



**LEXUS GRANITO
(INDIA) LIMITED**

13th
**ANNUAL
REPORT**

2020-21

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About Us

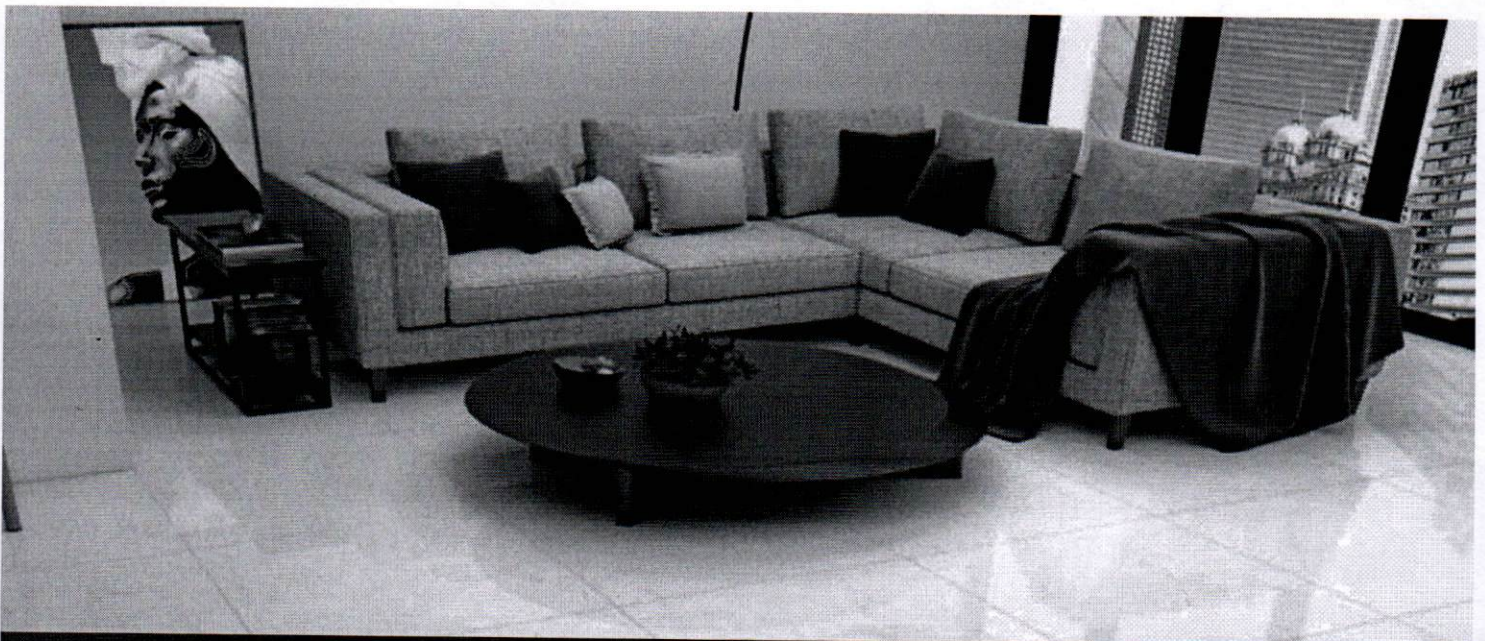


Established in the year 2008, the Lexus Granito (INDIA) Limited has emerged as a leading manufacturer of tiles in a short span of 13 years. Its leadership is marked by many successful challenges our incessant pursuit of excellence. Company have reported immense growth from 2008 to 2021 in just 13 years, it is fastest growing ceramic, vitrified tile company.

Lexus Group has been managed by entrepreneurs under the guidance of Our Founder Director Mr. Babulal Mahadevbhai Detroja, who have an esteemed knowledge of industry. At Lexus we understand the changing needs of ceramic industry from elegant wall tiles & floor tiles to decorative elevation tile.

The LEXUS GROUP is recognized for its exquisite new collections which bears the exceptionality of high definition digital printing. We have quality since long and for eternity, we believe in uninterrupted modernization and consolidation of service. Being a prominent exporter and supplier, our accessibility, unswerving supply and sensible pricing charms national and international clients bearing in mind that our ceramic products are premium in all aspects.

The industry enjoys the unique distinction of being exceedingly indigenous with an abundance of raw materials, technical skills, infrastructural facilities despite being reasonably capital intensive. As the consequence of this continued growth, now LEXUS GROUP is the key drivers for all ceramic tiles in India. With our technology advancements many new tile designs and tile applications are available for both home owner and commercial facilities situated in the nation as well as at international entity. This is a promise that here a wide range of excellent and designer entities will amaze you in all that way.



