



KRISHNA DEFENCE AND ALLIED INDUSTRIES LTD.

FORMERLY KNOWN AS KRISHNA ALLIED INDUSTRIES LIMITED

DEFENCE | SECURITY | DAIRY | MEGA KITCHEN

Date:- 02.09.2022

To,
National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex
Bandra (East),
Mumbai - 400 051

Symbol: - KRISHNADEF
ISIN: - INE0J5601015

Subject: Submission of Annual Report of the Company for the Financial Year 2021-22 under Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")

Respected Sir/ Ma'am,

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith **Annual Report of the Company along with the Notice of the 9th Annual General Meeting ("AGM") and other Statutory Reports for the Financial Year 2021-22.** The same is also being sent through electronic mode to those Members whose email addresses are registered with the Company/Registrar and Share Transfer Agent/Depository Participants.

Further, the **9th AGM** of the Members of the Company will be held on **Wednesday, 28 September 2022 at 11:00 a.m. (IST)** through **Video Conferencing ("VC") / Other Audio Visual Means ("OAVM")**.

The Annual Report of the Company is also available on its website <https://krishnaallied.com/>

Kindly take the above information on the record.

Thanking You,

Yours faithfully,
For Krishna Defence and Allied Industries Limited,

Charmy Shah
Company Secretary and Compliance Officer



KRISHNA

DEFENCE AND ALLIED INDUSTRIES LTD

The bottom half of the cover features a dark blue background with a faint, semi-transparent overlay of financial charts, including a candlestick chart and several line graphs in various colors (blue, orange, green).

ANNUAL REPORT 21-22

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CORPORATE INFORMATION

AN **MSME** EMBARKING ON **INDIGENOUS** DEFENCE MANUFACTURING

- 1 Currently, India has the world's third-largest Defence expenditure
- 2 Although there have been a few success stories in substituting imported material with indigenously produced materials, defence manufacturers still heavily rely on imports to fulfil their requirements.
- 3 The Indian government has announced 74% FDI in defence manufacturing & of 'Import embargo' on many military items under Defence Production and Export Promotion Policy 2020.
- 4 The Defence Research and Development Organization (DRDO) also established the Technology Development Fund (TDF) for MSMEs & Startups to indigenize cutting-edge Defence technologies under which several Technologies are being indigenized.
- 5 India has around 194 Defence tech start-ups building innovative tech solutions to empower and support the country's defence efforts. Ongoing DRDO projects in India of worth \$ 7.3 bn.

**LATE MR. ASHWIN
SHAH – THE
FOUNDING FATHER,
INSPIRATIONAL
LEADER AND
PHILOSOPHER – GUIDE
OF COMPANY**



Krishna Defence and Allied Industries Ltd was founded by Late Mr. Ashwin Shah in 1997, he was a double engineer and completed his engineering degree in the field of both mechanical and electrical in 1974 from Mumbai University. He was a visionary and a true patriot. The Company was started with a mere investment of Rs. 10 Lac and only with 12 employees at Kalol, Gujarat. He started the Company as an engineering Company for manufacture of Stainless-Steel Milk Cans for the Dairy Industry. He was the first to introduce Stainless Steel Milk Cans in the country prior to which only Aluminum Milk Cans were used for transportation and collection of milk. It was his foresight to introduce Stainless Steel which maintained the hygiene of the milk much better than traditional Alu Milk Cans.

The turnaround year came around 2006 when the then Chairman was asked to accept the challenge to develop a particular steel section called DMR 249A Bulb Bars which was required by the shipyards of the Indian Navy for hull construction of warships. The biggest hurdle for the development of this steel section was absence of any preset parameters since this was being developed in the country for the first time. He didn't look beyond and sustained efforts by him and our team resulted in the successful development of this steel section for all the sizes as required by the Indian Navy.

Even as a micro enterprise it was his belief that R&D was very essential for growth of the Company, he setup a small team of engineers and he himself nurtured many interns and junior engineers to build and develop new products. It was this focus on R&D that the Company now boasts of a large pool of highly motivated engineers who are capable of accepting any challenging product, he also induced lateral thinking in the team. It is this confidence and attitude of the team that the Company boasts of several new products which were first time developed in the country. His vision for indigenizing products that are used by the Defence Forces is instilled deep in the team, which nurtures well for the future of the Company.

His ability to give time to everyone in the Company irrespective of his designation was a unique skill and motivated many shop floor workers to come up with suggestions for improving the production process and maintain top quality.

He passed away in 2019, the company has grown in leaps and bounds, and he still continues to be the inspiration that guides the company in new millennial industrial arenas.

FROM THE MANAGING DIRECTOR'S DESK



“Today India has a military budget of ~INR 5.25 lakh crore, where 68% of the capital procurement has been earmarked for domestic industry. As per the Union finance budget of FY 22, Out of the 3 arms of our defence system, the Navy received a 43% capital outlay hike as compared to previous year.

Amidst the rising geo-political tensions across the globe, it is crucial that we increase our domestic defence manufacturing on the back of state-of-the-art technology & indigenous innovations. We at Krishna Defence & Allied Industries Limited, bank on 25 successful years of manufacturing excellence. Today, we manufacture over 20+ indigenous products; few of which were pioneered, designed, and developed entirely by us.

One of the most common question people ask me is what is the connect between Dairy industry and Defence Industry, to which I humbly reply that, it is Engineering. We at Krishna Defence consistently work towards innovating with the latest technology, and using top notch precision engineering techniques to develop durable, globally competent indigenous products for other Industries and Armed forces of the nation. We firmly believe that our nation's talent pool, technology and resources are capable of substantially meeting our domestic demands, and we also have immense export capabilities.

Both Defence and Dairy sectors show great promise of an exponential growth owing to government initiatives in defence manufacturing & increase in commercialization of Dairy operations across the country. We are extremely enthusiastic on our venture into the homeland security vertical as it holds a great scope for expansion and interesting opportunities to showcase our capabilities.

The receipt of the Defence Technology Absorption Award from the Honorable Prime Minister, Shri Narendra Modi has recognized our efforts in this area. We believe that the next decade holds tremendous opportunities for the company, and we are very well prepared to scale up and meet the demands of the industry verticals we cater to.”

Although there have been a few success stories in substituting imported material with indigenously produced materials, defence manufacturers still heavily rely on imports to fulfil their requirements.

COMPANY OVERVIEW

1. Offering a product mix that is innovation-driven, Technology-oriented & well-positioned to scale operations under the four major verticals it caters to, namely Defence, Homeland Security, Dairy and Mega Kitchen.
2. Partnership with the DRDO to develop DMR 249A grade steel bulb bars', which were previously imported.
3. One of the few vertically integrated defence solution provider with industry expertise into special steel alloys and steel products.
4. Holds several Transfer of Technology ("TOT") agreements by with the Defence Research and Development Organisation ("DRDO") for manufacture and supply of specialized defence application products.
5. Core belief in sustained & organic growth of their business which is in tune with the nation's objective of socio-economic progress and achieving self-sustainability

MISSION, VISION AND VALUES



Mission

To continuously strive to deliver innovative, cost-efficient, and modern engineering solutions laced with the latest technology to benefit the Organizations and end-users.



Vision

To become the go-to company for world-class Engineering products within India by contributing towards “Make in India” and supporting the Indian Government, PSUs, and Private Customers through constant and continuous improvement in its products and services.



Values

Performance with pride and honor wherein ethical behavior is encouraged. The company operates ethically and responsibly with its employees, customers, partners, suppliers, and shareholders.

Krishna Defence & Allied Industries Limited ("KDAIL") formerly known as Krishna Allied Industries Ltd. is among India's very few manufacturing houses with comprehensive in-house capabilities of designing, developing, and manufacturing a wide range of equipment for the four major verticals it functions in, namely Defence, Homeland Security, Dairy Equipments, and Mega Kitchens. The company's manufacturing repertoire includes a wide range of critical assemblies and precision components.

We Develop defence application products like: bulb bars, bhukhari, food containers, super alloys weld consumables like welding wire, flux and electrodes, special steel alloy Ballast bricks for critical applications etc. for Indian Armed Forces.

In dairy sector developed products like Solar Bulk Milk Cooler. ("BMC") & Robotic Milk Collection Unit (patented).



PRECISION
ENGINEERING

Rich in experience & an accomplished team of Engineers catering to complex products and assembly which is in-line of technological developments.

In process of signing a MOU with NCETIS, National Centre for Excellence for Technology for an Internal Security with IIT Bombay.



RESEARCH &
DEVELOPMENT

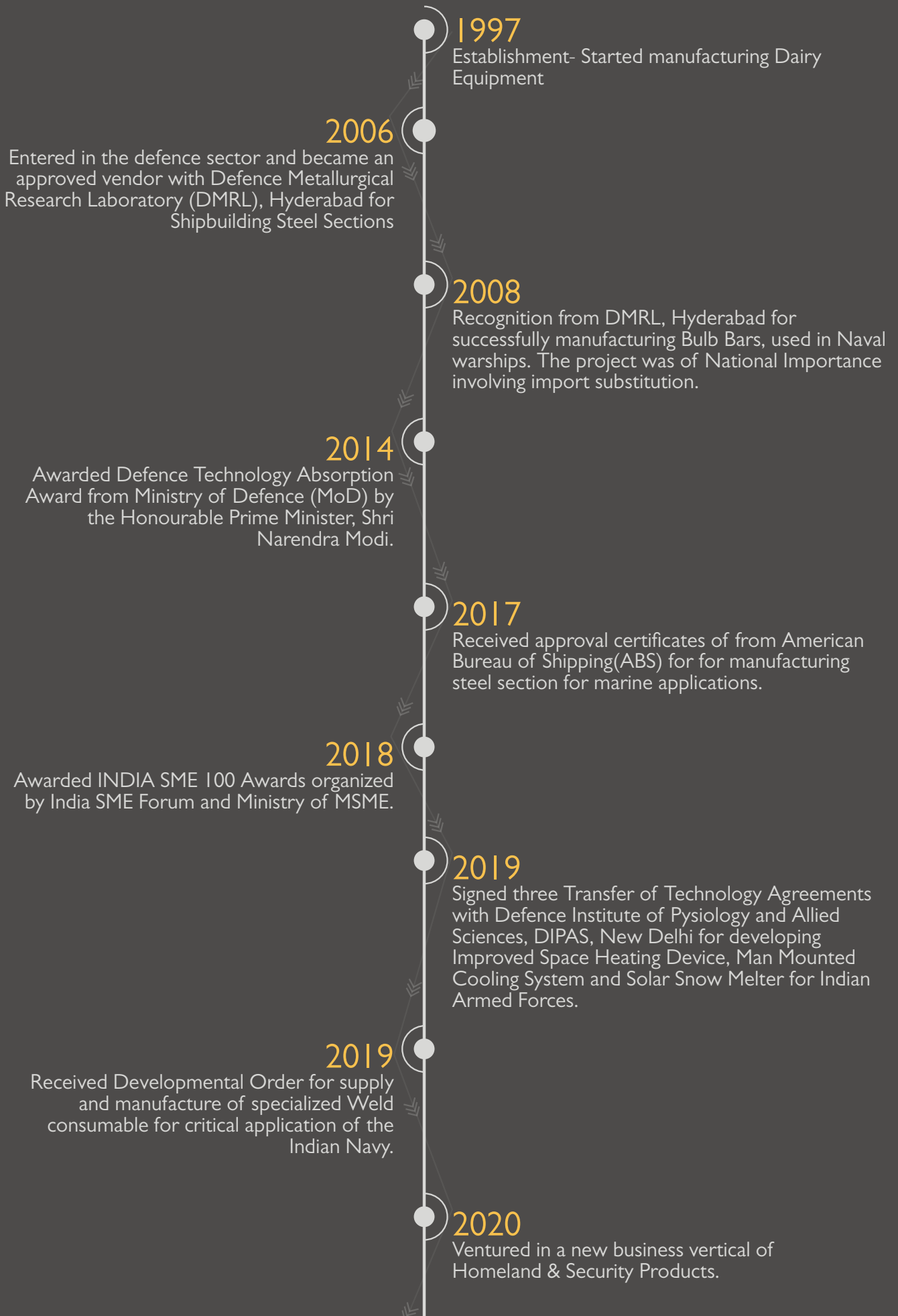
The strong R&D team has successfully received orders for developing customized engineered products.

In process of filing an approval from DSIR, Department of Scientific and Industrial Research for in house recognition of its R&D facilities.



INNOVATION

JOURNEY OVER THE YEARS



**2021**

Signed TOT with Research & Development Establishment Engineers, Pune for developing Improvised Explosive Device (IED) Containment Vessel for protection of Indian Armed forces.

2021

Successfully developed and delivered Ballast Bricks used for critical application to Indian Navy.

2022

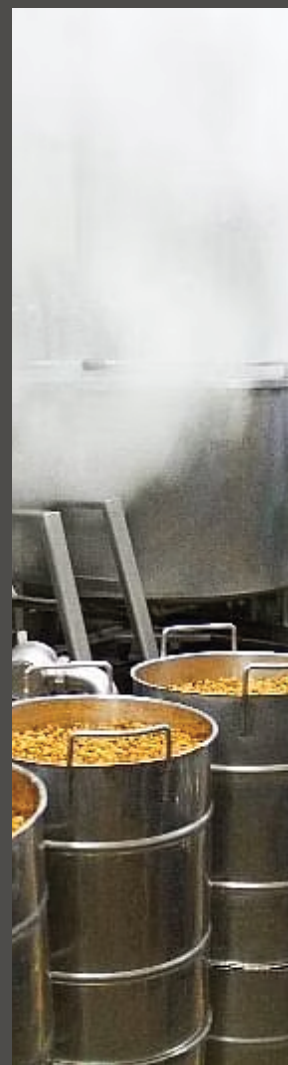
Listed on the NSE EMERGE platform



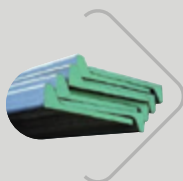
**IN HOUSE DESIGNING,
DEVELOPMENT AND
MANUFACTURING**

OUR VERTICALS

DEFENCE | SECURITY | DAIRY | MEGA KITCHEN



DEFENCE PRODUCTS



“DMR249A” Grade Steel Bulb Bars

Bulb bars are specialized steel sections which are used as stiffeners for the hull construction of Naval warships

Application

Components for Critical Naval Applications. Used as stiffeners in shipbuilding, especially in the Ship Hull.



Special Steel Alloy Ballast Bricks

Special Alloy bricks having low magnetic signature, & high Corrosion Resistance

Used as counterweight for critical Naval applications.



Welding Wire

Special Alloy steel, Diameter from range 1.20mm to 4.0mm

Used for Welding special Steel in Critical Naval Applications.

Known for High Tensile and high impact toughness.



Fused Flux

Specially developed Fused flux for SAW

Suitable for high tensile weld joints.

Provides shielding of Weld arc for Moisture free weld joints.



Welding Electrodes

Specially Developed Super Alloy Steel Weld Electrodes

Suitable for all kinds of Arc Welding.






Developed for critical Naval Application.

5.5 L Food Containers

Agreements with Defence Material Stores Research and Development Estt. (DMSRDE), Kanpur and (DRDO)

Food Tiffin to be used in extremely cold climates by Army.

Keeps food warm for 4-6 hrs at -20°C temperature.

Product Description	Application
 <p>Improved Space Heating Device or Bukhari Agreement with Defense Institute for Physiology & Allied Sciences (DIPAS) and DRDO for Transfer of Technology.</p>	<p>Used by the Army at High Altitude for room warming to protect from extreme cold temperatures.</p> <p>Safe to use , prevents accidents from emissions.</p>
 <p>Improvised Explosive Device (IED) Containment Vessel (Under Development Stage) Agreement entered with Research & Development Establishment (Engineers) (R&DEE), Pune and DRDO for renewal of Transfer of Technology</p>	<p>Indigenous, one-time use, cost-effective vessel to contain detonation effects of IEDs.</p> <p>Can contain detonation effects upto a 6kg IED.</p>
 <p>Man Mounted Cooling System (Under Development Stage) Agreement entered with Defence Institute for Physiology & Allied sciences (DIPAS), Delhi and DRDO for Transfer of Technology</p>	<p>Made of Microclimate cooling garment.</p> <p>Used by army in extremely hot conditions to bring a reduction in body temperature.</p>
 <p>Solar Snow Melter (Under Development Stage) Agreement entered with Defence Institute for Physiology & Allied sciences (DIPAS), Delhi and DRDO for Transfer of Technology</p>	<p>Solar based snow melting machine to be used at army outposts which do not have electricity.</p> <p>Helps meet daily water requirements , thus promoting cost saving.</p>
 <p>Mounting and Support Equipment for camouflage Net. (Under Development Stage) Agreement entered with Defence Material Stores Research & Development Establishment (DMSRDE), Kanpur and DRDO for Transfer of Technology</p>	<p>Helps to disrupt army geometry & contour thereby providing desired camouflage cover.</p> <p>Suitable to be used in high Speed winds.</p>

SECURITY PRODUCTS

Product Description



Multi-Purpose Launcher

MPL can stop a hostile vessel in sea and is also very useful for search and rescue operations.



Modular Vehicle Barrier

MVB prevents intruding Vehicle, ensuring safety in large gathering/crowds.



Crowd Control Barrier

Crowd control barriers are commonly used to manage and control the crowd.



Automatic Tyre Killer

ATK is a remote controlled, lightweight, portable tyre killer which can be used as a surprise element to stop the hostile vehicle

DAIRY PRODUCTS

Product Description



Robotic Milk Collection Unit ®

RMCU is a state of art solution for milk collection measuring the milk volume, SNF, Fat and Adulteration of the Milk. The developed product works like a kiosk for Milk Collection for Milk Society, and it analyses the farmer milk not only for Fat & SNF but also tests the milk for adulteration. The RMCU ensures only top-quality milk is collected by the Milk Society and below par milk or adulterated milk is rejected. The product PATENT is valid for the term of 20 years.



Stainless Steel Milk Can

Stainless Steel Milk cans with Capacity from 5L to 50L Milk Cooling



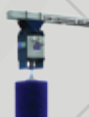
Milk Cooling Tank

Milk Cooling Tanks from Capacity 300L to 10,000L, used by Dairies for Cooling of Milk during procurement.



Milking Parlour

Milking Parlours for Commercial Dairy Farms.



Cow Grooming Brush

With the access to the grooming brush, cows are cleaner and happier and spend about fivefold more time for grooming compared with when brushes are not available.



Milking Machine

It is designed to minimize human contact with milk which helps in maintaining hygiene during milking and produces with a lower bacterial count.



Solar Powered Milk Cooling Tank

Power Tracking Module for optimum use of Solar Energy which operates on both Grid and Battery Power.

