Ended March 31, 2020 in Rs.
(a) Basic earnings per share	0.00	0.00
(b) Diluted earnings per share	0.00	0.00

## 52. Related Parties Disclosures

### (i) List of related parties:

Name of related party	Nature of relationship
Zipbooks Software Solutions Pvt. Ltd	Entity controlled by Key Managerial Personnel
Nikul Patel	Key Managerial Personnel
Ravi Patel	Key Managerial Personnel
Foram Patel	Key Managerial Personnel
Ketan Patel	Key Managerial Personnel
Khushbu Parikh	Key Managerial Personnel
(Appointed w.e.f 11th August, 2020)	
Shyamsundar Panchal	Key Managerial Personnel
(Resigned w.e.f 14th July, 2020)	
Daxaben Patel	Relative of Key Managerial Personnel
Dhara Patel	Relative of Key Managerial Personnel
Jagdishchandra Patel	Relative of Key Managerial Personnel

### (ii) Transactions during the period and balances outstanding with related parties are as under:

#### Transactions with related parties during the year:

Name of related party	Nature of Transaction	Year ended March 31, 2021 (Rs. In Lakhs)	Year ended March 31, 2020 (Rs. In Lakhs)
Zipbooks Software Solutions Pvt. Ltd	Software & Licence fees	8.70	9.99
	Sale of products	Nil	0.06
	Purchase of Intangible Asset	Nil	9.70
Nikul Patel	Loan Taken	18.00	Nil
	Loan repaid	19.00	Nil
	Interest Income on Lease deposit	3.43	1.90
	Interest Paid on Lease Liability	29.54	17.91
	Repayment of Principal Portion of Lease Liability	16.12	21.99
Foram Patel	Remuneration	4.14	6.02
Ketan Patel	Remuneration	8.04	4.56
Khushbu Parikh	Remuneration	2.06	Nil
Shyamsundar Panchal	Remuneration	0.89	3.06

## Notes to financial statement for the year ended March 31, 2021

Daxaben Patel	Interest Paid on Lease Liability	5.21	3.16
	Repayment of Principal Portion of Lease Liability	2.85	3.88
	Interest Paid on Unsecured Loan	0.02	0.45
	Loan Repaid	1.26	12.04
Dhara Patel	Remuneration	3.14	6.02
Jagdishchandra Patel	Interest Paid on Lease Liability	0.81	1.30
	Repayment of Principal Portion of Lease Liability	5.19	4.70

## Balances outstanding at each reporting date:

Name of related party	Nature of Amount	As at March 31, 2021 (Rs. In Lakhs)	As at March 31, 2020 (Rs. In Lakhs)	As at April 1, 2019 (Rs. In Lakhs)
<b>Daxaben Patel</b>				
Lease Liability	Other Non-current Financial liabilities	47.62	51.19	Nil
Lease Liability	Other Current Financial liabilities	3.57	2.85	Nil
Unsecured Loan	Non-current financial liability	Nil	1.26	12.86
<b>Nikul Patel</b>				
Unsecured Loan	Non-current financial liability	0.17	1.17	1.17
Lease Liability	Other Non-current Financial liabilities	269.87	290.09	Nil
Lease Liability	Other Current Financial liabilities	20.22	16.12	Nil
Lease Deposit	Other current financial assets	50.95	47.51	Nil
Advance for Purchase of Property, Plant & Equipment	Other Non-current assets	150.00	150.00	150.00
<b>Ravi Patel</b>				
Unsecured Loan	Non-current financial liability	1.12	1.12	1.12
<b>Zipbooks Software Solutions Pvt. Ltd.</b>				
Creditors for Property, Plant & Equipme	Other Current Financial Liabilities	8.84	8.96	1.44
Trade Receivable	Current financial assets	Nil	0.08	Nil
<b>Jagdishchandra Patel</b>				
Lease Liability	Other Non-current Financial liabilities	Nil	5.73	10.93
Lease Liability	Other Current Financial liabilities	5.73	5.19	4.70

(iii) Disclosures pursuant to the Regulation 34(3) read with para A of Schedule V to the SEBI (Listing obligations and disclosure requirements) Regulations, 2015 read with section 186(4) of the Companies Act, 2013 are not applicable as the company does not have any Subsidiary, Associate or Joint Venture.

# DANGEE DUMS®

## Notes to financial statement for the year ended March 31, 2021

53. The company is not liable to make any CSR expenditure according to Section 135 of the Companies Act, 2013

### 54. Subsequent Events:

Subsequent to Balance Sheet Date, there are no events occurred which require disclosure or adjustments in the financial statements.

55. On periodical basis and as and when required, the Company reviews the carrying amounts of its assets and found that there is no indication that those assets have suffered any impairment loss. Hence, no such impairment loss have been

56. The financial statement are approved for issue by the Board of Directors & Audit Committee at their meeting on 30th June, 2021.

57. Due to outbreak of COVID-19 globally and in India, the Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financial and non financial assets as well as liabilities accrued. The actual impact of the global health pandemic may be different from that which has been estimated, as the COVID 19 situation evolves in India and globally. Having reviewed the underlying data and based on current estimates the Company expects the carrying amount of these assets will be recovered and there is no significant impact on liabilities accrued. However, the Company will continue to closely monitor any material changes to future economic conditions.

58. Previous Periods' / Years' figures have been re-grouped / re-classified where necessary to make it comparable with the current period.

In terms of our report attached.  
For, J. T. Shah & Co  
Chartered Accountants  
(Firm Regd. No. 109616W)

For and on behalf of the Board of Directors of  
Dangee Dums Limited

Nikul J. Patel  
Chairman & Managing Director  
(DIN: 01339858)

Foram Patel  
Non executive Director  
(DIN: 02017816)

(A. R. Pandit)  
Partner  
(M.No. 127917)  
Place : Ahmedabad  
Date : 30/06/2021

Ketan J Patel  
Chief Financial officer

Place: Ahmedabad  
Date : 30/06/2021

Khushboo Parikh  
Company Secretary &  
Compliance Officer

## This image shows a blank sheet of white paper with horizontal ruling lines. The lines are evenly spaced and run across the width of the page. There are no margins, text, or other markings on the paper.

**Disclaimer**

We have exercised utmost care in the preparation of this report. It contains forecasts and/or information relating to forecasts. Forecasts are based on facts, expectations, and/or past figures. As with all forward looking statements, forecasts are connected with known and unknown uncertainties, which may mean the actual result deviate significantly from the forecast. Forecasts prepared by the third parties, or data or evaluations used by third parties and mentioned in this communication, may be inappropriate, incomplete, or falsified. We cannot assess whether information in this report has been taken from third parties, or these provide the basis of our own evaluations, such use is made known in this report. As a result of the above mentioned circumstances, we can provide no warranty regarding the correctness, completeness, and upto-date nature of information taken, and declared as being taken, from third parties, as well as for forward looking statements, irrespective of whether these derive from third parties or ourselves. Readers should keep this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.