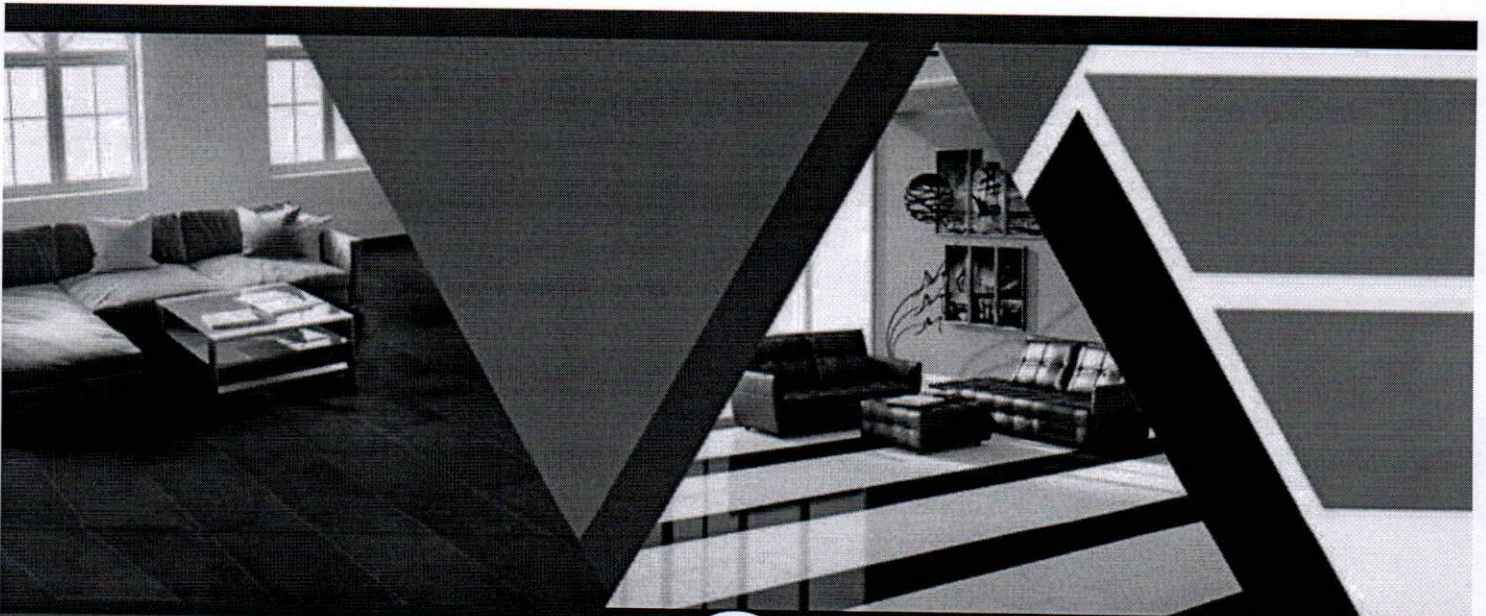
Company Overview



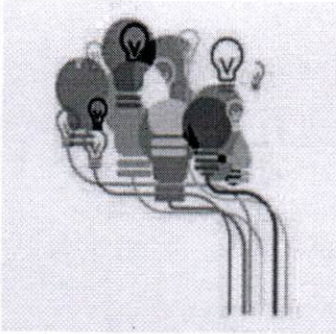
Since the commencement of Business in 2008, **Lexus Granito (India) Limited** is engaged in manufacturing, trading and marketing of vitrified ceramic tiles and wall tiles for the domestic and international markets. Our manufacturing facility is situated at Morbi, Gujarat and is spread over more than 4 hectares. Our manufacturing facility is well equipped with requisite plant and machineries and other facilities. We also have an in-house laboratory, enabling the company to develop new colors, besides facilitating conducting of tests and analysis of various products. Our quality system with respect to manufacture of our products has been ISO 9001:2008 certified. Further we have also been issued Certificate of Compliance by UK Certification & Inspection Ltd for our quality systems covering the design, manufacture and final inspection of the products. We manufacture and market our products under the brand name - **Lexus**.

The Company has carved a niche for itself in the industrial shoe/ uppers segment both internationally and in the domestic market. The quality of the Company's products and services provided is well recognized. Embarking on this strength we are constantly working towards expanding the market for Company's products to other countries apart from our present work areas.