MEGA KITCHEN PRODUCTS

	Product Description	Application
	Distribution Vessels <ul style="list-style-type: none"> • 10L ,20L and 30L • Product is Made from AISI 304 Food Grade Stainless Steel 	<p>Useful to store and distribute food in smaller quantities.</p> <p>It can also be stacked in a cold room or in a vehicle for storing or transportation.</p>
	Dal Storage Tank <ul style="list-style-type: none"> • 500-2500L 	Used to store cooked dal or sambhar before distribution.
	Dal Cooker/ Cauldron <ul style="list-style-type: none"> • 300-3000L • Made from AISI 304 Food Grade Stainless Steel 	<p>Used to cook Dal/Sambhar.</p> <p>Available in LPG & Steam</p>
	Rice Cooker/ Cauldron <ul style="list-style-type: none"> • 150-700L • Made from AISI 304 Food Grade Stainless Steel 	Used to cook rice in huge quantities without sticking to bottom or burning
	Braising Pan <ul style="list-style-type: none"> • 150 – 500L • Made from AISI 304 Food Grade Stainless Steel 	<p>Heavy-duty commercial cooking appliance</p> <p>Can perform up to eight cooking functions : braising, boiling, steaming, poaching, stewing, roasting, deep frying, and shallow frying.</p>
	Rice Storage Chute <ul style="list-style-type: none"> • 500 – 700kg 	Equipment used for dumping the cooked rice from the rice cookers and act as filling station for distribution vessels.

OUR PRESENCE

KALOL PLANT

(Plot No. 121/8/9/20/21/22/23-24, GIDC Estate, Kalol, Panchmahals, Gujarat, 389330)

- Covering an area of ~40,000 Sq. ft.
- Accredited with ISO 9001:2015 quality management system as manufacturer and exporter of stainless-steel milk cans, milking machine, milk coolers, dairy and kitchen Equipment, milk testing Equipment, Galley Equipment, shipbuilding steel bulb bars, modular vehicle barrier & automatic tyre killer.

• **Products manufactured : Dairy Equipment**



HALOL PLANT

(Plot No: 503/A, GIDC Estate, Halol – 389350)

- Covering an area of ~60,000 Sq. ft
- Accredited with ISO 9001:2015 quality management system as manufacturer and exporter of stainless-steel milk cans, milking machine, milk coolers, dairy and kitchen Equipment, milk testing Equipment, Galley Equipment, shipbuilding steel bulb bars, modular vehicle barrier & automatic tyre killer.

• **Products manufactured: Defence Product**



REGISTERED OFFICE

- **Mumbai : 344, Floor-3, Plot-267, A To Z Industrial Estate, Ganapatrao Kadam Marg, Lower Parel, Delisle Road, Mumbai – 400013, Maharashtra, India.**



REGIONAL OFFICE

- **Vadodara: 2nd floor office no-207-208 Atlantis Heritage, Vadivadi Road, Sarabhai campus, Vadodara - 390023.**



PRESS COVERAGE

Funding under DRDO scheme enhanced to Rs 50 crore per project

ET Online - Last updated Jun 06, 2022, 02:34 PM IST

Krishna Industries rises up to the PM's call for 'Make in India'

After months of R&D and support from the DRDO, the company manufacture very typical sections called DMR 249A Bulb Bars known for their high tensile strength and extreme toughness.

September 17, 2014 9:14 IST | India Infoline News Service

Defence ministry intensifies drive for indigenisation of defence items

ET Online - Last updated May 10, 2022, 10:06 PM IST

ETWAVELA

Made in India

India, 5th country in the World to manufacture Bulb Bars!

Such is India to become the 5th country in the world to manufacture Bulb Bars! India is the 5th largest producer in the world, with a total of 100,000 tonnes of Bulb Bars produced annually. The 5th largest producer in the world is the USA, followed by China, Japan, and South Korea. India's production of Bulb Bars is a testament to the country's growing industrial capabilities and its commitment to self-reliance in defence manufacturing.

The Bulb Bar is a critical component in the manufacturing of Bulb Bars. It is a long, cylindrical bar with a diameter of 100mm and a length of 1000mm. It is made of a special alloy of steel and is used in the manufacturing of Bulb Bars. The Bulb Bar is a critical component in the manufacturing of Bulb Bars. It is a long, cylindrical bar with a diameter of 100mm and a length of 1000mm. It is made of a special alloy of steel and is used in the manufacturing of Bulb Bars.

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There are two main types of Bulb Bars: the 100mm diameter Bulb Bar and the 150mm diameter Bulb Bar. The 100mm diameter Bulb Bar is used in the manufacturing of Bulb Bars. The 150mm diameter Bulb Bar is used in the manufacturing of Bulb Bars.

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Defence Min Releases 3rd Positive Indigenization List, Transfer Of Tech To India Industry

Defence Minister Rajnath Singh released '3rd Positive Indigenisation' list that includes 10 Defence Weapons & Platforms that will be manufactured indigenously

Written By Shivani Sharma

World sees India as safe place for defence manufacturing: Piyush Goyal

PTI - Last Updated: May 27, 2022, 05:19 PM IST

SHARE FONT SIZE SAVE PRINT COMMENT

AWARDS AND ACHIEVEMENTS



Mr. Ashwin Shah receiving
DTA Awards from
Honorable Prime Minister
Narendra Modi.



Mr. Ankur Shah receiving the Transfer of
Technology Award from Honourable
Defence minister of India
Shri. Rajnath Singh.



DRDO Technology
Absorption Award -2013



India SME Award



Sitting (L-R) Dr. Dipankar Banerjee, Dr. G Malakondaiah [DS & CC R&D (HR)], Shri. Avinash Chander [Secretary Department of Defence R&D, DG R&D and SA to RM], Hon'ble Prime Minister Shri. Narendra Modi, Hon'ble Defence Minister Shri. Arun Jaitley, Hon'ble Raksha Rajya Mantri Shri. Rao Inderjit Singh, Shri. S Anantha Narayanan [Distinguished Scientist & Director NPOL]
Standing First Row (L-R) Dr. S Guruprasad [Scientist 'H', and Director, (R&DE (E)], Dr. SC Sati [Director [ADRDE], Smt. U Jeya Santhi, Dr. K Tamilmani, Shri. PS Subramanyam, Dr. Shashi Bala Singh [Director DIPAS], Shri. K Jayaraman [Director DRDL], Prof. V Kamakoti, Emeritus Prof. S Mohan
Standing Second Row (L-R) Shri. RS Chandrasekhar, Shri. K Ravi Sankar, Shri. Rajeev Thaman, Dr. Harsh Vardhan Batra [Director DFRL], Shri. Ashwin Shah [Chairman of Krishna Allied Industries Pvt. Ltd], Shri. R Sundar, Shri. JM Sundaresan

OUR GROWTH



NOTICE OF AGM

NOTICE OF AGM

NOTICE is hereby given that the 9th Annual General Meeting of **KRISHNA DEFENCE AND ALLIED INDUSTRIES LIMITED** will be held on **Wednesday, 28th day of September, 2022 at 11.00 A.M.** through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact the following business:

ORDINARY BUSINESS:

ITEM NO. 1: ADOPTION OF THE AUDITED FINANCIAL STATEMENTS AS AT 31ST MARCH, 2022

To consider and adopt the Audited Financial Statements of the Company for the Financial year ended on March 31, 2022, together with the Report of the Board of Directors' and Auditors' and in this regard pass the following resolution as Ordinary Resolution:

"RESOLVED THAT the Audited Financial Statements of the Company for the financial year ended on March 31, 2022 and the reports of the Board of Directors and Auditors' thereon laid before this meeting be and are hereby adopted."

ITEM NO. 2: RE-APPOINTMENT OF DIRECTOR

To appoint a Director in place of Mr. Sandeep Kadam (DIN: 06841164), who retires by rotation at this Annual General Meeting, in terms of section 152(6) of the Companies Act, 2013 and, being eligible, has offered himself for re-appointment and in this regard, pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 152 (6) of the Companies Act, 2013, Mr. Sandeep Kadam (DIN: 06841164), who retires by rotation at this Annual General Meeting and being eligible has offered himself for reappointment, be and is hereby re-appointed as a Director of the Company liable to retire by rotation."

ITEM NO. 3: TO AUTHORIZE BOARD OF DIRECTORS TO SELL, LEASE OR OTHERWISE DISPOSE OF UNDERTAKING OF THE COMPANY:

To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to Section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any amendment thereto or re-enactment thereof) and upon recommendation of the Board of Directors, the consent of shareholders of the Company be and is hereby accorded to authorize the Board of Directors (hereinafter referred to as "the Board" which term shall include any Committee thereof) to create charges, hypothecations, mortgages/equitable mortgages on movable and/or immovable properties and/ or whole or any part of the undertaking(s) of the Company, present and/or future, to take over the management of the business and concern of the Company and/ or sell/ dispose of the properties so charged, mortgaged or hypothecated in certain events, in favour of lenders, banks, financial institutions, trustees of the holders of debentures/bonds and/or other instruments, hire purchase/lease companies, body corporate or any other person/ on such terms and conditions as the Board may deem fit, towards security for borrowings of the Company from time to time, provided that the total amount at any point of time shall not exceed Rs. 150.00 Crores (Rupees One Hundred and Fifty Crores Only).

"RESOLVED FURTHER THAT all Directors of the Company or Chief Financial Officer or Company Secretary be and are hereby severally authorized to sign such forms/returns and various documents as may be required to be submitted to the Registrar of Companies or such other authorities and to do all the acts, deeds and things which may be necessary to give effect to the above said resolution."

ITEM NO. 4: TO AUTHORIZE BOARD OF DIRECTORS FOR BORROWINGS:

To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to provisions of Section 180(1) (c) and other applicable provisions, if any, of the Companies Act, 2013 read with rules framed there under and the consent of the members be and is hereby accorded to the Board of Directors of the Company, to borrow money from time to time whether secured or unsecured for the business of the Company notwithstanding that such borrowings, together with money already borrowed (apart from temporary loans obtained if any, from the bankers in the ordinary course of business) may exceed the aggregate of the paid up capital of the Company and its free reserves, provided that the total amount borrowed shall not at any time exceed the limit of Rs. 150.00 Crores (Rupees One Hundred and Fifty Crores only).

"RESOLVED FURTHER THAT all Directors of the Company or Chief Financial Officer or Company Secretary be and are hereby severally authorized to sign such forms/returns and various documents as may be required to be submitted to the Registrar of Companies or such other authorities and to do all the acts, deeds and things which may be necessary to give effect to the above said resolution."

ITEM NO. 5: AUTHORIZATION FOR MAKING LOANS, GIVING GUARANTEES AND MAKING INVESTMENTS IN OTHER BODIES CORPORATE:

To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provision of section 186 and other applicable provisions, if any, of the Companies Act, 2013 read with the rules framed there under, the consent of the Shareholders be and is hereby accorded to the Board of Directors of the Company to give any loan to any person or other body corporate or to give guarantee or provide security in connection with a loan to any person or other body corporate and to acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, on such terms and conditions as the Board may think fit notwithstanding that the aggregate of such loans / guarantee / investment in securities may exceed 60% of the aggregate of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account provided that the total loan, guarantee and investment shall not at any time exceed the limit of Rs. 150.00 Crores (Rupees One Hundred and Fifty Crore only).”

“RESOLVED FURTHER THAT for the purpose of giving effect to the above, Board of Directors of the Company and/or any person authorized by the Board from time to time be and is hereby empowered and authorized to take such steps as may be necessary for obtaining approvals, statutory or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto and to sign and to execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution.”

“RESOLVED FURTHER THAT all Directors of the Company or Chief Financial Officer or Company Secretary be and are hereby severally authorized to sign such forms/returns and various documents as may be required to be submitted to the Registrar of Companies or such other authorities and to do all the acts, deeds and things which may be necessary to give effect to the above said resolution.”

ITEM NO. 6: RATIFICATION OF APPOINTMENT OF INDEPENDENT DIRECTOR OF THE COMPANY.

To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:

“RESOLVED FURTHER THAT pursuant to Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder, Mr. Divyakant Ramniklal Zaveri, (DIN- : 01382184), be continued as an Independent Director of the Company for the term of 5 years effective from August 23, 2021 to August 23, 2026 notwithstanding that on June 26, 2023 he attains the age of 75 years during the aforesaid tenure.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors be and is hereby authorized to do such acts, deeds, things and matters as the Board of Director may in its absolute discretion consider necessary.”

Registered Office:

344, Floor-3, Plot-267,
A To Z Industrial Estate,
Ganapatrao Kadam Marg,
Lower Parel, Delisle Road,
Mumbai 400013 IN

CIN :- U74900MH2013PLC248021

Email:- cs@krishnaallied.com

By Order of the Board

For Krishna Defence and Allied Industries Limited

Sd/-

Company Secretary

Charmy Shah

Mumbai, August 24, 2022

NOTES:

- In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its General Circular No. 2/2022 dated 5th May, 2022 read with Circular No. 21/2021 dated December 14, 2021, Circular No. 19/2021 & 20/2021 dated December 08, 2021, Circular No. 02 dated 13th January, 2021, Circular No. 20 dated May 5, 2020, Circular No. 17 dated April 13, 2020 & Circular No. 14 dated April 8, 2020 (hereinafter collectively referred to as “MCA Circulars”) and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 and SEBI/HO/DDHS/P/CIR/2022/0063 dated 13th May, 2022 (collectively referred to as “SEBI Circulars”) permitted the holding of General Meeting through VC or OAVM without the physical presence of Members at a common venue.

2. In compliance with applicable provisions of the Companies Act, 2013 ('the Act') read with the aforesaid MCA Circulars and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations'), the 9th AGM of the Company is being conducted through VC/OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.
 3. Central Depository Services (India) Limited (CDSL), will be providing facility for voting through remote e-voting, for participation in the 9th AGM through VC/OAVM facility and e-voting during the AGM.
 4. Since this AGM is being held through VC/OAVM pursuant to the MCA Circulars and SEBI Circulars, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and route map of the AGM are not annexed to this Notice. However, corporate members intending to authorize their representatives to participate and vote at the meeting are requested to send a certified copy of the Board resolution/authorization letter to the Company on its registered email address to cs@krishnaallied.com or upload on the VC portal / e-Voting portal.
 5. Participation of members through VC/OAVM will be reckoned for the purpose of quorum for the AGM as per section 103 of the Act.
 6. The Explanatory Statement pursuant to Section 102(1) of the Act with respect to the Ordinary/Special Business to be transacted at the meeting set out in the Notice is annexed hereto. The brief details of the persons seeking appointment/re-appointment as Directors as required under Regulation 36(3) of the SEBI Listing Regulations and Secretarial Standard on General Meetings issued by the ICSI, is also annexed to this Notice.
 7. In line with the aforesaid MCA Circulars and SEBI Circular dated May 13, 2022 printing and dispatch of physical Annual Reports of 2021-22 to the shareholders has been dispensed with. Hence, the Notice of AGM ('Notice') along with Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories. Member may note that Notice and Annual Report 2021-22 will also be available on the Company's website at <https://www.krishnaallied.com> website of the Stock Exchange i.e. NSE Limited at <https://www.nseindia.com/> and on the website of CDSL, the e-voting agency at www.evotingindia.com.
 8. The Register of members and Share Transfer Books of the Company will remain closed from, **Thursday 22nd day of September, 2022 to Wednesday, 28th day of September, 2022** (both days inclusive) for annual closing.
 9. Members desirous of obtaining information/details about the accounts, are requested to write to the Company at least one week before the meeting, so that proper information can be made available at the time of meeting. The Members desirous of inspection of documents may write to the Company through E-mail and the same shall be sent to them electronically.
 10. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc with the Depository through their Depository Participant(s).
- II. CDSL e-Voting System – For Remote e-voting and e-voting during AGM**
- a. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, General Circular No. 02/2021 dated January 13, 2021, General Circular No. 21/2021 dated December 14, 2021 and General Circular No. 02/2022 dated May 5, 2022 ('MCA Circulars'). The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
 - b. 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 MCA Circulars, the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the 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 the e-Voting system on the date of the AGM will be provided by CDSL.
 - c. The Members can join the 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 AGM through VC/OAVM will be made available to atleast 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, Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first

come first served basis.

- d. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
- e. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-Voting.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

STEP 1: ACCESS THROUGH DEPOSITORIES CDSL/NSDL E-VOTING SYSTEM IN CASE OF INDIVIDUAL SHAREHOLDERS HOLDING SHARES IN DEMAT MODE.

STEP 2: ACCESS THROUGH CDSL E-VOTING SYSTEM IN CASE OF SHAREHOLDERS HOLDING SHARES IN PHYSICAL MODE AND NON-INDIVIDUAL SHAREHOLDERS IN DEMAT MODE.

- (i) The e-voting period begins on **Sunday, 25th September, 2022 at 10:00 a.m. (IST) and ends on Tuesday, 27th September, 2022 at 5:00 p.m. (IST)**. During this period, shareholders of the Company holding shares either in physical form or in dematerialized form, as on the **cut-off date i.e. Wednesday, 21st September, 2022** 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 venue.
- (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.
 1. 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.
 2. 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.

STEP 1: ACCESS THROUGH DEPOSITORIES CDSL/NSDL E-VOTING SYSTEM IN CASE OF INDIVIDUAL SHAREHOLDERS HOLDING SHARES IN DEMAT MODE.

- (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 abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
<p>Individual Shareholders holding securities in Demat mode with CDSL Depository</p>	<p>Users who have opted for CDSL 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 URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-Voting is in progress as per the information provided by company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with NSDL Depository</p>	<p>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: https://eservices.nsdl.com 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 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 & voting during the meeting.</p> <p>If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ 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 e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</p>	<p>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 website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned 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 CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

STEP 2: ACCESS THROUGH CDSL E-VOTING SYSTEM IN CASE OF SHAREHOLDERS HOLDING SHARES IN PHYSICAL MODE AND NON-INDIVIDUAL SHAREHOLDERS IN DEMAT MODE.

- (v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.
- The shareholders should log on to the e-voting website www.evotingindia.com.
 - Click on “Shareholders” module.
 - Now enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
 - Next enter the Image Verification as displayed and Click on Login.
 - If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
 - If you are a first-time user follow the steps given below:

For Physical shareholders and other than individual shareholders holding shares in Demat.	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	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. 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.

- (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 shareholders 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 for the relevant <Company Name> on which you choose to vote.
- (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) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xvii) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to 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.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance 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 and on approval of the accounts they would be able to cast their vote.
- It is Mandatory that, 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 mandatory 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 at the email address viz. cs@krishnaallied.com (designated email address of the Company), if they have voted from individual tab & not uploaded same in the CDSL e-Voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

- a. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
- b. 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 e-voting.
- c. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- d. Shareholders are encouraged to join the Meeting through Laptops/IPads for better experience.
- e. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance

during the meeting.

f. 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.

g. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least one week prior to meeting mentioning their name, Demat account number/folio number, email id, mobile number at cs@krishnaallied.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries at least one week in advance prior to the date of AGM mentioning their name, demat account number/folio number, email id, mobile number at cs@krishnaallied.com. These queries will be replied by the company suitably by email.

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

i. Only those shareholders, who are 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 during the AGM.

j. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES

a. 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 Company/RTA email id –cs@krishnaallied.com/ investor@bigshareonline.com

b. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)

c. For Individual Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

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 or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. 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 or call toll free no. 1800 22 55 33.

12. Other Information:

1. Mr. Hemang M. Mehta, Proprietor of M/s. H. M. Mehta & Associates, Practicing Company Secretaries, Vadodara, Gujarat (Membership No. FCS - 4965 & Certificate of Practice No. 2554) has been appointed as the Scrutinizer to scrutinize the remote e-Voting process and e-Voting during the AGM in a fair and transparent manner.

2. The Scrutinizer shall after the conclusion of e-Voting at the AGM, will first count the votes cast during the meeting and thereafter unblock the votes cast through remote e-Voting and shall make, in two working days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the e-Voting forthwith.

3. The results declared of e-Voting along with the report of the Scrutinizer shall be placed on the website of the Company at <https://www.krishnaallied.com> and on the website of CDSL e-Voting immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the Stock Exchange i.e. NSE Limited.

EXPLANATORY STATEMENT AS REQUIRED U/S 102 OF THE COMPANIES ACT, 2013

ITEM NO. 3 AND 4:

As per the provisions of Section 180(1) of the Companies Act, 2013, the Board of Directors of the Company would not, except with the consent of the Company in the General Meeting by a Special Resolution, borrow the monies apart from temporary loans (loans viz., means loans repayable on demand or within six months from the date of the loan such as short-term, cash credit arrangements, the discounting of bills and the issue of other short-term loans of a seasonal character, but does not include loans raised for the purpose of financial expenditure of a capital nature) from the Company's bankers in the ordinary course of business, in excess of the aggregate of the paid-up capital and the free reserves and securities premium of Company, that is to say, reserves not set apart for any specific purposes. Further without the consent of the Company in the General Meeting by a Special Resolution, the Board of Directors shall not sell, lease or otherwise dispose of the whole or substantially the whole of the undertaking of the company or where the company owns more than one undertaking, of the whole or substantially the whole of any of such undertakings.

Under the provisions of Section 180(1) (a) and Section 180(1) (c) of the Companies Act, 2013, the above powers can be exercised by the Board only with the consent of the Members obtained by a Special Resolution in their general meeting.

The shareholders in their meeting dated held on 02.09.2021 approved the limit of Rs. 100 crores for transactions and matters under section 180(1)(a) and 180(1)(c) and keeping in view of the Company's business requirements and its growth plans, it is considered appropriate to increase the aforesaid limit of borrowings. Your consent is therefore sought, to authorize the Board to borrow up to Rs. 150 crores (Rupees One Hundred and Fifty Crores Only) (apart from temporary loans obtained from the Company's bankers in the ordinary course of business) as outstanding, at any time as set out in the resolution.

The aforesaid borrowing limit and to create charges, hypothecations, mortgages/equitable mortgages, on movable and/or immovable properties under 180(1) (a) is proposed to be enhanced to such an extent that the sum(s) so borrowed under this resolution and remaining outstanding at any time shall not exceed in the aggregate Rs. 150 crores (Rupees One Hundred and Fifty Crores Only) in excess of and in addition to the paid-up capital and free reserves of the Company for the time being.

It is, therefore, necessary for the Members to pass Special Resolutions under Section 180(1) (a) and Section 180(1) (c) and other applicable provisions of the Companies Act, 2013 as set out in item no. 3 and 4 of the Notice.

None of the directors, Key managerial personnel or their relatives thereof is interested or concerned in the proposed resolution except to the extent to their shareholding.

ITEM NO. 5:

The provisions of Section 186 of the Companies Act, 2013 provides that prior approval by means of a special resolution is required in case loans/guarantee/investment in securities exceed 60% of the aggregate of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account.

In the course of its business, the Company has to give loans to any person or bodies corporate, give guarantee or provide security in connection with a loan to other body corporate or person and acquire securities of any other body corporate and your Directors consider that under section 186 of the Act, the Board of Directors should be empowered to grant such loans, guarantee and investments in excess the limit as specified in proposed resolution.

The shareholders in their meeting dated held on 02.09.2021 had approved the limit of Rs. 100 crore for the purpose of Section 186 of Companies Act, 2013. Keeping in view of the Company's business requirements and its growth plans, it is considered appropriate to increase the aforesaid limit. It is, therefore, proposed that a special resolution be passed by the members of the Company authorizing the Board to lend money/ make deposits as provided in the special resolution.

None of the Directors, Key Managerial Personnel and their relatives are interested or concern in the resolution.

ITEM NO. 6:

The Board of Directors had appointed Mr. Divyakant Zaveri as an Additional Director in the category of Non-Executive and Independent Director of the Company in their meeting held on 23.08.2021 and was further regularized by the shareholders in their meeting held on 02.09.2021. In terms of the appointment Mr. Divyakant Zaveri shall hold office for a term of 5 year from the date of appointment i.e. August 23, 2021 to August 23, 2026 and he shall not be liable to retire by rotation.

Mr. Divyakant Zaveri is aged 74 years. Mr. Zaveri would be attaining the age of 75 years on 28.06.2023. In view of the provisions of Regulation 17 (1A) of SEBI (Listing Obligations and Disclosure Requirements), (Amendment) Regulations, 2018, for the continuation of Mr. Divyakant Zaveri as a Non-Executive and Independent Director of the Company from June 28, 2023 to August 23, 2026 consent of the Members is required by way of a Special Resolution.

Except Mr. Divyakant Ramniklal Zaveri (the appointee), none of the other Directors or key managerial personnel of the Company or their relatives, are concerned or interested, financially or otherwise in this Resolution.

Particulars of the Directors seeking appointment / re-appointment at the ensuing Annual General Meeting pursuant to Regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended and Secretarial Standards on the General Meeting.

Name	Mr. Sandeep Ramrao Kadam
DIN	06841164
Age	48
Qualifications	Bachelor of Engineering(in Mechanical)
Date of Appointment / Re-appointment	March 10, 2019
Date of first appointment on the Board	March 11, 2014
Experience & Expertise in Specific Functional Areas	Mr. Sandeep Ramrao Kadam, is the Whole-time Director of our Company. He has completed his Bachelor of Engineering (Mechanical) from North Maharashtra University, Jalgaon in the year 1997. He was appointed on the Board on March 11, 2014 and further re-designated as Whole Time Director of the Company w.e.f. March 10, 2019 for a period of 5 years. He has an experience of around 25 years in the field of Project Management / Industrial & Product Engineering. He is currently involved in the manufacturing and engineering operations of the Company. His total experience is more than 25 years.
Terms & conditions of appointment or re-appointment along with details of remuneration sought to be paid and the remuneration last drawn	The remuneration drawn by Mr. Kadam for the year FY 21-22 was Rs. 18.15 Lakhs.
Directorship held in other entities (listed and unlisted)	White Gold Technologies LLP
Membership / Chairmanship of Committees	Member of the following Committees of the Company CSR Committee Stakeholders' Relationship Committee
Number of shares held in the Company	Nil
Disclosure of relationship between directors inter-se, Manager and Key Managerial Personnel	N.A.

For and on behalf of the Board of Directors,

Date:- August 24, 2022

Place:- Mumbai

Sd/-

Charmy Shah

Company Secretary

BOARD'S REPORT

BOARD'S REPORT

Dear Shareholders,

The Board of Directors hereby submits the report of the business and operations of your Company ("the Company"), along with the audited financial statements, for the financial year ended March 31, 2022.

1. FINANCIAL HIGHLIGHTS

(Rs. In lakhs)

Particulars	2021-22	2020-21
Revenue from Operations	4991.92	3502.66
Other Income	42.41	130.13
Total Revenue	5034.34	3632.79
Expenses:		
Cost of materials consumed	1526.73	739.11
Purchases of Stock-in-Trade	648.25	285.91
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	(57.74)	601.96
Employee benefit expenses	913.59	651.30
Finance costs	186.16	167.43
Depreciation and amortization expenses	167.56	139.65
Other expenses	1,297.93	783.74
Total expenses	4,682.48	3,369.10
Profit/(Loss) before Tax	351.86	263.69
Less: Tax Expenses		
Current Tax	91.37	67.00
Tax of earlier years (Net)	5.63	8.90
Deferred Tax liability	8.96	1.55
Profit for the period	245.89	186.24

2. COMPANY'S PERFORMANCE

The total income for the year stood at Rs. 5034.34 lakhs, which is higher by 38.58% than the previous year's Total Income of Rs. 3632.79 lakhs. While the company has earned the profit of Rs. 245.89 lakhs, which is also higher by 32.03% as compared to the previous year's Profit of Rs. 186.24 lakhs.

3. MANAGEMENT DISCUSSION & ANALYSIS

A detailed review of the operations, performance and future outlook of the Company and its businesses is given in the Management Discussion and Analysis Report which forms part of this Report as Annexure I.

4. INITIAL PUBLIC OFFER & LISTING OF SHARES

Your Company got In-Principle Approval from NSE for Initial Public Issue of 30,48,000 Equity Shares of face value of Rs. 10/-each cash at a price of Rs.39/- on 10.03.2022.

The 30,48,000 equity shares of the company were listed on the NSE (EMERGE) Platform on April 06, 2022.

Your Company has successfully concluded its maiden public issue of equity shares during the year 2022-23 aggregating to Rs. 1188.72 lakhs.

5. DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the requirements of the Act and the Company's Articles of Association, Mr. Sandeep Ramrao Kadam DIN (06841164) retires by rotation and being eligible, offers himself for re-appointment. Relevant resolutions (Ordinary and Special, as applicable) seeking shareholders' approval forms part of the Notice.

During the year under review, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees and reimbursement of expenses, if any incurred by them for the purpose of attending meetings of the Board/Committee of the Company. Further, during the year 21-22, Mrs. Preyal Ankur Shah, Non-Executive Director resigned from the Company on 14.12.2021, but due to her operational efficiencies, she was appointed on the Board on 11.01.2022 as Additional Director designated as Non-executive Director and the Chairperson of the Company, and her appointment was further regularised in the Extra Ordinary General Meeting of the Shareholders of the Company held on 14.03.2022.

Pursuant to the provisions of Section 203 of the Act, the Key Managerial Personnel of the Company as on March 31, 2022 are:

- Mr. Ankur Ashwin Shah- Managing Director
- Mr. Sandeep Kadam- Whole Time Director
- Mr. Piyush Patel- Chief Financial Officer
- Ms. Charmy Shah- Company Secretary and Compliance Officer

Mr. Suvendu Banerjee, Whole time Director of the Company has resigned from the company w.e.f. 27.05.2022 and hence as on date of this Annual report the Board Composition is as follows:-

Name of Director	Category Cum Designation	Date of Appointment	No. of shares held as on March 31, 2022
Mr. Ankur Ashwin Shah	Managing Director	10/09/2013	52,53,890
Mr. Divyakant Ramniklal Zaveri	Independent Director	23/08/2021	Nil
Mr. Jaykumar Toshniwal	Independent Director	23/08/2021	Nil
Mrs. Preyal Ankur Shah	Chairperson & Non-Executive Director	11/01/2022	84,000
Mr. Sandeep Ramrao Kadam	Whole-time Director	11/03/2014	Nil

6. TRANSFER TO GENERAL RESERVE

The Company does not propose to transfer any amount to the general reserve out of the amount available for appropriation.

7. DIVIDEND

In view of requirement of financial resources and considering the future requirements of funds, your Directors do not recommend any dividend on equity shares of the Company.

8. CHANGE IN NATURE OF BUSINESS:

During the year, the Company has not changed its business or object and continues to be in the same line of business as per the main object of the Company.

9. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provision of Section 125 does not apply to the Company as the Company has not declared any dividend for the period under review.

10. SHARE CAPITAL

Authorised Capital:-

During the period under review the Company had increased its Authorised Share Capital from Rs. 6,00,00,000 crore to Rs. 12,00,00,000 crore.

Issued, Subscribed & Paid-Up Capital:-

During the period under review, the Paid up equity capital of the Company increased from Rs. 4,20,00,000 to Rs. 8,40,00,000, pursuant to the issuance of Bonus shares by the Company to its existing shareholders.

Further, during the period under review, your Company has not bought back any of its securities / has not issued any Sweat Equity Shares / has not issued shares with Differential Voting rights / has not issued any shares under Employee stock option plan and there has been no change in the voting rights of the shareholders.

Further, after the completion of the financial year and before adoption of Board's report the Company came out with the Initial Public Offer and hence, issued and allotted 30,48,000 equity shares of Rs. 10 each at the premium of Rs. 29 per equity share. , Accordingly, paid-up share capital of the Company stood enhanced to Rs. 11,44,80,000. The Company got listed on the NSE EMERGE platform of National Stock Exchange on April 06, 2022.

11. CHANGE IN CONSTITUTION AND NAME OF THE COMPANY

During the period under the Company had converted itself from the Private Limited Company to Public Limited Company and hence the Company was issued new Certificate of incorporation in the name of Krishna Allied Industries Limited. Further, the Company had applied for change in name of the Company to Krishna Defence and Allied Industries Limited which got approved by the Office of ROC, Mumbai and the Company received the new Certificate of incorporation in the name of Krishna Defence and Allied Industries Limited.

12. GENERAL MEETINGS

During the year under review, the following General Meetings were held, the details of which are given as under:

Sr. No.	Date of Meeting	Type of Meeting
01	02.09.2021	Extra Ordinary General Meeting
02	27.09.2021	Extra Ordinary General Meeting
03	01.11.2021	Extra Ordinary General Meeting
04	30.11.2021	Annual General Meeting
05	14.03.2022	Extra Ordinary General Meeting

13. DISCLOSURE BY DIRECTORS

The Directors on the Board have submitted notice of interest under Section 184(1) i.e. in Form MBP 1, intimation under Section 164(2) i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company.

14. CHANGE IN REGISTERED OFFICE

During the year, there was no change in Registered Office of the Company.

15. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

The material changes and commitments affecting the financial position of the company that have occurred between the end of the financial year of the company to which the financial statements relate and the date of this report is that the company got the In-Principle Approval of Draft Red Herring Prospectus (DRHP) for Initial Public Issue of 30,48,000 Equity Shares of face value of Rs. 10/- each on March 10, 2022.

After submission of Red Herring Prospectus (RHP) and Prospectus for Initial Public Issue, the company received the Final Approval for Listing of Equity shares on NSE (EMERGE) platform on April 06, 2022.

The company got listed on NSE EMERGE on April 06, 2022 with listing price of Rs.75 per equity share against the issue price of Rs. 39 per equity share.

DETAILS OF THE ISSUE OF EQUITY SHARES THROUGH IPO

Equity Shares Offered through Public Issue	30,48,000 Equity Shares aggregating up to Rs. 1188.72 lakhs
Out of which:	
Issue Reserved for the Market Makers	1,56,000 Equity Shares aggregating up to Rs. 60.84 lakhs
Net Issue to the Public	28,92,000 Equity Shares aggregating up to Rs. 1127.88 lakhs
Out of which	
A. QIB Portion	Not more than 14,43,000 Equity Shares aggregating up to Rs. 562.77 lakhs
Of which	
Anchor Investor Portion	8,64,000 Equity Shares aggregating up to Rs. 336.96 lakhs
Net QIB Portion	5,79,000 Equity Shares aggregating up to Rs. 225.81 lakhs
B. Non-Institutional Portion	Not less than 4,35,000 Equity Shares aggregating up to Rs. 169.65 lakhs
C. Retail Portion	Not less than 10,14,000 Equity Shares aggregating up to Rs. 395.46 lakhs

DETAILS OF SUBSCRIPTION OF PUBLIC ISSUE

Sr. No	Category	No of shares bid for
1	Qualified Institutional Buyers(QIBs)	1,27,59,000
1(a)	Foreign Institutional Investors(FIIs)	44,64,000
1(b)	Domestic Financial Institutions(Banks/ Financial Institutions(FIs)/ Insurance Companies)	0
1(c)	Mutual funds	0
1(d)	Others	82,95,000
2	Non Institutional Investors	6,95,55,000
2(a)	Corporates	11,07,000
2(b)	Individuals(Other than RIIs)	6,39,63,000
2(c)	others	44,85,000
3	Retail Individual Investors(RIIs)	13,41,30,000
3(a)	Cut Off	7,31,58,000
3(b)	Price bids	6,09,72,000
	Total	21,64,44,000

Your company has successfully concluded the public issue of equity shares during the year 2022-23 aggregating to Rs. 1188.72 lakhs.

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

A. CONSERVATION OF ENERGY:

(i)	The steps taken or impact on the conservation of energy;	:	1) LED lights are installed within factory premises. 2) Installed automatic Power Factor Panels. 3) Changed old Capacitors with new Capacitors with better efficiency.
(ii)	The steps taken by the company for utilizing alternate sources of energy;	:	Nil
(iii)	The capital investment on energy conservation equipment;	:	Nil

B. TECHNOLOGY ABSORPTION:

(i)	The efforts made towards technology absorption;	The Company has fully absorbed the technology available at its disposal.
(ii)	The Benefits derived like product improvement, cost reduction, product development or import substitution;	Cost Reduction and product improvement.
(iii)	In case of imported technology (imported during the last 5 years reckoned from the beginning of financial year) -	No foreign technology is involved
	a) The details of technology imported ;	Nil
	b) The year of Import;	Nil
	c) Whether the technology been fully absorbed	Nil
	d) If not fully absorbed, areas where absorption has not taken place, and reasons there of; and	Nil
(iv)	The expenditure incurred on research and development.	Nil

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

The foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows

	Particulars	Current Year (Amount in Lakhs)
A)	Foreign Exchange Earning	23.24
B)	Foreign Exchange Outgo	
	CIF Value of Capital Goods	-
	CIF Value of inputs	8.30
	Other	17.44
	Total (B)	25.74

17. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company has been taking proactive approach concerning the development and implementation of a Risk Management Policy after identifying the following elements of risks which in the opinion of the Board may threaten the very existence of the Company itself.

(a) financial; (b) legal and regulatory; (c) operating; and (d) commercial risks, including health, safety and environment.

The Company does not have any Risk Management Committee as the Board takes into consideration all the risk factors at regular intervals at its meetings

18. CORPORATE SOCIAL RESPONSIBILITY

Provisions relating to Corporate Social Responsibility under Section 135 of the Companies Act, 2013 are not applicable to the Company.

19. INSURANCE

The Company has a broad-banded approach towards insurance. Adequate cover has been taken for all movable and immovable assets against numerous risks and hazards.

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

Your Company has always believed in providing a safe and harassment free workplace for every women employee working with your Company. Your Company always endeavours to create and provide an environment that is free from discrimination and harassment including sexual harassment.

Your Company has a zero tolerance for sexual harassment at workplace and, therefore, has in place a policy on prevention of sexual harassment at workplace. The said policy is in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. There was no complaint outstanding / received from any employee during the financial year 2021-22 and hence, no complaint is pending as on March 31, 2022 for redressal.

21. DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016

During the year under Review, neither any application was made nor any proceedings were pending under Insolvency and Bankruptcy Code, 2016.

22. 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

23. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The details of Loans given, Investments made and guarantees given and securities provided under the Section 186 of the Companies Act, 2013 have been provided in the notes to the Financial Statements.

24. DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

25. MAINTENANCE OF COST RECORDS AND COST AUDIT

Maintenance of Cost Records has been specified by the Central Government, under sub-section (1) of section 148, of the Companies Act, 2013, and records has been made and maintained for year under review. However, the provisions of cost audit is not applicable to the Company.

26. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Company's policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Companies Act, 2013 is available on the website of the Company at and have been displayed on website <https://www.krishnaallied.com>.

27. FORMAL ANNUAL EVALUATION

As per the provisions of Companies Act, 2013, every listed company and every other public company having a paid up share capital of twenty five crore rupees or more calculated at the end of the preceding financial year shall include, in the report by its Board of directors, a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual directors.

During the year under review the company was neither the listed entity nor had the paid up share capital of twenty five crore rupees or more and hence the said provisions were not applicable to your company.

28. STATUTORY AUDITORS

At the 8th Annual General Meeting held on 30.11.2021, M/s. CNK & Associates LLP, Chartered Accountant (FRN: 101961W), were appointed as Statutory Auditors of the Company to hold the office till the conclusion of the 13th Annual General Meeting to be held in relation to the financial year ended on 31.03.2026. The Report issued by M/s. CNK & Associates LLP, Chartered Accountant (FRN: 101961W), Statutory Auditor for FY 2021-22 does not contain any qualification, reservation, adverse remark or disclaimer.

29. SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Act read with The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company was not falling under criteria of Secretarial Audit for FY 2021 - 22.

30. ANNUAL RETURN

In compliance with Section 92(3) and 134(3)(a) of the Act, Annual Return is uploaded on Company's website and can be accessed at <https://www.krishnaallied.com>

31. DISCLOSURE UNDER RULE-5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION) RULES, 2014

Disclosure required under Section 197 of the Companies Act, 2013 read with Rule-5 of the Companies (Appointment and remuneration) Rules, 2014 have been annexed as Annexure- 2.

32. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The particulars of contracts or arrangements with related parties referred to in sub-section (1) of Section 188 of the Act in Form AOC-2 are annexed herewith as ANNEXURE: 3 to this report.

33. CORPORATE GOVERNANCE

As per regulation 15(2) of the Listing Regulation, the Compliance with the Corporate Governance provisions shall not apply in respect of the following class of the Companies:

- a. Listed entity having paid up equity share capital not exceeding Rs. 10 Crore and Net worth not exceeding Rs. 25 Crore, as on the last day of the previous financial year;
- b. Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid exemption (b); hence compliance with the provisions of Corporate Governance shall not apply to the Company and it does not form the part of the Annual Report for the financial year 2020-21.

34. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Board of the Company regularly meets to discuss various Business opportunities. Additional Board meetings are convened, as and when required to discuss and decide on various business policies, strategies and other businesses.

The Company had Seventeen Board meetings during the financial year under review on

Sr. No.	Date of Meeting	Sr. No.	Date of Meeting
1	09.04.2022	10	11.01.2022
2	23.07.2021	11	08.02.2022
3	23.08.2021	12	11.02.2022
4	24.09.2021	13	23.02.2022
5	14.10.2021	14	09.03.2022
6	21.10.2021	15	16.03.2022
7	28.10.2021	16	24.03.2022
8	26.11.2021	17	31.03.2022
9	14.12.2021		

35. COMMITTEES OF THE BOARD (WITH EFFECT FROM 28.10.2021)

SR.NO.	TYPE OF COMMITTEE	NAME OF MEMBERS	CHAIRMAN/ MEMBER	NATURE OF DIRECTORSHIP
1.	Audit Committee	Mr. Divyakant Ramniklal Zaveri	Chairman	Independent Director
		Mr. Jaykumar Toshniwal	Member	Independent Director
		Mr. Ankur Ashwin Shah	Member	Managing Director
2.	Nomination & Remuneration Committee	Mr. Jaykumar Toshniwal	Chairman	Independent Director
		Mr. Divyakant Ramniklal Zaveri	Member	Independent Director
		Mrs. Preyal Ankur Shah	Member	Non-Executive Director
3.	Stakeholders' Relationship Committee	Mr. Jaykumar Toshniwal	Chairman	Independent Director
		Mr. Divyakant Ramniklal Zaveri	Member	Independent Director
		Mr. Sandeep Kadam Ramrao	Member	Whole-Time Director
		Mr. Suwendu Banerjee*	Member	Whole-Time Director
		*(up to 27.05.2022)		
4.	Corporate Social Responsibility Committee	Mr. Ankur Ashwin Shah	Chairman	Managing Director
		Mr. Divyakant Ramniklal Zaveri	Member	Independent Director
		Mr. Sandeep Kadam Ramrao	Member	Whole-Time Director

36. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

37. INTERNAL AUDITOR

M/s Shilmi J Patel & Co. Chartered Accountants, Vadodara, FRN-154683W, Internal Auditor of the Company has conducted periodic audit of operations of the Company. The Audit Committee of the Board of Directors has reviewed the findings of Internal Auditors regularly.

38. INTERNAL CONTROL SYSTEMS & THEIR ADEQUACY

Internal controls encompass a set of rules, policies and procedures to provide reasonable assurance for achievement of the organizational objectives in operational effectiveness and efficiency, reliable financial reporting and compliance with laws, regulations and policies. Your Company's internal control systems are commensurate with the size and nature of its operations, which records transactions and operations; ensures protection against misuse or loss of the Company's assets; ensures efficiency in operations of the plant and facilitates transparency and accuracy of financial reporting.

The reports of the Internal Auditor are reviewed by the Audit Committee. The Audit Committee also reviews adequacy of internal controls, system and procedures, insurance coverage of assets from various risks and steps are taken to manage foreign currency exposures. The Audit Committee also interacts with Internal Auditors and Statutory Auditors of the Company to ensure compliance of various observations made during the conduct of audits and adequacy of various controls.

39. DEPOSITS

The Company has not invited deposit from members or public.

40. WEBSITE

The corporate website is <https://www.krishnaallied.com> reflecting the details and business of the company. Also, the website displays financial & corporate information.

41. DECLARATION OF INDEPENDENT DIRECTORS

The Company has received the necessary declaration from each Independent Director in accordance with Section 149(7) of the Act and Regulations 16(1) (b) and 25(8) of the SEBI Listing Regulations, that he/she meets the criteria of independence as laid out in Section 149(6) of the Act and Regulations 16(1)(b) of the SEBI Listing Regulations. In the opinion of the Board, there has been no change in the circumstances which may affect their status as Independent Directors of the Company and the Board is satisfied of the integrity, expertise, and experience (including proficiency in terms of Section 150(1) of the Act and applicable rules thereunder) of all Independent Directors on the Board.

Further, in terms of Section 150 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended, Independent Directors of the Company have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs.

The Board of directors of the Company has taken on record the declaration and confirmation submitted by the independent directors after undertaking due assessment of the veracity of the same. There has been no change in the circumstances affecting their status as Independent Directors of the Company.

42. DISCLOSURE-AUDIT COMMITTEE

Internal Auditor of the Company has conducted periodic audit of all operations of the Company. The Audit Committee of the Board of Directors has reviewed the findings of Internal Auditors regularly.

43. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:-

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

44. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS

During the year under review, there were no frauds reported by the Company or fraud on the Company by the officers and employees of the Company has been noticed or reported or no fraud are reported by the auditors to the Audit Committee or the Board under section 143(12) of the Companies Act, 2013.

45. SECRETARIAL STANDARDS OF ICSI

Your company has complied with the provisions of Secretarial Standards issued by Institute of Company Secretaries of India.

46. VIGIL MECHANISM/ WHISTLE BLOWER POLICY

The Company has adopted the whistle blower mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud, or violation of the Company's code of conduct and ethics. The Company has a "VIGIL MECHANISM / WHISTLE BLOWER POLICY", the copy of which is available on the website of the Company, namely <https://www.krishnaallied.com>

47. SAFETY & ENVIRONMENT

The Company is committed to providing a safe and healthy working environment and achieving an injury and illness free work place.

48. GREEN INITIATIVES

In commitment to keep in line with the Green Initiatives and going beyond it, electronic copy of the Notice of 9th Annual General Meeting of the Company including the Annual Report for Financial Year 2021-22 are being sent to all Members whose e-mail addresses are registered with the Company/ Depository Participant(s).

49. ACKNOWLEDGEMENTS

The Directors regret the loss of life due to COVID-19 pandemic and are deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic. We thank our customers, vendors, dealers, investors, business associates and bankers for their continued support during the year. We place on record our appreciation of the

contribution made by employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, cooperation and support.

For Krishna Defence and Allied Industries Limited

Sd/-
Preyal Ankur Shah
Chairperson
DIN:- 06966962

Date: August 24, 2022
Place: Mumbai

DECLARATION AS REQUIRED UNDER SCHEDULE V PART D OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

I, Ankur Ashwin Shah, Managing Director of Krishna Defence and Allied Industries Limited hereby declare that all the members of the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with Code of Conduct of the Company as laid down by the Company for the year ended 31st March, 2022.

For Krishna Defence and Allied Industries Limited

Sd/-
Ankur Ashwin Shah
Managing Director
DIN:- 01166537

Date: August 24, 2022
Place: Mumbai

Annexure: I to Board's Report

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENT

As 2021 was coming to a close, there was optimism in the air. India was gearing up for a strong economic recovery—several forecasters such as the International Monetary Fund expected growth to exceed 9% this fiscal. This optimism received a jolt early this year as a wave of omicron infections swept through the country (which, thankfully, did not last long), and then in February, Russia invaded Ukraine. These events aggravated the pre-existing challenges such as surging inflation, supply shortages, and shifting geopolitical realities across the world with no definite end in sight. And the subsequent confluence of headwinds such as surging commodity prices and disruption in trade and financial transactions quickly deteriorated economic fundamentals that were trending up a few months back. Consequently, this has compelled to temper growth expectations.

However, the risks are not strong enough to deny India an economic rebound given the domestic demand potential. **India is expected to grow by 7.1%–7.6% in FY22–23 and 6%–6.7% in FY23–24.** This will ensure that India reigns as the world's fastest-growing economy over the next few years, driving world growth even as several major economies brace themselves for a slowdown or possibly a recession.

India is primarily a domestic demand-driven economy with consumption and investments contributing to 70% of the economic activity. According to the Reserve Bank of India (RBI) analysis of 10,000 listed companies, businesses have seen a steady net profit-to-sales growth over the past year and are sitting on piles of cash (as evident from the cash coverage ratio).¹ Although investments are growing sporadically partly because of supply chain disruptions and global uncertainties, industry and service activities remain robust.

OPPORTUNITIES & THREATS:

Opportunities

- Demand for special alloys and steel is increasing.
- Government initiatives like “Make in India”, Indigenization, Make II etc. allowing Indian organizations to penetrate existing markets within the country and abroad.
- Opportunity for long-term tie-ups in the form of Joint ventures and strategic alliances etc.
- Diversification opportunities exist in strategic materials.

Threats:

- High volatile prices of some of the critical imported raw materials coupled with their restricted availability.
- Risk of obsolescence in technology, processes and products-metals being replaced with composites/ materials.
- Change in Government Policies. Competition from private sector in India and abroad

SEGMENT WISE OR PRODUCT WISE PERFORMANCE

The Defence sector has contributed 71.60% to total revenue in FY 22 as compared to 69.44% in FY 21 and EBIT Margins have increased from 17.73% in FY 21 to 20.96% in FY 22.

While the Dairy sector has contributed 28.40% to total revenue in FY 22 as compared to 30.56% in FY 21 and EBIT Margins have decreased from 9.10% in FY 21 to 6.10% in FY 22.

OUTLOOK

Defence Outlook

- Indian defence production target in 2025 ~US\$ 25.00 billion.
- India has the world's third-largest defence expenditure, as of 2021, and expects to export equipment worth US\$ 15.00billion by 2026.

- The government is taking steps to boost domestic defence manufacturing. In line with this, between FY17 and FY22 (until June 2021), the government signed 264 contracts for defence equipment procurement, with 159 contracts for armed equipment procurement.

Dairy and Mega Kitchen Outlook

- The global dairy processing equipment market is expected to grow at a CAGR of 5.4% during the forecast period (2022-2032). The market value is projected to increase from US\$ 10.2 Bn in 2022 to US\$ 17.2 Bn by 2032. The dairy processing equipment market was valued at US\$ 9.7 Bn in 2021 and is anticipated to exhibit Y-o-Y growth of 5.2% in 2022.
- India is ranked 1st in milk production contributing 23 per cent of global milk production. Milk production in the country has grown at a compound annual growth rate of about 6.2 per cent to reach 209.96 million tonnes in 2020-21 from 146.31 million tonnes in 2014-15.
- Preference for high-performance equipment, is likely to drive dairy processing equipment sales during the assessment period. Milk products are gaining popularity due to its health benefits. This is expected to boost the India dairy processing equipment market at a CAGR of 10.06% by 2032.
- Statistics indicate an exponential demand for dairy equipment's in the coming years with completely automated dairy processing plants and processing lines for new products

RISK AND CONCERNS:-

- In select products, lack of economies of scale makes products non-competitive.
- Dependence on orders from Government Sector
- Lack of technology and infrastructure for developing finished components using own materials which leads to reduced value addition.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The internal control system is an integral part of the general organizational structure of the Company. The system is highly structured and totally coordinated with the size and nature of its business. This process is aimed at pursuing the values of both procedural and substantial fairness, transparency, and accountability. External audit firms are appointed to conduct regular audits. The organisation is appropriately staffed with qualified and experienced personnel for implementing and monitoring the internal control environment.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The key strategy will be focused around:

1. Timely completion of Orders
2. Financial strength & liquidity
3. Customer satisfaction
4. Employee satisfaction
5. Quality Control

FINANCIAL HIGHLIGHTS:-

(Rs. In Lakhs)

Particulars	2021-22	2020-21
Revenue from Operations	4991.92	3502.66
Other Income	42.41	130.13
Total Revenue	5034.34	3632.79
Expenses:		
Cost of materials consumed	1526.73	739.11
Purchases of Stock-in-Trade	648.25	285.91
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	(57.74)	601.96
Employee benefit expenses	913.59	651.30
Finance costs	186.16	167.43
Depreciation and amortization expenses	167.56	139.65
Other expenses	1,297.93	783.74
Total expenses	4,682.48	3,369.10
Profit/(Loss) before Tax	351.86	263.69
Less: Tax Expenses		
Current Tax	91.37	67.00
Tax of earlier years (Net)	5.63	8.90
Deferred Tax liability	8.96	1.55
Profit for the period	245.89	186.24

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS

Human resources are valuable assets for any organization. The employees of the Company have extended a very productive cooperation in the efforts of the management to carry the Company to greater heights. The Company is giving emphasis to upgrade the skills of its human resources and continuous training down the line is a normal feature in the Company to upgrade the skills and knowledge of the employees of the Company.

KEY FINANCIAL RATIOS

Ratios	Numerator	Denominator	Current Reporting Period (F.Y. 2021-22)	Previous Reporting Period (F.Y. 2020-21)	% Change	Reason
Debtors Turnover	Revenue from operations	Average Debtors	2.85	2.76	3.14%	There is minor improvement in recovery from Debtors. Hence it has shown marginal improvement.
Inventory Turnover	Revenue from operations	Average Inventory	3.22	1.95	64.94%	Due to increase in turnover and decline in average inventory holding period, this has shown significant improvement.
Interest Coverage Ratio	Earning before Interest and taxes	Interest Paid	2.89	2.57	12.24%	Interest expense has gone down due to repayment of loans, earnings have increased, resulting in marginal improvement in this ratio.
Current Ratio	Current Assets	Current Liabilities	1.47	1.82	-19.19%	-
Debt Equity Ratio	Total Debt	Shareholder's Equity	1.11	1.40	-20.43%	Improvement is due to repayment of loans in current year
Operating Profit Margin %	Operating Profit	Total Revenue	10.78%	12.31%	-12.43%	Due to increase in employee cost on account of new recruitment and increase in depreciation expenses on account of addition of Assets, this ratios have gone down to some extent.
Net Profit Margin %	Net Profit after tax	Revenue from operations	4.93%	5.32%	-7.36%	
Return on Capital employed	Earning before interest and taxes	Capital Employed	12.19%	9.78%	24.63%	-

CAUTIONARY STATEMENT

Statement in this Report describing the Companies objectives, projections, estimates, expectations or predictions may be “forward looking statements” within the meaning of applicable securities laws and regulations. Actual results may differ materially from those either expressed or implied.

Annexure:2 to Board's Report

PARTICULARS REGARDING EMPLOYEES REMUNERATION {COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2016}

PART – A – DISCLOSURE AS PER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

1	The ratio of remuneration of each director to the median remuneration of the employees for the financial year.	Mr. Ankur Ashwin Shah- 80 times Mr. Sandeep Kadam- 12 times Mr. Suvendu Banerjee- 9.90 times
Note: Independent Directors are not paid remuneration or commission. They are only paid sitting fees for attending meetings of Board and Committees thereof		
2	The percent age increase in remuneration of each Director, CFO, CEO, CS in the financial year	Mr. Sandeep Kadam(Director)- 45.66% Mr. Suvendu Banerjee(Director)- 31.16% Mr. Piyush Patel (CFO)-35.36%
3	The percentage increase in the median remuneration of the employees in the financial year	14.73%
4	The number of permanent employees on the rolls of the Company	230
5	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	29.33% There were no exceptional circumstances which warranted an increase in managerial remuneration which was not justified by the overall performance of the Company.
6	Affirmation that the remuneration is as per the remuneration policy of the company	Yes, we confirm

Note:- The information required under provisions of Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, forms part of this Annual Report. Having regard to the provisions of Section 134 and Section 136 of the Companies Act, 2013, the Reports and Accounts are being sent to the Members excluding such information. However, the said information is available for inspection by the Members in electronics mode. Shareholders may write to the Company at cs@krishnaallied.com in that regard, by mentioning "Request for Inspection" in the subject of the email

Annexure: 3 to Board's Report

FORM NO. AOC.2

FORM FOR DISCLOSURE OF PARTICULARS OF CONTRACTS/ARRANGEMENTS ENTERED INTO BY THE COMPANY WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188 OF THE COMPANIES ACT, 2013 INCLUDING CERTAIN ARM'S LENGTH TRANSACTIONS UNDER THIRD PROVISIO THERETO

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

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

Sr. No.	Particulars	Details
A	Name(s) of the related party and nature of relationship	Nil
B	Nature of contracts/arrangements/transactions	Nil
C	Duration of the contracts/arrangements/transactions	Nil
D	Salient terms of the contracts or arrangements or transactions including the value, if any	Nil
E	Justification for entering into such contracts or arrangements or transactions	Nil
F	Date of approval by the Board	Nil
G	Amount paid as advances, if any	Nil
H	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Nil

2. Details of material contracts or arrangement or transactions at arm's length basis

Sl. No.	Particulars	Details		
A	Name(s) of the related party	Krish Industries Private Limited	Krish Industries Private Limited	Krish Industries Private Limited
B	Nature of Relationship	Having common directors	Having common directors	Having common directors
C	Nature of contracts/arrangements/transactions	Purchase of Goods	Sales of Kitchen & Dairy Equipments	Rent paid
D	Duration of the contracts/arrangements/transactions	On continuous basis	On continuous basis	Monthly basis
E	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 516.70 lakhs during the F.Y. 2021-22.	Rs. 0.05 lakhs during the F.Y. 2021-22.	Rs. 27, 60,000/-during the F.Y. 2021-22.
F	Date(s) of approval by the Board, if any	NA	NA	NA
G	Amount paid as advances, if any:	NIL	NIL	NIL

Sl. No.	Particulars	Details		
A	Name(s) of the related party	White Gold Technologies LLP	White Gold Technologies LLP	White Gold Technologies LLP
B	Nature of Relationship	Having common directors	Having common directors	Having common directors
C	Nature of contracts/ arrangements/ transactions	Sales of Cans and Milking Machine.	Rent/Licence fees Received for letting out Plot No. 121 /23-24, GIDC Kalol, District- Panchmahal, State of Gujarat, admeasuring 1212 square meters with shade and structure on a leave and licence basis for carrying out permitted business activity in favour of White Gold Technologies LLP.	Purchase of traded goods, milking parlour boughtouts, cow grooming brush boughtouts
D	Duration of the contracts/ arrangements/ transactions	On continuous basis	w.e.f. 01.04.2017	On continuous basis
E	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 58.02 lakhs/- during the F.Y. 2021-22.	Rs. 240,000/- during the F.Y. 2021-22.	Rs. 4.65 lakhs during the F.Y. 2021-22.
F	Date(s) of approval by the Board, if any	NA	NA	NA
G	Amount paid as advances, if any:	NIL	NIL	NIL

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KRISHNA DEFENCE AND ALLIED INDUSTRIES LIMITED (FORMERLY KNOWN AS KRISHNA ALLIED INDUSTRIES LIMITED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the accompanying financial statements of **Krishna Defence and Allied Industries Limited** ("the Company"), which comprises the balance sheet as at 31st March 2022, the statement of Profit and Loss, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

We have determined that there are no key audit matters to communicate in our report.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in Board's Report including Annexure to that Board's Report, Corporate Governance, and Shareholder's Information, but does not include the Financial Statements and our auditor's report thereon.

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

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error;

In preparing the financial statements, management 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;

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

Auditor's Responsibilities for the Audit of Financial Statements

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 SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, 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, but not for the purpose of expressing an opinion on effectiveness the company's internal financial 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;

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

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

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

Report on Other Legal and Regulatory Requirements

- a. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- b. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting standard) Rules, 2021;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record

by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 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 the requirements of section 197(16) of the Act, as amended:

c. In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and

(h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 29.A to the financial statements;
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
- iii. The company is not required to be transferred any amount, to the Investor Education and Protection Fund by the Company.
- iv.
 - i. The Management has represented that, to the best of it’s knowledge and belief, as disclosed in note no. 31.H(v) to the financial statements , no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - ii. The Management has represented that , to the best of it’s knowledge and belief, as disclosed in note no. 31 H(vi) to the financial statements, that no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - iii. Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. The Company has not declared or paid any dividends during the period

For, C N K & Associates LLP

Chartered accountants

FRN: 101961W/W-100036

Alok B. Shah

Partner

Mem. No. 042005

Date: 27th May, 2022

Place: Vadodara

UDIN: 22042005AJSOBA2032

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

REFERRED TO IN PARA I 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' IN OUR INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE COMPANY ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022.

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

I.

(a) In respect of the Company's Property, Plant and Equipment's and Intangible Assets:

(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

(B) The Company has maintained proper records showing full particulars of Intangible Assets;

(b) The company has a phased programme of physical verification of its Property, Plant and Equipment so as to cover all assets once in three years. In accordance with this programme, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets;

(c) Based on our verification of the documents provided to us and according to the information and explanations given by the Management, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) as disclosed in the financial statements, are held in the name of the Company as at the Balance Sheet date;

(d) The company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) and intangible assets during the year.

(e) As disclosed in note no. 31.H(i) to the accounts and as verified by us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

II. (A) In our opinion and according to information and explanations given to us, physical verification of inventory has been conducted at reasonable intervals with appropriate coverage and procedures of such verification by the management and no discrepancies were noticed on physical verification of 10% or more in aggregate for each class of inventory;

(B) The Company has working capital limits sanctioned from banks or financial institutions exceeding Rs. 5 crores during the year. The discrepancies in quarterly filed returns or statements with the books of accounts with explanation thereof is mentioned in Note 31.G to the financial statements;

III. The Company has made investments in mutual funds and granted unsecured loans to other parties, during the year, in respect of which:

a) The details of unsecured loans provided by the company to its employees during the year, are as follows:

Unsecured Loans	No. of Parties	Aggregate amount granted/ provided during the year (Rs. In Lakhs)	Balance Outstanding as at balance sheet date in respect of loans (Rs. In Lakhs)
Employee	7	4.55	6.52

(b) In our opinion, the investments made in mutual funds and the terms and conditions of the grant of loans are prima facie, not prejudicial to the Company's interest;

(c) The repayment of principal and payment of interest is been stipulated and the same are regular;

(d) In respect of the aforesaid loan, there is no amount which is overdue for more than ninety days;

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties;

(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable;

Other than that mentioned above, the company has not provided any guarantee or security or granted any advances in the

nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or any other parties;

- IV. Based on our verification of the documents provided to us and according to the information and explanations given by the Management, in respect of loans, investments, guarantees, and security, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013;
- V. The Company has not accepted any deposits or amounts which are deemed to be deposits during the year and therefore, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder are not applicable to the Company;
- VI. We have broadly reviewed the cost records maintained by the Company as prescribed by the Central Government under sub section (1) of Section 148 of the Companies Act and are of the opinion that prima facie the prescribed cost records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete;
- VII.
 - (a) In our opinion, the company is generally regular in depositing undisputed statutory dues including Goods and Service tax, provident fund, employee state insurance, income-tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues as applicable to the appropriate authorities except advance Income tax of Rs.48.39 lakhs for current year. There were no undisputed amounts payable with respect to above statutory dues in arrears as at March 31, 2022 for a period of six months from the date they became payable except for the income tax of Rs. 17.12 Lakhs for the current year, which subsequently paid by the company;
 - (b) According to the information and explanations given to us and the records examined by us, no statutory dues including Goods and Service tax, provident fund, employee state insurance, income-tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues as applicable to the appropriate authorities as at March 31, 2022 which have not been deposited on account of a dispute.
- VIII. (a) As disclosed in note no. 31.H(vii) to the accounts and as verified by us, there were no transactions which were not recorded in the books of account, have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961;
- IX. (a) The company has not defaulted on repayment of any loans or other borrowings or on payment of interest there on.
- (b) As disclosed in note no. 31.H(ix) to the accounts and as verified by us, the company is not declared as wilful defaulter by any bank or financial institution or other lender;
- (c) Based on the procedures performed by us and according to the information and explanations given by the Management, the term loans taken by the company were applied for the purpose for which the loans were obtained;
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) According to the information and explanations given to us, and the records examined by us, the company has no subsidiaries, associates or joint ventures. Accordingly, reporting under the clause 3 (ix) (e) and (f) is not applicable.
- X. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable;
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable
- XI. (a) During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any incidence of fraud on or by the Company noticed or reported during the year, nor we have been informed of any such case by the management.
- (b) According to the information and explanations given to us, and based on our examination of the records no fraud on or by the Company noticed or reported during the course of audit. Accordingly reporting under this clause is not applicable;
- (c) According to the information and explanations provided to us, no whistle-blower complaints has received during the year by the company.
- XII. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable;
- XIII. In our opinion, all the transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards;

- XIV. (a) In our opinion and the records examined by us, the company has an internal audit system commensurate with the size and nature of its business of the company;
- (b) We have considered report of the internal auditors for the period under audit;
- XV. According to the information and explanation given to us and based on our examination of the records, the Company has not entered into non-cash transactions with the directors or persons connected with them. Hence, the provisions of Section 192 of the Act are not applicable;
- XVI. (a) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) (a), (b) and (c) of the order is not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- XVII. The company has not incurred cash losses in the financial year and in the immediately preceding financial year;
- XVIII. There has been resignation of the previous statutory auditor of the company during the year however, outgoing auditor has not raised any issues, objections or concerns;
- XIX. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.;
- XX. (a) According to the information and explanation given to us and based on our examination of the records, company is not required to transfer any unspent amount to a Fund specified in Schedule VII to the Companies Act within period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act ;
- (b) According to the information and explanation given to us and based on our examination of the records, company is not required to transfer any amount remaining unspent under section 135(5) of the companies act pursuant to any ongoing project, to special account in compliance with the provision of section 135(6) of the said Act.
- XXI. According to the information and explanations provided by the management, the company has no subsidiary, associates or joint venture and the company is not required to prepare Consolidated Financial Statements as per the section 129 of the Companies Act. Accordingly reporting under clause 3(xxi) is not applicable to the Company.

For, C N K & Associates LLP
Chartered accountants
FRN: 101961W/W-100036

Alok B. Shah

Partner
Mem. No. 042005
Date: 27th May, 2022
Place: Vadodara
UDIN: 22042005AJSOBA2032

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)

We have audited the internal financial controls over financial reporting of **KRISHNA DEFENCE AND ALLIED INDUSTRIES LIMITED** (“the Company”) as of 31st March 2022 in conjunction with our audit of the financial statements of the Company for the period ended on that date.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 internal financial controls with reference to financial statements of the company that were operating effectively for ensuring the orderly and efficient conduct of its business, 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 prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether internal financial controls with reference to financial statements of the company were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the internal financial controls with reference to financial statements of the company and their operating effectiveness. Our audit of internal financial controls over financial reporting included

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an internal financial controls with reference to financial statements of the company and such internal

financial controls over financial reporting were operating effectively as at 31st March 2022, 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, C N K & Associates LLP
Chartered accountants
FRN: 101961W/W-100036

Sd/-
Alok B. Shah
Partner
Mem. No. 042005
Date: 27th May, 2022
Place: Vadodara
UDIN: 22042005AJSOBA2032

FINANCIAL REPORTS

KRISHNA DEFENCE AND ALLIED INDUSTRIES LIMITED

(formerly known as Krishna Allied Industries Limited)

CIN : U74900MH2013PLC248021

Balance Sheet as at 31st March, 2022

Rs. In Lakhs

Particulars	Note No.	As at 31 March 2022	As at 31 March 2021
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	840.00	420.00
(b) Reserves and surplus	4	1,234.97	1,409.08
		2,074.97	1,829.08
2 Share Application Money Pending Allotment	5	336.96	-
3 Non-current liabilities			
(a) Long-term borrowings	6	720.59	1,476.87
(b) Deferred tax liabilities (Net)	30E	30.06	21.09
(c) Long-term provisions	7	7.43	5.01
		758.07	1,502.97
4 Current liabilities			
(a) Short-term borrowings	8	1,587.89	1,080.51
(b) Trade payables	9		
(A) Total outstanding dues of Micro and small enterprises		151.48	152.67
(B) Total outstanding dues of creditors other than micro and small enterprises		1,248.15	520.24
(c) Other current liabilities	10	533.44	465.76
(d) Short-term provisions	11	90.43	80.29
		3,611.40	2,299.47
TOTAL		6,781.40	5,631.52
II. ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets	12		
(i) Property, Plant and Equipment		1,360.31	996.13
(ii) Capital work in progress		-	339.23
(b) Non-current investments	13	1.00	1.00
(c) Long-term loans and advances	14	8.38	17.26
(d) Other non-current assets	15	94.26	88.15
		1,463.95	1,441.77
2 Current assets			
(a) Inventories	16	1,571.24	1,528.02
(b) Trade receivables	17	2,186.67	1,320.78
(c) Cash and Bank Balance	18	1,441.98	965.61
(d) Short Term loans and advances	19	68.13	113.47
(e) Other current assets	20	49.43	261.87
		5,317.45	4,189.75
TOTAL		6,781.40	5,631.52

As per our report of even date

For CNK & Associates LLP

Chartered Accountants

FRNo. : 101961W/W-100036

For and on behalf of the Board of Directors

Ankur Ashwin Shah

Managing Director

DIN : 01166537

Place: Mumbai

Sandeep Ramrao Kadam

Whole Time Director

DIN : 06841164

Place: Vadodara

Alok Shah

Partner

Mem no. 042005

Vadodara, 27th May, 2022

Charmy Shah

Company Secretary

Place: Vadodara

Piyush Harjibhai Patel

Chief Financial Officer

Place: Vadodara

Date: 27th May, 2022

Statement of Profit and Loss for the Year ended 31st March 2022

Rs. In Lakhs

Particulars	Note No.	Year ended 31 March 2022	Year ended 31 March 2021
I. Revenue from operations	21	4,991.92	3,502.66
II. Other income	22	42.41	130.13
III. Total Income		5,034.34	3,632.79
IV. Expenses:			
Cost of materials consumed	23	1,526.73	739.11
Purchases of Stock-in-Trade	24	648.25	285.91
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	25	(57.74)	601.96
Employee benefit expenses	26	913.59	651.30
Finance costs	27	186.16	167.43
Depreciation and amortization expenses	12	167.56	139.65
Other expenses	28	1,297.93	783.74
Total expenses		4,682.48	3,369.10
V Profit before tax		351.86	263.69
VI Tax expense:			
Current tax		91.37	67.00
Tax of earlier years (Net)		5.63	8.90
Deferred tax Liability/(Asset)		8.96	1.55
VII Profit for the year (V-VI)		245.89	186.24
VIII Earnings per equity share:			
Basic	30(D)	2.93	2.22
Diluted		2.93	2.22

As per our report of even date

For CNK & Associates LLP

Chartered Accountants

FRNo. : 101961W/W-100036

For and on behalf of the Board of Directors

Ankur Ashwin Shah
Managing Director
DIN : 01166537
Place: Mumbai

Sandeep Ramrao Kadam
Whole Time Director
DIN : 06841164
Place: Vadodara

Alok Shah
Partner
Mem no. 042005
Vadodara, 27th May, 2022

Charmy Shah
Company Secretary
Place: Vadodara

Piyush Harjibhai Patel
Chief Financial Officer
Place: Vadodara

Date: 27th May, 2022

Cash Flow Statement For the year ended 31st March, 2022

Rs. In Lakhs

	Particulars	For the year ended 31st March, 2022		For the year ended 31st March, 2021	
A	CASH FLOW FROM OPERATING ACTIVITIES				
	Profit before exceptional items, prior period items and tax:		351.86		263.69
	Adjustments for :				
	Depreciation /amortization	167.56		139.65	
	Amount no longer payable written back	-		(51.29)	
	Rent Income	(2.40)		(2.40)	
	Award Income	-		(2.50)	
	Interest received	(39.85)		(72.27)	
	Bad Debts	28.75		34.55	
	Interest Expense	143.37		156.81	
			297.43		202.55
	Operating Profit before working capital changes		649.29		466.24
	Adjustments for:				
	(Increase)/Decrease in Loans and Advances	50.06		17.96	
	(Increase)/Decrease in Trade receivables	(894.64)		(137.66)	
B	(Increase)/Decrease in Inventories	(43.22)		530.80	
	(Increase)/Decrease in Other Non Current Assets	(6.11)		13.74	
	(Increase)/Decrease in Other Current Assets	212.44		2.01	
	Increase/(Decrease) in Trade Payable	726.72		(347.78)	
	Increase/(Decrease) in Liabilities and Provisions	31.86		(334.27)	
			77.10		(255.20)
	Cash generated from Operations		726.38		211.04
	Less : Direct taxes paid (Net of refund, if any)		(44.45)		(20.89)
	Cash flow before extraordinary items		681.94		190.14
	Net cash from Operating Activities (A)		681.94		190.14
	CASH FLOW FROM INVESTING ACTIVITIES				
	Purchase of Property plant & Equipment's		(192.51)		(276.23)
	(Increase)/Decrease in Other bank balances		(490.76)		180.83
	Rent Received		2.40		2.40
	Interest received		39.85		72.27
	Net Cash used in Investing Activities (B)		(641.02)		(20.73)
C	CASH FLOW FROM FINANCIAL ACTIVITIES				
	Receipt on account of share application Money		336.96		-
	Receipt of Long term borrowings(net)		-		703.66
	Repayment of Long Term Borrowings		(768.18)		(642.31)
	Increase/(Decrease) in Short term Borrowings		519.28		(71.65)
	Interest paid		(143.37)		(156.81)
	Net cash used Financing Activities (C)		(55.31)		(167.12)
	Net increase in cash and cash equivalents (A+B+C)		(14.38)		2.30
	Cash and cash equivalents at the beginning of the year		22.96		20.66
	Cash and cash equivalents at the end of the year		8.58		22.96
	Components of Cash & Cash Equivalents				
	Cash on hand		7.77		10.79
	Balance with schedule banks				
	In Current Account		0.81		12.17
	Cash and Cash Equivalents		8.58		22.96

Note:-

I Figures in the brackets represents cash outflow.

As per our report of even date

For CNK & Associates LLP

Chartered Accountants

FRNo. : 101961 W/W-100036

For and on behalf of the Board of Directors

Ankur Ashwin Shah

Managing Director

DIN : 01166537

Place: Mumbai

Sandeep Ramrao Kadam

Whole Time Director

DIN : 06841164

Place: Vadodara

Alok Shah

Partner

Mem no. 042005

Vadodara, 27th May, 2022

Charmy Shah

Company Secretary

Place: Vadodara

Piyush Harjibhai Patel

Chief Financial Officer

Place: Vadodara

Date: 27th May, 2022

I. Nature of Operation

Krishna Defence and Allied Industries Limited (formerly known as Krishna Allied Industries Limited) unlisted limited company, domiciled in India and incorporated on 10th September, 2013. Company is being incorporated as private limited company but converted into unlisted public limited company on 07th December 2021. Company is now listed on the SME platform of National Stock Exchange i.e. NSE Emerge as on 06th April, 2022.

The company's main objects are to carry on in India or elsewhere the business of manufacturers, importers, exporters, dealers and traders of all types of steel materials, dairy equipments, kitchen equipments, Defence equipments etc.

2. Statement on Significant Accounting Policies

a) Basis of Preparation

Basis of accounting and preparation of financial statements:

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Accounting Standard) Rules, 2021, the provisions of the Act (to the extent notified). The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

The Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities. This is based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents.

b) Use of estimates

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

c) Property , Plant and Equipment

(i) Tangible Fixed Assets

Lease hold is carried at historical cost less amortisation of lease charges over the tenure of lease agreement. All other items of property, plant and equipment are stated at cost, which includes capitalized borrowing costs, less accumulated depreciation, and impairment loss, if any. Cost includes purchase price, including non-refundable duties and taxes, expenditure that is directly attributable to bring the assets to the location and condition necessary for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located, if any

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognized impairment loss. Cost includes professional fees, and for qualifying assets, borrowing costs capitalized in accordance with the Company's accounting policies. 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 for their intended use.

Spare parts are treated as capital assets when they meet the definition of property, plant and equipment. Otherwise, such items are classified as inventory.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for, as separate items (major components) of property, plant and equipment. Any gains or losses on their disposal, determined by comparing sales proceeds with carrying amount, are recognised in the Statement of Profit or Loss.

Subsequent expenditure:

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

De-Recognition:

An item of property, plant and equipment is de-recognised upon disposal or when no future economic benefits are expected to arise from its use. Any gain or loss arising from its de-recognition is measured as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in Statement of Profit and Loss when the asset is de-recognised.

Depreciation methods, estimated useful lives and residual value:

Depreciation on property, plant and equipment is provided using the written down value method based on the life and in the manner prescribed in Schedule II to the Companies Act, 2013, and is generally recognized in the statement of profit and loss. Cost of Lease hold is amortised over the tenure of lease agreement. Freehold land is not depreciated. In case where the cost of part of asset is significant to total cost of the asset and useful life of that part is different from the useful life of the remaining assets, the useful life of that significant part has been determined separately.

Asset Group	Useful Life
Buildings	Factory Building - 30 years, Others-60 years
Plant and Equipment	10-20 years
Lab Equipments	10 years
Furniture and Fixtures	10 years
Vehicles	8 years
Office equipments	5 years
Computer Equipments	Server and Equipments-6 years, Others- 3 years
Electrical Installation	10 years

The depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets. Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

Capital work in progress:

Capital work-in-progress is carried at cost, comprising direct cost and related incidental expenses.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under "Long Term Loans and advances" and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'.

(ii) Intangible assets:

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase is recognised as an expense when incurred unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.

Amortisation of Intangible assets

The amortisation of an Intangible Assets is allocated on a systematic basis over the best estimate of its useful life of the Intangible asset

Asset Group	Useful Life
Intangible Assets	3 – 10 Years

d) Impairment

- At each Balance Sheet date, the company assesses whether there is any indication that an asset may be impaired. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.
- After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.
- A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

e) Assets Held for Disposal

Items of Fixed assets that have been retired from active use and held for disposal are stated at the lower of their net book value or net realisable value.

f) Inventories

Inventories are measured at lower of cost and net realizable value. Cost of inventories is determined on a First in First Out (FIFO) (as mentioned below), after providing for obsolescence and other losses as considered necessary. Cost includes expenditure incurred in acquiring the inventories, conversion costs and other costs incurred in bringing them to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Raw materials and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realizable value. Items of Inventory are valued on the principle laid down by the AS 2 on Inventories:

(a)	Raw Materials	Lower of cost (determined on First In First Out Basis) and net realizable value.
(b)	Packing Material	Lower of cost (determined on FIFO basis) and net realizable value.
(c)	Finished Goods	Lower of cost (determined on FIFO basis) and net realizable value.
(d)	Work in progress	Lower of cost (determined on FIFO basis) and net realizable value.
(e)	Stores & spares	At cost
(f)	Scrap	At net realizable value

Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Non Current investments.

Current investments are carried at lower of cost and fair value determined on an individual investment basis.

Non Current investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of these investments.

Investment properties

Property , plant and Equipment not intended to be occupied substantially for use by, or in the operations, of the company are classified as Investment property. The said Investment property is accounted in accordance with Cost model prescribed in Accounting Standard 10- Property, Plant and Equipment and accordingly depreciated over the useful life of the asset

g) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of goods

Sales are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer and to the extent there is reasonable certainty of its ultimate collection.

Interest

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

Rent Income

Income is recorded on accrual basis per terms of agreement,

a. Other Income

Other income is accounted for on accrual basis except where the receipt of income is uncertain in which case it is accounted for on receipt basis.

h) Foreign Currency Transaction

Initial Recognition

Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting such monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

i) Operating Lease

Where the Company is the lessee

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as Operating Leases. Operating lease payments are recognised as an expense in the statement of Profit and Loss

on a straight line basis over the lease term.

j) Taxation

Tax expense comprises current and deferred taxes. Current income-taxes measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961 enacted in India.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for timing differences of other items based on future sales projection of the company. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their reliability.

k) Employee Benefits

i. Short-term Employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, bonus, leave salary, allowances, etc are recognised as actual amounts due in period in which the employee renders the related services.

ii. Defined contribution plan

Retirement benefits in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.

iii. Defined benefit Plans

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

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on post employment at 15 days salary (last drawn salary) for each completed year of service as per the rules of the Company. The scheme is funded by the policy from Life insurance corporation of India.

iv. Long term Employee benefits

The Company's long term benefits included leave encashment payable at the time of retirement subject to policy of maximum leave accumulation of company. The scheme is not funded. The Company has made provision based on actual liability.

l) Borrowing Costs

General and specific 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. All other borrowing costs are charged to Statement of Profit and Loss over the tenure of the borrowing.

m) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period.

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.

n) Provisions and contingencies

Provisions are recognized when an enterprise has a present obligation as a result of past event for which it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the best current estimates.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be

confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or the present obligations that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

o) Segment Reporting Policies

Identification of segments:

The Company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the geographical location of the customers wherever required.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items:

Includes general corporate income and expense items which are not allocated to any business segment.

Segment Policies:

The company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company as a whole.

p) Cash and Cash Equivalents

Cash and cash equivalents for the purposes of the cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

q) Cash Flow Statement

Cash flows are reported using the Indirect Method, where by net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities are segregated.



Notes forming part of the Financial Statements

NOTE No. 3 : SHARE CAPITAL

Note No- 3(i) Details of share capital

Rs. In Lakhs

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number of Shares	₹	Number of Shares	₹
Authorized				
Equity Shares of ` 10/- each with voting rights	12,000,000	1,200.00	6,000,000	600.00
Issued				
Equity Shares of ` 10/- each with voting rights	8,400,000	840.00	4,200,000	420.00
Subscribed & Paid up				
Equity Shares of ` 10/- each with voting rights	8,400,000	840.00	4,200,000	420.00
Total	8,400,000	840.00	4,200,000	420.00

Note No-3 (ii) Reconciliation of the Number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number of Shares	₹	Number of Shares	₹
Opening Balance	4,200,000	420.00	4,200,000	420.00
Add: Bonus share issued during the year	4,200,000	420.00	-	-
Add: Fresh Issue of shares	-	-	-	-
Closing Balance	8,400,000	840.00	4,200,000	420.00

Note No- 3(iii) Rights , preferences and restrictions attaching to each class of shares:

The Company has only one class of shares referred to as equity shares having a par value of ` 10/- each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, if any. The distribution will be in the proportion to the number of equity share held by the shareholders.

Note No- 3(iv) Shares allotted as fully paid-up :

During the year, the company has allotted 42,00,000 equity shares as fully paid-up bonus shares in the ratio of 1:1 (i.e. one Bonus shares for every share held) by capitalization of Security Premium account and Free reserves of Rs. 420.00 Lakhs/-

Note No- 3(v) Details of shares held by promoters

Promoters name	As at 31 March 2022			As at 31 March 2021		
	Number of shares held	% holding in that class of shares	% of Change during the year	Number of shares held	% holding in that class of shares	% of Change during the year
Ankur Shah	5,253,890	62.55%	0.00%	2,626,945	62.55%	0.00%

Note No- 3(vi) Details of shares held by each shareholder holding more than 5 % shares :

Classes of Shares/Name of Shareholder	As at 31 March 2022		As at 31 March 2021	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity Shares with voting rights				
Ankur Shah	5,253,890	62.55%	2,626,945	62.55%
Krish Commodities Private Limited	588,000	7.00%	294,000	7.00%
Krish Industries Private Limited	840,000	10.00%	420,000	10.00%
Pallavi Shah	1,633,710	19.45%	816,855	19.45%

NOTE NO. 4 : RESERVES AND SURPLUS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Security Premium Account		
Opening Balance	25.00	25.00
Less: Utilised for Issue of Bonus Equity Shares during the year (Refer below Note No (i))	25.00	-
Closing Balance	-	25.00
(b) Defence Technology Absorption Reserve		
Opening Balance	-	2.50
Less: Transferred to Profit & Loss account	-	2.50
Closing Balance	-	-
(b) Surplus		
Opening balance	1,384.08	1,197.84
Add : Surplus in statement of Profit and Loss	245.89	186.24
Less: Utilised for Issue of Bonus Equity Shares during the year (Refer below Note No (i))	395.00	-
Closing Balance	1,234.97	1,384.08
Total (a)+(b)	1,234.97	1,409.08

(i) During the year, the company has allotted 42,00,000 equity shares as fully paid-up bonus shares in the ratio of 1:1 (i.e. one Bonus shares for every share held) by capitalization of Security Premium account and Free reserves of Rs. 420.00 Lakhs/-. As per Section 52 of the Companies Act, 2013, Company has utilised the security premium for issue of the bonus share to the extent Security Premium was available. Further, Rs. 395.00 lakhs has been utilised from reserves and surplus.

NOTE NO. 5 : SHARE APPLICATION MONEY PENDING ALLOTMENT

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Share Application Money Pending Allotment(Refer note 5(i))	336.96	-
Total	336.96	-

Note 5(i): Share application money pending allotment

Number of shares proposed to be issued having face value of Rs.10 Each/-	1,026,000	-
The amount received towards face value of Rs. 10/- per share	102.60	-
The amount received towards security premium of Rs. 29/- per share	297.54	-
Total amount Received(A)	400.14	
The period before which shares are to be allotted	within 3 days of from closure of issue period	-
Total number of shares issued having face value of Rs.10 Each/- (as defined in the prospectus filed as on 31st March, 2022 with NSE Emerge)	864,000	-
Excess amount to be refunded classified as other current liabilities (Amount refunded on 04th April, 2022) (B)	63.18	-
Balance shown as Share application money pending allotment(A-B)	336.96	

NOTE NO. 6 : LONG TERM BORROWINGS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Term Loans (Refer note 6(i))		
- Secured		
(i) From Banks	262.22	361.35
Total	262.22	361.35
Less: Current Maturities of long - term debts	91.63	103.53
	170.59	257.82
(b) Loans from directors (unsecured) (Refer note 6(ii))	550.00	472.03
(c) Inter-corporate Deposits (unsecured) (Refer note 6(i))	-	342.24
(d) Loan from share holders (unsecured) (Refer note 6(iii))	-	404.78
Total	720.59	1,476.87

Note No-6 (i) Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured other long-term borrowings:

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Secured Term loans from banks:		
(i) Axis Bank Car Loan - (Brezza Loan) (Secured by way of Hypothecation of Brezza Car. Interest Rate is 8.60% with monthly rests. Loan is repayable in 60 equal monthly instalment of Rs. 16,534/-)	-	3.88
(ii) Axis Bank Car Loan - (Brezza Loan) (Secured by way of Hypothecation of Brezza Car. Interest Rate is 8.60% with monthly rests. Loan is repayable in 60 equal monthly instalment of Rs. 16,534/-)	-	4.21
(iii) Axis Bank Term Loan - I (The loan secured by way of first charge on entire present and future movable fixed asset of the company The above facility is also secured by way of charge on entire present and future current asset. The above facility is further secured by way of equitable mortgage on shed no. 121/8, 121/9, 121/20 to 22 and Shed no. 121/23 & 121/24 situated at Kalol. The facility is further secured by way of equitable mortgage on property situated at Flat no. B-302, Shivam Residency Tower, Opp. Urmi School, B/h Gangotri Party Plot, Samasavli Road, Vadodara - 390 002 which is owned by the director. The facility is further secured by way of lien on fixed deposits of Rs. 4.62 crores. The facility is further secured by way of personal guarantee of the managing director. Interest rate is 1 year MCLR (presently MCLR is 8.25%) plus 3.35% i.e. effective interest rate is 11.60%. Loan is repayable in 60 Equal Monthly Instalment of Rs. 2,50,000/- after the end of moratorium period of 6 months)	-	15.00
(iv) Axis Bank Term Loan - 3 (The loan secured by way of first charge on entire present and future movable fixed asset of the company The above facility is also secured by way of charge on entire present and future current asset. the above facility is further secured by way of equitable mortgage on shed no. 121/8, 121/9, 121/20 to 22 and Shed no. 121/23 & 121/24 situated at Kalol. The facility is further secured by way of equitable mortgage on property situated at Flat no. B-302, Shivam Residency Tower, Opp. Urmi School, B/h Gangotri Party Plot, Samasavli Road, Vadodara - 390 002 which is owned by the director. The facility is further secured by way of lien on fixed deposits of Rs. 4.62 crores. The facility is further secured by way of personal guarantee of the Managing Director. Interest rate is 8.25% linked to repo rate (i.e. 4.00%+4.25%). Loan is repayable in 60 Equal Monthly Instalment of Rs. 3,00,000/- after the end of moratorium period of 6 months)	22.64	57.45
(v) Standard Chartered Bank - office Loan (Loan is secured by of mortgage of office situated at Unit No. 344, 3rd Floor, A to z industrial premises CSLA to Z industrial Estate, Ganpatrao kadam Marg, Near Peninsula Corporate Park, Lower Parel (West), Mumbai-400013. Interest rate is at 0.3% above MCLR Rate. Present MCLR rate is 8.70%. Loan is repayable in 120 Equal Monthly Instalment of Rs. 1,89,609/-)	113.04	123.58
(vi) Axis Bank - ECLGS Term loan (The loan secured by way of first charge on entire present and future movable fixed asset of the company The above facility is also secured by way of charge on entire present and future current asset. he above facility is further secured by way of equitable mortgage on shed no. 121/8, 121/9, 121/20 to 22 and Shed no. 121/23 & 121/24 situated at Kalol. The facility is further secured by way of equitable mortgage on property situated at Flat no. B-302, Shivam Residency Tower, Opp. Urmi School, B/h Gangotri Party Plot, Samasavli Road, Vadodara - 390 002 which is owned by the director. The facility is further secured by way of lien on fixed deposits of Rs. 4.62 crores. The facility is further secured by way of personal guarantee of the Managing Director. Interest rate is 8.25% linked to repo rate (i.e. 4.00%+4.25%). Loan is repayable in 36 Equal Monthly Instalment of Rs. 4,33,333/- after the end of moratorium period of 12 months)	126.55	157.23
Total	262.22	361.35

Notes forming part of the Financial Statements

Rs. In Lakhs

Unsecured Term loans from NBFC:		
Unsecured Inter corporate Deposits:		
(i) Shah Brothers Ispat Pvt. Ltd (Interest on loan is 8.00% as per the agreement however company has taken waiver of interest for the FY 2020-21 and the year ended 31st March, 2022)	-	150.00
(ii) Jaisons Realty (Asia) LLP (formaly known as Jaison Realty Asia Ltd.) (Interest on loan is 8.00%)	-	40.00
(iii) Stock Guardian India Private Limited (Interest on loan is 8.00%)	-	100.00
(iv) Anju Securities Pvt Ltd. (Interest on loan is 8.00%)	-	52.24
	-	342.24

Note No-6 (ii) Details of terms of interest of loan from director

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Interest bearing loan (Interest paid at 9%)	-	32.93
Non - Interest bearing loan (Above loans are taken as per bank stipulation)	550.00	439.10
	550.00	472.03

Note No-6 (iii) Details of terms of interest of loan from shareholders

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Interest bearing loan (Interest paid at 9%)	-	368.96
Non - Interest bearing loan	-	35.81
	-	404.77

NOTE NO. 7 : LONG TERM PROVISIONS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Provision for employee benefits		
(i) Provision for Compensated absences	7.43	5.01
Total	7.43	5.01

NOTE NO. 8 SHORT TERM BORROWINGS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Current Maturities of long-term debt: (Refer below note i)	91.63	103.53
(b) Loans repayable on demand		
- Secured		
(i) From Banks (refer below note (ii))	780.60	818.84
(c) Loans from directors (unsecured) (refer below note (iii))	567.26	123.46
(d) Loans from Shareholders (Unsecured) (refer below note (iv))	-	27.99
(e) Inter corporate Deposits (Unsecured) (refer below note (v))	148.40	6.69
Total	1,587.89	1,080.51

Note:

(i) For details of security, Interest rate and repayment terms refer Note No.6 (i)

(ii) The above facility is secured by way of first charge on entire present and future current asset of the company. The above facility is further secured by way of equitable mortgage on shed no. 121/8, 121/9, 121/20 to 22 and Shed no. 121/23 & 121/24 situated at Kalol. The facility is further secured by way of equitable mortgage on property situated at Flat no. B-302, Shivam Residency Tower, Opp. Urmi School, B/h Gangotri Party Plot, Samasavli Road, Vadodara - 390 002 which is owned by the director. The facility is further secured by way of lien on fixed deposits of Rs. 4.62 crores. The facility is further secured by way of personal guarantee of the Managing director. Interest rate is 8.25% linked to repo rate (i.e. 4.00%+4.25%)

(iii) Details of terms of interest of loan from director

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Interest bearing loan (Interest paid at 9%)	-	6.82
Non - Interest bearing loan	567.26	116.64
	567.26	123.46

(iv) Details of terms of interest of loan from shareholders

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Interest bearing loan (Interest paid at 9%)	-	25.25
Non - Interest bearing loan	-	2.74
	-	27.99

(v) Details of terms of interest of loan from Corporates

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Unsecured Inter corporate Deposits:		
(i) Sanaya Realities Pvt. Ltd. (Interest on loan is 12.50%)	-	6.69
(ii) Jaisons Realty (Asia) LLP (formaly known as Jaison Realty Asia Ltd.) (Interest on loan is 8.00%)	69.69	-
(iii) Stock Guardian India Private Limited (Interest on loan is 8.00%)	70.00	-
(iv) Anju Securities Pvt Ltd. (Interest on loan is 8.00%)	8.70	-
	148.39	6.69

NOTE NO. 9 TRADE PAYABLES

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(i) Trade payables [Refer note no. 31(A) & 31(D)]		
- Total outstanding dues of Micro and small enterprises	151.48	152.67
- Total outstanding dues of Trade payables other than Micro and small enterprises	1,248.15	520.24
Total	1,399.63	672.91

NOTE NO. 10 : OTHER CURRENT LIABILITIES

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Interest accrued on borrowings	1.69	-
Other payables		
(i) Salary & Wages Payable	91.77	115.23
(ii) Statutory dues payable	12.73	8.08
(iii) Tax Deducted at Source payable	15.11	48.19
(iv) Advances From Customers	316.65	285.02
(v) Security Deposits from dealers	0.25	0.25
(vi) Share Application money to be refunded(Refer note no. 5(ii))	63.18	-
(vii) Other Payables	32.07	8.98
Total	533.44	465.76

NOTE NO. 11 : SHORT TERM PROVISIONS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Provision for employee benefits		
(i) Provision for Compensated absences	5.73	-
(ii) Provision for Gratuity [Refer Note No- 30 (A)]	-	3.43
(iii) Provision for Bonus	21.51	19.06
(b) Provisions- Others		
(i) Provision for Warranties[Refer Note No- 33]	14.80	19.22
(ii) Provision for Income tax (Net of Taxes paid in advance)	48.39	38.58
Total	90.43	80.29

NOTE NO. 13 : NON CURRENT INVESTMENTS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Investment in Mutual Fund - Unquoted		
(a) Investment in units of UTI (At cost) (C.Y. 6,204.629 Units, P.Y. 6,204.629 Units)	1.00	1.00
Total	1.00	1.00
Aggregate cost of investment in Mutual Funds	1.00	1.00
Aggregate market value/(re-purchase price) of investment in Mutual Funds	0.86	0.71

NOTE NO. 14 : LONG TERM LOANS AND ADVANCES

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Unsecured, considered good		
(a) Capital Advance	-	3.57
(b) Prepaid Expenses	8.38	9.52
(c) Advance income tax (net of provisions)	-	4.17
Total	8.38	17.26

NOTE NO. 15 : OTHER NON CURRENT ASSETS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Unsecured, considered good		
(a) Security Deposits	94.26	88.15
Total	94.26	88.15

NOTE NO. 16 : INVENTORIES

(At lower of cost and net realizable value)

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(a) Raw Materials	84.52	108.02
(b) Work-in-progress	1,389.65	1,351.43
(c) Finished goods (other than those acquired for trading)	1.21	1.21
(d) Stock-in-trade	18.98	18.44
(e) Stores, Spares and fuel	34.58	25.59
(f) Scrap	42.30	23.32
Total	1,571.24	1,528.02

Note No. 16(i) Details of inventory of Raw Materials

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
S S Sheets	36.64	35.32
Milking Machine Parts	47.88	72.70
Total	84.52	108.02

Note No. 16(ii) Details of inventory of Work-In-Progress

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Bulb Bar	1,217.70	1,065.71
Milk Cans	171.95	285.73
Total	1,389.65	1,351.44

Note No. 16(iii) Details of inventory of Finished Goods

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Milk Cans	1.21	1.21
Total	1.21	1.21

NOTE NO. 17 : TRADE RECEIVABLES

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Unsecured, considered good [Refer note no. 31(E)]		
Trade receivables outstanding for a period exceeding six months from the due date of payment	470.59	475.79
Other Trade receivables	1,716.08	844.99
Total	2,186.67	1,320.78

NOTE NO. 18 : CASH AND BANK BALANCES

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(A) Cash and Cash Equivalents		
(a) Cash on hand	7.77	10.79
(b) Balances with Banks in current accounts		
- In current accounts	0.81	12.17
	8.58	22.96
(B) Other Balances		
(i) Bank Balances held as margin money against Guarantees (Refer below note (i))	341.90	289.95
(ii) Fixed Deposit with Bank (Refer below note (iii))	691.36	652.70
(iii) Earmarked bank balances (Refer below note (iii))	400.14	-
	1,433.40	942.65
Total	1,441.98	965.61

(i) Margin monies amounting to Rs. 309.57 Lakhs /-(As at 31 March, 2021 Rs. 244.75 Lakhs) have maturity of more than 12 months.

(ii) The above Fixed deposits is given as collateral security to the banks against the Fund based, Non fund based working capital limites and term loans availed from the Banks.

(iii) The above Earmarked bank balance is related to share application money received on account of Initial Public Offer.

NOTE NO. 19 : SHORT TERM LOAN AND ADVANCES

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Unsecured, considered good		
(a) Loans and advances to employees	8.51	11.66
(b) Prepaid expenses	16.60	12.80
(c) Balances with government authorities	41.27	87.26
(d) TDS receivable from Financial Institution	1.75	1.75
Total	68.13	113.47

NOTE NO. 20 : OTHER CURRENT ASSETS

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
Unsecured, considered good		
(a) Advance to Suppliers and others	39.01	261.87
(b) Gratuity Fund [Refer Note No- 30 (A)]	10.42	-
Total	49.43	261.87

NOTE NO. 21 : REVENUE FROM OPERATIONS

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(a) Sale of products(Refer note 21(i))	4,681.05	3,427.79
(b) Other Operating revenue(Refer note 21(ii))	310.87	74.87
Total	4,991.92	3,502.66

Note No. 21 (i) Sale of Products comprises of

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
Sale of manufactured goods		
Defence Product	3,380.46	2,404.66
Dairy & Kitchen Equipment	633.72	653.09
	4,014.18	3,057.74
Sale of Traded goods		
Defence Product	18.24	2.97
Dairy & Kitchen Equipment	648.63	367.08
	666.87	370.05
Total Sale of Products	4,681.05	3,427.79

Note No. 21(ii) Other Operating Revenue comprises of

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(i) Job Work Income	0.17	0.24
(ii) Scrap Sales	310.71	74.64
Total - Other operating revenues	310.87	74.87

NOTE NO. 22 : OTHER INCOME

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(a) Interest Income (Refer Note 22(i))	39.85	72.27
(b) Rental Income	2.40	2.40
(c) Net gain on foreign currency transactions	-	1.09
(d) Misc. Income	0.16	3.08
(e) Amount no longer payable written back	-	51.29
Total	42.41	130.13

Note No. 22 (i) Interest Income comprises of

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(i) Interest from Bank on: Fixed Deposits	39.85	72.27
Total - Interest income	39.85	72.27

Notes forming part of the Financial Statements

Rs. In Lakhs

NOTE NO. 23 : COST OF MATERIALS CONSUMED

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
Raw Materials Consumption		
Opening Stock	108.02	47.24
Add: Purchases	1,503.23	799.89
	1,611.25	847.13
Less: Closing stock	84.52	108.02
Cost of Material consumed	1,526.73	739.11
Total	1,526.73	739.11

Note No. 23 (i) Cost of materials consumed comprises of:

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
Raw Material		
(a) S S Sheet / Plats	1,526.73	739.11
Total	1,526.73	739.11

NOTE NO. 24 PURCHASE OF TRADED GOODS

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
Purchase of traded goods	648.25	285.91
Total	648.25	285.91

NOTE NO. 25 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(a) Inventories at the beginning of the year:		
Finished Goods	1.21	323.61
Work in Progress	1,351.43	1,622.27
Stock in Trade	18.44	44.01
Scrap	23.32	6.48
	1,394.40	1,996.37
(b) Inventories at the end of the year:		
Finished Goods	1.21	1.21
Work in Progress	1,389.65	1,351.43
Stock in Trade	18.98	18.44
Scrap	42.30	23.32
	1,452.14	1,394.40
Net Change in Inventories	(57.74)	601.96

NOTE NO. 26 : EMPLOYEE BENEFIT EXPENSES

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(a) Salaries, wages, bonus etc.	711.32	466.16
(b) Remuneration to directors	152.40	143.73
(c) Contributions to Provident and other funds	36.54	31.21
(d) Staff welfare expenses	13.32	10.19
Total	913.59	651.30

NOTE NO. 27 : FINANCE COSTS

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
(i) Interest expense		
(a) on borrowings	143.37	156.81
(ii) Other borrowing costs	42.77	10.46
(ii) Interest on statutory Dues	0.02	0.16
Total	186.16	167.43

NOTE NO. 28 : OTHER EXPENSES

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
Store & Spares Consumed	168.55	61.20
Job Work & Labour Charges	363.16	220.94
Power & Fuel Expenses	152.01	74.27
Repairs & Maintenance - Plant & Machinery	4.22	2.33
- Building	6.68	1.71
- Others	6.60	3.85
Laboratory and Testing Expenses	16.53	13.10
Travelling and Conveyance	76.93	36.95
Legal & Professional Charges	41.27	35.89
Rates & Taxes	1.40	5.20
Rent Expenses (Refer Note No. 30 C)	38.43	29.51
Security Expenses	17.75	16.93
Vehicle Expenses	13.64	8.62
Insurance Expenses	10.53	5.74
CSR Expenses	-	15.50
Donation Expenses	1.77	0.10
Factory Expenses	4.86	8.04
Installation charges	20.59	16.65
Freight & Forwarding charges	52.72	40.21
Net loss on foreign currency transactions	0.96	-
Telephone & Internet Expenses	6.64	4.04
Bad Debts	28.75	34.55
Payment to Auditors		
a. Statutory Audit	2.11	0.90
b. Tax Audit	-	0.50
c. Other certification services	3.51	0.10
Selling & Distribution Expenses		
a. Commission on sales	7.93	0.75
b. Advertisement	9.22	2.97
c. Freight and Other Expenses	110.30	69.34
d. Discount, Sales Promotion and samples	39.85	7.95
e. Late Delivery Charges	9.90	10.31
Bank Charges & Commission	25.70	20.70
Miscellaneous Expenses	55.42	34.89
Total	1,297.93	783.74

Notes forming part of the Financial Statements

NOTE NO. 12(a) : Property, Plant and Equipment

	Fixed Assets		Gross Block			Accumulated Depreciation			Net Block	
	Balance as at 1 April 2021	Additions	Disposals/transfers	Balance as at 31 March 2022	Balance as at 1 April 2021	Depreciation / amortization expense for the year	Eliminated on disposal of assets	Balance as at 31 March 2022	Balance as at 31 March 2022	Balance as at 31 March 2021
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
(i) Tangible Assets (Owned)										
(a) Land Freehold	153.94	-	-	153.94	-	-	-	-	153.94	153.94
(b) Buildings - Factory Building - Office Premises	355.05 230.54	7.35 -	- -	362.40 230.54	186.51 29.53	18.26 9.67	- -	204.77 39.20	157.63 191.34	168.54 201.01
(c) Plant and Equipment	936.88	516.62	-	1,453.51	526.08	120.91	-	646.99	806.51	410.80
(d) Furniture and Fixtures	86.37	0.80	-	87.17	47.36	9.44	-	56.81	30.36	39.01
(e) Motor Vehicles	52.18	-	-	52.18	42.96	1.98	-	44.94	7.24	9.22
(f) Laboratory Equipment's	0.90	-	-	0.90	0.89	0.01	-	0.90	-	0.01
(g) Office equipment's	38.95	3.86	-	42.81	31.19	4.04	-	35.24	7.57	7.75
(h) Computer Equipment's	29.36	3.11	-	32.47	23.52	3.25	-	26.77	5.71	5.84
Total	1,884.18	531.74	-	2,415.93	888.06	167.56	-	1,055.61	1,360.31	996.13
Previous Year	1,786.08	98.10	-	1,884.18	748.41	139.65	-	888.06	996.13	1,037.68
Note 12(b) : Capital Work in Progress										
(a) Capital Work in Progress	339.23	141.49	480.72	-	-	-	-	-	-	339.23
Total	339.23	141.49	480.72	-	-	-	-	-	-	339.23
Previous Year	161.10	178.13	-	339.23	-	-	-	-	339.23	161.10

Notes forming part of the Financial Statements

Rs. In Lakhs

NOTE NO. 12(a) : Property, Plant and Equipment

	Fixed Assets				Gross Block			Accumulated Depreciation			Net Block	
	Balance as at 1 April 2020	Additions	Disposals/transfers	Balance as at 31 March 2021	Balance as at 1 April 2020	Depreciation / amortization expense for the year	Eliminated on disposal of assets	Balance as at 31 March 2021	Balance as at 31 March 2020			
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	
(i)												
	Tangible Assets (Owned)											
	(a) Land Freehold	153.94	-	-	153.94	-	-	-	-	153.94	153.94	
	(b) Buildings - Factory Building - Office Premises	343.09 230.54	11.96 -	- -	355.05 230.54	166.30 19.24	20.21 10.29	- -	186.51 29.53	168.54 201.01	176.79 211.30	
	(c) Plant and Equipment	869.78	67.10	-	936.88	440.97	85.11	-	526.08	410.80	428.81	
	(d) Furniture and Fixtures	73.20	13.18	-	86.37	37.51	9.86	-	47.36	39.01	35.69	
	(e) Motor Vehicles	52.18	-	-	52.18	38.75	4.21	-	42.96	9.22	13.43	
	(f) Laboratory Equipment's	0.90	-	-	0.90	0.89	0.01	-	0.89	0.01	0.01	
	(g) Office equipment's	38.84	0.11	-	38.95	24.96	6.23	-	31.19	7.75	13.88	
	(h) Computer Equipment's	23.61	5.75	-	29.36	19.78	3.73	-	23.52	5.84	3.82	
	Total	1,786.08	98.10	-	1,884.18	748.41	139.65	-	888.06	996.13	1,037.68	
	Previous Year	1,608.75	177.33	-	1,786.08	609.21	139.19	-	748.41	1,037.68	999.54	
	Note 12(b) : Capital Work in Progress											
	(a) Capital Work in Progress	161.10	178.13	-	339.23	-	-	-	-	339.23	161.10	
	Total	161.10	178.13	-	339.23	-	-	-	-	339.23	161.10	
	Previous Year	46.42	114.69	-	161.10	-	-	-	-	161.10	46.42	

Capital Work-in-Progress / Intangible assets under development Ageing

CWIP / Intangible Assets under development	Amount in CWIP / Intangible Assets under development for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Year	
As at 31 March 2022					
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
As at 31 March 2021					
Projects in progress	178.13	114.69	46.42	-	339.23
Projects temporarily suspended	-	-	-	-	-

Additional Information to The financial statements:-

Rs. In Lakhs

NOTE NO. 29 Other Disclosures as per Schedule-III of the Companies Act, 2013

29.A Contingent Liabilities & Commitments

Particulars	As at 31 March 2022	As at 31 March 2021
	₹	₹
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt	185.46	-
(b) On account of Litigations		
(a) Central Sales Tax (CST)	-	36.32
(c) Bank Guarantees issued by bank on behalf of Company for which company has issued counter guarantee	1,404.05	1,219.54
(d) On account of other contingent claims	77.84	77.84
	1,481.89	1,333.70
(ii) Commitments		
(a) Estimated amount of Contracts to be executed on capital account and not provided for net of capital advance	-	5.92
(b) Other Commitments	-	-

29.B Value of imports calculated on C.I.F basis by the company during the financial year in respect of

Particulars		Year ended 31 March 2022	Year ended 31 March 2021
		₹	₹
(a)	Raw materials/ Traded Goods	8.30	17.19
(b)	Plant & Machinery	-	30.46

29.C Expenditure in foreign currency during the financial year on account of royalty, know-how, professional and consultation fees, interest, and other matters;

Particulars		Year ended 31 March 2022	Year ended 31 March 2021
		₹	₹
(a)	Travelling Expenses	17.44	0.90

Additional Information to The financial statements:-

Rs. In Lakhs

29.D Total value of all imported and Indigenous raw materials, spare parts and components consumed during the financial year and the total value of all raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption:

	Details of consumption of Raw Material *	Year ended 31 March 2022	Year ended 31 March 2021
		‘	‘
(i)	Imported Raw materials	8.30 0.54%	17.19 2.33%
(ii)	Indigenous Raw materials	1,518.43 99.46%	721.91 97.67%

(*) Note I: The stores and spares consumed are 100% indigenous.

29.E Earnings in foreign exchange

	Particulars	Year ended 31 March 2022	Year ended 31 March 2021
		‘	‘
(a)	Export of goods calculated on FOB basis	23.24	-

29.F Amounts remitted in foreign currency during the year on account of dividend

	Particulars	Year ended 31 March 2022	Year ended 31 March 2021
		‘	‘
(a)	Amount of dividend remitted in foreign currency	Nil	Nil

NOTE NO. 30 Disclosures under Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.(as amended)**30.A Disclosures under Accounting Standard - 15 (Employee Benefits)**

Accounting Standard 15 on 'Employee Benefits' as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Accounting Standard) Rules, 2021.

(a) Defined Contribution Plans:

The Company makes Provident Fund and Superannuation Fund, contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes. The company has recognized the following amounts in the Statement of Profit and Loss for the year.

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	-	-
Contribution to Provident Fund	33.78	22.97
Contribution to ESIC	7.24	4.88

(b) Defined Benefit Plans:

The Company has policy of giving gratuity to its employees who complete period of qualifying service which is 5 years.

The company's plan assets in respect of Gratuity are funded through the Group Scheme of Life Insurance Corporation of India. The scheme provides for payment to vested employees as under:

- i) On normal retirement / early retirement / withdrawal / resignation: As per the provisions of Payment of Gratuity Act, 1972 with vesting period of 5 years of service.
- ii) On death in service: As per the provisions of Payment of Gratuity Act, 1972 without any vesting period.

Valuation Method:	Projected Unit Credit (PUC) method
Discount Rate	6.55 % (Previous Year 6.25%)
Salary Escalation	7% (Previous Year 7%)
Mortality Rate	Indian Assured Lives Mortality (2012-14) Table
Withdrawal Rate	1 % to 20 % depending on age

Funded status of the plan

Particulars	2021-22	2020-21
	-	-
Present value of funded obligations	94.27	84.46
Fair value of plan assets	(104.69)	(81.04)
Net Liability (Asset)	(10.42)	3.43

Profit and loss account for the period

Particulars	2021-22	2020-21
	-	-
Current service cost	10.12	8.74
Interest on obligation	5.31	4.79
Expected return on plan assets	(5.78)	(4.35)
Net actuarial loss/(gain)	(10.20)	(4.56)
Total included in 'Employee Benefit Expense'	(0.55)	4.63

Particulars	2021-22	2020-21
	₹	₹
Loss/(gain) on obligation	(3.69)	(4.81)
Loss/(gain) on assets	(6.50)	0.25
Net actuarial loss/(gain)	(10.20)	(4.56)

Reconciliation of defined benefit obligation

Particulars	2021-22	2020-21
	₹	₹
Opening Defined Benefit Obligation	84.46	80.12
Transfer in/(out) obligation	-	-
Current service cost	10.12	8.74
Interest cost	5.31	4.79
Actuarial loss (gain)	(3.69)	(4.81)
Benefit paid from fund	(1.92)	(4.38)
Closing Defined Benefit Obligation	94.27	84.46

Reconciliation of plan assets

Particulars	2021-22	2020-21
	₹	₹
Opening value of plan assets	81.04	68.14
Transfer in/(out) obligation	12.60	-
Expected return	5.78	4.32
Actuarial gain/(loss)	6.50	(0.25)
Contributions by employer	0.69	13.20
Benefits paid	(1.92)	(4.38)
Closing value of plan assets	104.69	81.04

Composition of the plan assets

Reconciliation of plan assets		
Particulars	2021-22	2020-21
	₹	₹
Policy of insurance	100%	100%

Reconciliation of net defined benefit liability

Particulars	2021-22	2020-21
	₹	₹
Net opening provision in books of accounts	3.43	11.97
Transfer in/(out) obligation	-	-
Transfer (in)/out obligation	(12.60)	-
Employee Benefit Expense	(0.55)	4.66
	(9.73)	16.63
Contributions to plan assets	(0.69)	(13.20)
Closing provision in books of accounts	(10.42)	3.43

Principle actuarial assumptions

Particulars	2021-22	2020-21
	₹	₹
Discount Rate	6.90% p.a	6.55% p.a
Expected Return on Plan Assets	6.90% p.a	6.55% p.a
Salary Growth Rate	7.00% p.a	7.00% p.a
Withdrawal Rates	20.00% p.a at younger ages reducing to 1.00% p.a at older ages	20.00% p.a at younger ages reducing to 1.00% p.a at older ages

Table of experience adjustments

Particulars	2021-22	2020-21
	₹	-
Defined Benefit Obligation	94.27	84.46
Plan Assets	104.69	81.04
Surplus/(Deficit)	10.42	(3.43)
Experience adjustments on plan liabilities	(1.07)	(2.69)
Actuarial loss/(gain) due to change in financial assumptions	(2.63)	(2.11)
Actuarial loss/ (gain) due to change in demographic assumption	-	-
Experience adjustments on plan assets	(6.50)	0.25
Net actuarial loss/ (gain) for the year	(10.20)	(4.56)

(c) Other Long term benefits:

The company's longterm benefits includes leave encashment at the time of retirement subject to policy of maximum leave accumulation of company. The scheme is not funded. The company has made provision based on actual liability.

30.B Disclosures under Accounting Standard -18 (Related Party Disclosures)

Particulars	
Related party transactions	
Details of related parties:	
Description of relationship	Names of related parties
Key Management Personnel (KMP)	(a) Mr. Ashwin Natvarlal Shah (up to 06th November, 2019) (b) Mr. Ankur Ashwin Shah, Managing Director (c) Mr. Sandeep Ramrao Kadam, Whole time Director (d) Mr. Suvendu Banerjee, Whole time Director (e) Mr. Vasant Modak (Up to 23rd August, 2021) (f) Mrs. Pallavi Ashwin Shah (Up to 30th January, 2020) (g) Mrs. Preyal Ankur Shah, Non-Executive Director (Up to 14th December, 2021) (h) Mrs. Preyal Ankur Shah, Non-Executive Director and Chairperson (w.e.f. 11th January, 2022) (i) Mr. Jaykumar Toshniwal, Independent Director (w.e.f. 23rd August, 2021) (j) Mr. Divyakant Ramniklal Zaveri, Independent Director (w.e.f. 23rd August, 2021) (k) Ms. Charmy Shah, Company Secretary (w.e.f. 22nd October, 2021) (l) Mr. Piyush Harjibhai Patel, Chief Financial Officer (w.e.f. 23rd August, 2021)
Relatives of KMP	(a) Mrs. Pallavi Ashwin Shah (From 31st January, 2020) (b) Mrs. Amisha Savjani (c) Mr. Chetan Dharia (d) Mrs. Sarojini Kadam (e) Mrs. Rakhi Banerjee (f) Mrs. Foram Patel
Enterprise in which KMP / Relatives of KMP or Directors can exercise significant influence	(a) Krish Industries Private Limited (b) Krish Commodities Private Limited (c) Hindustan Cables & Wires (d) White Gold Technologies LLP (e) Ankur A Shah (HUF) (f) Ashwin N Shah (HUF) (g) Shah Engineering (Proprietor Ashwin N Shah (HUF)) (h) Shah Innovators (Proprietor Ankur A Shah (HUF))

Note: Related parties have been identified by the Management.

Details of related party transactions and balances outstanding

I. Details of related party transaction during the year:

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	₹	₹
Remuneration to Directors & Key Managerial Personnel		
Ashwin Natvarlal Shah	-	-
Ankur Ashwin Shah	120.00	120.00
Pallavi Ashwin Shah	-	-
Sandeep Kadam	18.15	12.46
Suvendu Banerjee	14.26	11.28
Piyush Patel	8.84	-
Charmy Shah	2.10	-
Director Sitting fees		
Divyakant Zaveri	1.60	-
Preyal Shah	0.93	-
Jaykumar Toshniwal	0.93	-
Professional charges to Key Managerial Personnel		
Vasant Modak	0.90	1.80
Interest Paid		
Salary to Relatives of Directors and Key Managerial Personnel		
Pallavi Ashwin Shah	-	-
Chetan Dharia	4.80	4.80
Sarojini Kadam	6.62	7.14
Rakhi Banerjee	4.80	5.57
Foram Patel	1.37	-
Loan Taken		
Ashwin Natvarlal Shah	-	9.90
Ankur Ashwin Shah	829.03	297.69
Pallavi Ashwin Shah	34.53	35.13
Preyal Ankur Shah	28.53	19.59
Krish Commodities Private Limited	31.85	32.00
Ankur A Shah (HUF)	13.86	163.06
Ashwin N Shah (HUF)	9.49	169.84
Loan Repaid		
Ashwin Natvarlal Shah	80.60	88.66
Ankur Ashwin Shah	186.91	204.09
Pallavi Ashwin Shah	139.88	275.44
Preyal Ankur Shah	68.28	15.05
Krish Commodities Private Limited	-	32.00
Ankur A Shah (HUF)	155.34	98.20
Ashwin N Shah (HUF)	195.43	105.47
Interest on unsecured loan		
Ashwin N Shah (HUF)	10.54	9.55
Ankur A Shah (HUF)	9.29	7.85
Pallavi Ashwin Shah	9.03	27.73
Preyal Ankur Shah	2.63	3.24
Purchase		
Krish Industries Pvt Ltd	516.70	198.32
White Gold Technologies LLP	4.65	2.37
Sales		
Krish Industries Pvt Ltd	0.05	1.35
White Gold Technologies LLP	58.02	28.59
Commission Expenses		
Krish Industries Pvt Ltd	-	-
Jobwork Charges		
Krish Industries Pvt Ltd	-	0.34

Rent Expenses		
Krish Industries Pvt Ltd	27.60	27.60
Rent Income		
White Gold Technologies LLP	2.40	2.40
Reimbursement of Electricity expenses		
Krish Industries Pvt Ltd	60.80	30.89

2. Details of related party balances outstanding during the year:

Particulars	As at 31 March 2022	As at 31 March 2021
Remuneration Payable		
Ankur Ashwin Shah	20.71	81.00
Sandeep Kadam	2.55	1.02
Suwendu Banerjee	2.08	0.86
Piyush Patel	1.76	-
Charmy Shah	0.75	-
Salary Payable		
Chetan Dharia	0.80	0.40
Sarojini Kadam	-	0.58
Rakhi Banerjee	-	0.49
Amount Payable		
Ashwin Natvarlal Shah	228.63	309.23
Ankur Ashwin Shah	888.63	246.51
Pallavi Ashwin Shah	-	105.35
Preyal Ankur Shah	-	39.75
Krish Commodities Private Limited	31.85	-
Ankur A Shah (HUF)	-	141.48
Ashwin N Shah (HUF)	-	185.94
Krish Industries Pvt Ltd	190.75	-
Hindustan Cables & Wires	0.53	0.53
Vasant Modak	-	0.22
Amount Receivable		
White Gold Technologies LLP	-	234.06
Krish Industries Pvt Ltd	-	26.12
Deposits		
Krish Industries Pvt Ltd - Rent Deposit	10.00	10.00
Hindustan Cables & Wires - Rent Deposit	0.51	0.51

30.C Disclosures under Accounting Standard-19 (Leases)**Company as a Lessee**

The Company's significant leasing arrangement are primarily in respect of operating leases for factory where the lease is cancellable by either of the party. The aggregate lease rentals paid during the year are as under:

Particulars	As at 31 March 2022	As at 31 March 2021
(a) The annual lease rent paid during the year	38.43	29.51
(b) The annual lease rent paid		
Not later than one year	28.80	17.14
Later than one year and not later than five year	100.80	-
Beyond five year	-	-

Company as a Lessor

The Company's significant leasing arrangement are primarily in respect of operating leases for factory. The aggregate lease rentals received during the year are as under

Particulars	As at 31 March 2022	As at 31 March 2021
(a) The annual lease rent received during the year	2.40	2.40
(b) The annual lease rent receivable		
Not later than one year	3.06	2.78
Later than one year and not later than five year	5.47	11.45
Beyond five year	-	-

30.D Disclosures under Accounting Standards - 20 (Earnings Per Share)**Computation of Earnings per share:**

Particulars	2021-22	2020-21
Profit available to Equity Share holders	245.89	186.24
Weighted average number of shares -		
shares Outstanding during the year before bonus issue(Nos.):	42,00,000	42,00,000
Add : Bonus Issue made (Nos.)	42,00,000	42,00,000
	84,00,000	84,00,000
Face Value per share	10	10
Basic Earnings per share	2.93	2.22
Diluted Earnings per share	2.93	2.22

30.E Disclosures under Accounting Standards- 22 (Accounting for taxes on Income)

Particulars	As at 31 March 2022	As at 31 March 2021
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of Property, plant and equipment	38.79	23.22
Others		
Tax effect of items constituting deferred tax liability	38.79	23.22
<u>Tax effect of items constituting deferred tax assets</u>		
On items disallowed u/s 43B of Income Tax Act, 1961	8.73	2.12
Tax effect of items constituting deferred tax assets	8.73	2.12
Net deferred tax (liability) / asset	(30.06)	(21.09)

30.F Disclosures under Accounting Standard-17 (Segment Reporting)
Operating Segments

I. Company has identified the two operating segment based on its operating activity

- a) Dairy & Kitchen equipment's segment
- b) Defence Products

Particulars	As at 31 March 2022			As at 31 March 2021		
	Dairy & Kitchen equipment's segment	Defence Products	Total	Dairy & Kitchen equipment's segment	Defence Products	Total
	-	-	-	-	-	-
Revenue						
External	1,417.57	3,574.35	4,991.92	1,070.43	2,432.23	3,502.66
Inter Segment	-	-	-	-	-	-
Total Sales & Operating Income	1,417.57	3,574.35	4,991.92	1,070.43	2,432.23	3,502.66
Other Income	8.42	6.46	14.88	22.23	61.96	84.19
Total Income	1,425.99	3,580.81	5,006.81	1,092.66	2,494.19	3,586.85
Segment Results	86.53	749.23	835.76	96.44	431.21	527.65
Add: Interest and Other Income			27.53			45.94
Less: other unallocable expenses			511.43			309.90
Profit Before Tax			351.86			263.69
Less: Taxes			105.97			77.45
Profit After Tax			245.89			186.24
Segment Asset	1,124.32	4,256.54	5,380.86	1,214.61	3,443.56	4,658.17
Unallocated Corporate Assets			1,400.54			973.35
Total Assets			6,781.40			5,631.52
Segment Liability	724.38	2,373.41	3,097.79	337.53	836.52	1,174.05
Unallocated Corporate Liabilities			1,271.68			2,628.38
Total Liabilities			4,369.47			3,802.43
Capital Expenditure	253.42	915.55	1,168.97	266.68	867.67	1,134.35
Unallocated Capital Expenditure			191.34			201.01
Total Capital Expenditure			1,360.31			1,335.36
Segment Depreciation	17.06	140.83	157.89	25.15	104.21	129.36
Unallocated Segment Depreciation			9.67			10.29
Total Segment Depreciation			167.56			139.65

NOTE NO. 31: Other Disclosures

31.A Disclosures related to Micro, Small and Medium Enterprises.

The Company has made payments of dues to Micro, Small and Medium enterprises generally within stipulated period of 45 days as prescribed under Micro, small and Medium Enterprises Development Act.

The details relating to Micro, Small and medium enterprise disclosed as under :

SN	Particulars	As at 31 March 2022	As at 31 March 2021
		-	-
1	The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year	151.48	152.67
2	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;		-
3	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	25.22	5.00
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	25.22	5.00
5	The amount of further interest remaining due and payable even in the succeeding 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 the Micro, Small and Medium Enterprises Development Act, 2006.		-

31.B Foreign Exchange exposure as on year end are as under:

	Particulars	As at 31 March 2022	As at 31 March 2021
		-	-
(a)	Amount Receivable	Rs. 30.68 \$0.46	Rs. 73.07 \$1.10
(b)	Advance received for supply of goods	- - -	Rs. 22.43 \$0.29 EUR 0.02

31.C Corporate Social Responsibility (CSR)

As per section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The areas for CSR activities are promoting education, art and culture, healthcare, destitute care and rehabilitation and rural development projects as specified in Schedule VII of the Companies Act, 2013. The details of amount required to be spent and actual expenses spent during the year is as under:

- Gross amount required to be spent by the company for the period ended (31st March, 2022 Rs. Nil) , (31st March, 2021 Rs. 6.35 Lakhs).
- Company is not required to spent any amount for CSR under section 135 of the Company Act, 2013 for the year, as the company's profit does not exceeds prescribed limit specified under section 135 of the Company Act, 2013 for preceding the company during preceding three years.
- Amount spent are as under:

SN	Particulars	Year ended 31 March 2022	Year ended 31 March 2021*
		-	-
1	Construction / Acquisition of Assets		
	- In cash	-	-
	- Yet to be paid in cash	-	-
2	On purpose other than (i) above		
	- In cash	-	15.50
	- Yet to be paid	-	-

* Out of above, Rs. 8.79 Lakhs is pertaining to FY 2019-20.

SN	Particulars	Year ended 31 March 2022	Year ended 31 March 2021*
	Shortfall at the end of the year	-	-
	Total of previous years shortfall	-	-
	Reason for shortfall,	NA	NA
	Nature of CSR activities	NA	Health
	Details of related party transactions	NA	NA
	Movements in the provision during the year	NA	NA

31.D Trade Payable Ageing summary

SN	Particulars	Less than 1 year	1-2 years	2-3 Years	More than 3 Years	Total
	As at 31 March 2022					
(i)	MSME	147.07	2.08	1.96	0.37	151.48
(ii)	Others	1,193.33	17.61	7.29	29.93	1,248.15
(iii)	Disputed Dues - MSME	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-
		1,340.40	19.69	9.25	30.30	1,399.63
	As at 31 March 2021					
(i)	MSME	137.03	13.05	2.58	0.01	152.67
(ii)	Others	450.76	9.42	60.04	0.02	520.24
(iii)	Disputed Dues - MSME	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-
		587.79	22.46	62.63	0.03	672.91

31.E Trade Receivable Ageing summary

SN	Particulars	Less than 6 Months	6 Months - 1 year	1-2 years	2-3 Years	More than 3 Years	Total
	As at 31 March 2022						
(i)	Undisputed Trade Receivable - Considered Good	1,716.08	207.89	15.51	17.38	151.97	2,108.83
(ii)	Undisputed Trade Receivable - Considered doubtful	-	-	-	-	-	-
(iii)	Disputed Trade Receivable - Considered Good	-	-	-	-	77.84	77.84
(iv)	Disputed Trade Receivable - Considered doubtful	-	-	-	-	-	-
	Total	1,716.08	207.89	15.51	17.38	229.81	2,186.67
	As at 31 March 2021						
(i)	Undisputed Trade Receivable - Considered Good	866.31	22.44	127.60	152.07	74.53	1,242.95
(ii)	Undisputed Trade Receivable - Considered doubtful	-	-	-	-	-	-
(iii)	Disputed Trade Receivable - Considered Good	-	-	77.84	-	-	77.84
(iv)	Disputed Trade Receivable - Considered doubtful	-	-	-	-	-	-
	Total	866.31	22.44	205.44	152.07	74.53	1,320.79

31.F Accounting Ratios

SN	Particulars	Numerator	Denominator	2021-22	2020-21	Variance (%)	Reason
1	Current Ratio (in times)	Current Assets	Current Liabilities	1.47	1.82	-19.19%	-
2	Debt-Equity Ratio (in times)	Total Debt	Shareholder's Equity	1.11	1.40	-20.43%	-
3	Debt Service Coverage Ratio (in times)	Earnings available for debt service	Debt Service	0.49	0.70	-30.15%	Due to Repayment of loans in current year
4	Return on Equity Ratio (in %)	Net Profits after taxes	Average Shareholder's Equity	12.60%	10.83%	16.27%	-
5	Inventory Turnover Ratio (in times)	Revenue from operations	Average Inventory	3.22	1.95	64.94%	Increase in turnover and decline in average inventory holding period
6	Trade Receivables turnover ratio (in times)	Revenue from operations	Average Accounts Receivable	2.85	2.76	3.14%	-
7	Trade Payable turnover ratio (in times)	Cost of sales + Other Expenses	Average Trade Payables	3.30	2.76	19.27%	-
8	Net capital turnover ratio (in times)	Revenue from operations	Average Working Capital	2.78	1.95	42.30%	Due to Increase in turnover and optimisation of working capital
9	Net profit ratio (in %)	Net Profit after tax	Revenue from operations	4.93%	5.32%	-7.36%	-
10	Return on Capital employed (in %)	Earning before interest and taxes	Capital Employed	12.19%	9.78%	24.62%	-
11	Return on investment (in %)	{MV(T1) - MV(T0) - Sum [C(t)]}	{MV(T0) + Sum [W(t) * C(t)]}	NA	NA	NA	-

31.G Details of quarterly returns and statement of current assets filed by the company with banks along with the reasons for material discrepancy

Qtr.	Name of Bank	Details of current assets	Amount as per books of account	Amount as reported in the quarterly return/ statement	Amount of difference	Reason for material discrepancies
Jun-21	Axis Bank / Standard Chartered Bank	Inventory	1,732.29	1,732.29	-	-
Jun-21	Axis Bank / Standard Chartered Bank	Book Debts	1,145.34	1,218.63	73.29	Unidentified credits were cleared after the stock statement submitted with banks
Jun-21	Axis Bank / Standard Chartered Bank	Trade Payable	374.91	372.35	(2.56)	-
Sep-21	Axis Bank / Standard Chartered Bank	Inventory	1,555.45	1,188.29	(367.16)	Dispatch made after the cut of date for which sales invoices made in September 21 were reversed from sales, which resulted into increase in stock as per books and decline in Book debts
Sep-21	Axis Bank / Standard Chartered Bank	Book Debts	1,199.46	1,720.56	521.10	
Sep-21	Axis Bank / Standard Chartered Bank	Trade Payable	370.70	375.42	4.72	
Dec-21	Axis Bank / Standard Chartered Bank	Inventory	1,438.93	1,438.93	-	-
Dec-21	Axis Bank / Standard Chartered Bank	Book Debts	1,121.43	1,672.93	551.50	Unidentified credits were cleared after the stock statement submitted with banks
Dec-21	Axis Bank / Standard Chartered Bank	Trade Payable	382.76	434.84	52.08	Payments made to creditors were accounted in respective party's ledger account after the statement submitted to banks.
Mar-22	Axis Bank / Standard Chartered Bank (refer below note (i))	Inventory	-	-	-	-
Mar-22	Axis Bank / Standard Chartered Bank (refer below note (i))	Book Debts	-	-	-	-
Mar-22	Axis Bank / Standard Chartered Bank (refer below note (i))	Trade Payable	-	-	-	-

Note

(i) Company has not submitted the statement of current asset with the bank for the March' 2022.

31.H Other Regulatory Disclosure

- (i) The Company do not have any Benami property, where any proceeding has been initiated or pending against The Company for holding any Benami property.
- (ii) Transactions with companies struck off.

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company
Ferroclad Solutions Private Limited	Rent on Plant & Machinery	-	No
Shivshakti Barrels Pvt. Ltd	Purchase of Goods	0.08	

(iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the year.

(v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(vi) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that The Company shall:

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

vii) The Company do not have any such transaction which is not recorded in the books of accounts and that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

viii) The company holds all the title deeds of immovable property in its name.

ix) The company is not declared as wilful defaulter by any bank or financial Institution or other lender.

NOTE NO. 32: Prior period Items

SN	Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Reversal of Bank Interest Income related to earlier years	11.45	-
	Provision for Interest on Micro Small and Medium Enterprise related to earlier years	14.86	-
	Total	26.30	-

NOTE NO. 33: Disclosure relating to Provision**Provision for warranty**

Warranty cost are provided based on a technical estimated of the costs required to be incurred for repairs, replacement, material cost, servicing based on past experience in respect of warranty costs. It is expected that this expenditure will be incurred over the contractual warranty period.

The movement in the above provisions are summarised below:

SN	Particulars	As at 31 March 2022	As at 31 March 2021
	Opening Balance	19.22	25.70
	Add: Provision created during the year	-	-
	Less: Provision reversed during the year	(4.43)	(6.47)
	Total	14.80	19.22

NOTE NO. 34: Disclosure related to Initial Public Offer (IPO)

During the year, the company had shown its interest to go for Initial public offer by filing Draft Red Herring Prospectus dated 11th February, 2022 with SME platform of National Stock Exchange (NSE) i.e. NSE Emerge. The company received the In-principle Approval from NSE as on 10th March, 2022. In pursuance to the in-principle approval company has filed Red Herring Prospectus dated 16th March, 2022 with National Stock Exchange (NSE), Security and Exchange Board of India (SEBI) and Registrar of Company (RoC). The Issue opened as on 25th March, 2022 and closed as on 29th March, 2022. In pursuance to the applications received the company filed Prospectus dated 31st March, 2022 with ROC, NSE and SEBI for 30,48,000 equity shares having face value of Rs. 10 each at the premium of Rs. 29 per share with the issue size of Rs. 1,188.72 Lakhs. The company received the Approval letter from NSE dated 05th April 2022 stating that the company shall be listed on NSE Emerge platform w.e.f. 06th April, 2022.

NOTE NO. 35:

The financial statements were authorized for issue in accordance with a resolution passed by the Board of Directors on 27th May, 2022. The financial statements as approved by the Board of Directors are subject to final approval by its Shareholders.

NOTE NO. 36: Previous year's figures

The figures of previous year have been re-arranged and regrouped wherever necessary to make them comparable with those of the current year.

As per our report of even date
For CNK & Associates LLP
Chartered Accountants
FRNo. : 101961W/W-100036

For and on behalf of the Board of Directors

Ankur Ashwin Shah
Managing Director
DIN : 01166537
Place: Mumbai

Sandeep Ramrao Kadam
Whole Time Director
DIN : 06841164
Place: Vadodara

Alok Shah
Partner
Mem no. 042005
Vadodara, 27th May, 2022

Charmy Shah
Company Secretary
Place: Vadodara

Piyush Harjibhai Patel
Chief Financial Officer
Place: Vadodara

Date: 27th May, 2022

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