Our total revenue is Rs. 10171.88 lakhs in FY 2020-21 as compared to Rs. 10370.48 lakhs in FY 2019-20 and profit after tax of Rs. (4866.21) lakhs in F.Y. 2020-21 as compared to Rs. (186.84) lakhs from F.Y. 2019-20.



Vision, Mission & Values



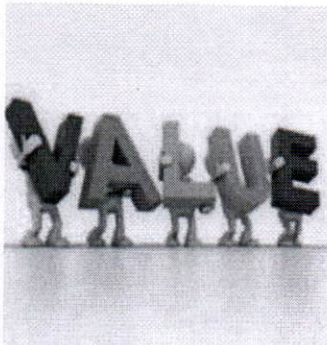
Vision

Be a company possessing expertise in quality work , providing varieties in products as per customer demand with overseas clientele



Mission

Creating wealth maximization along with Profit maximization for society, shareholders, employees along with an approach to deliver excellent and timely services to our customers



Values

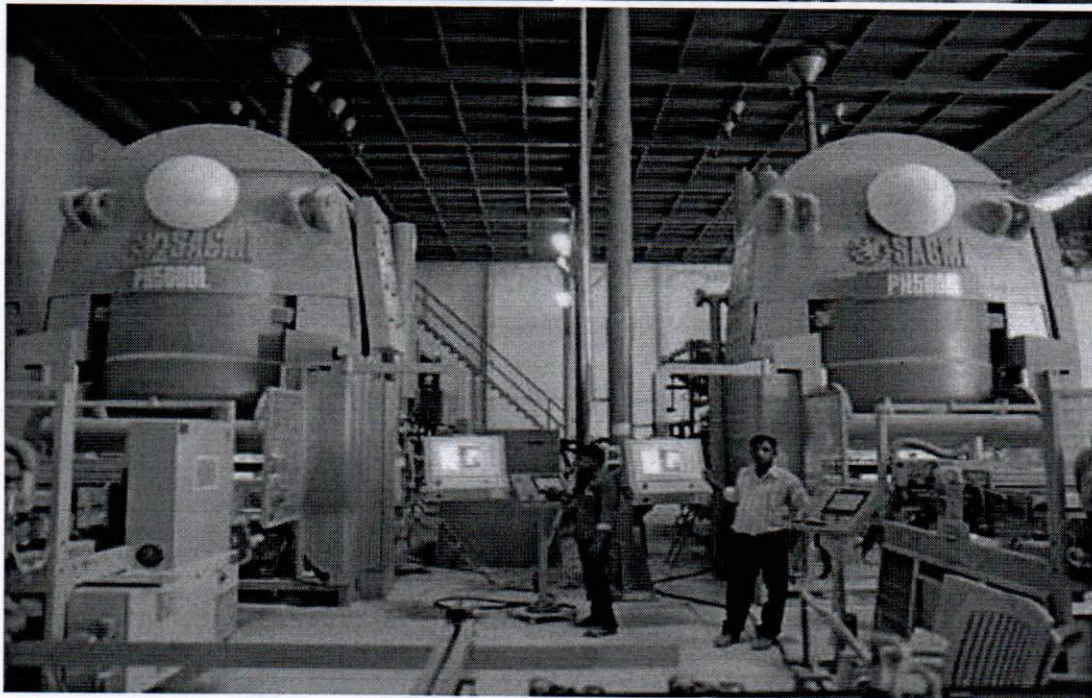
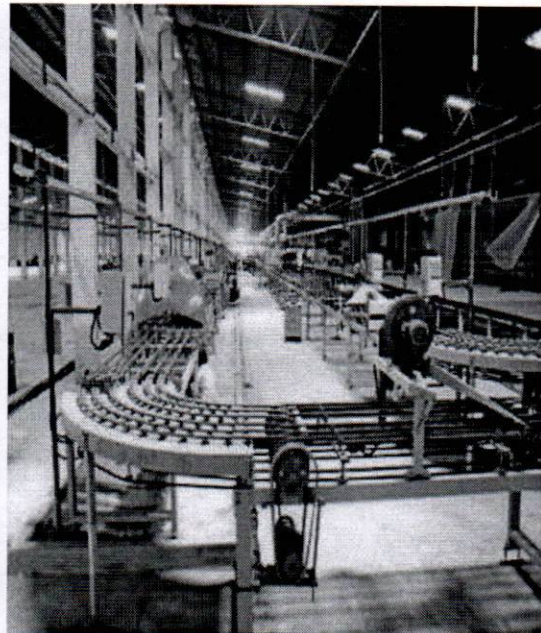
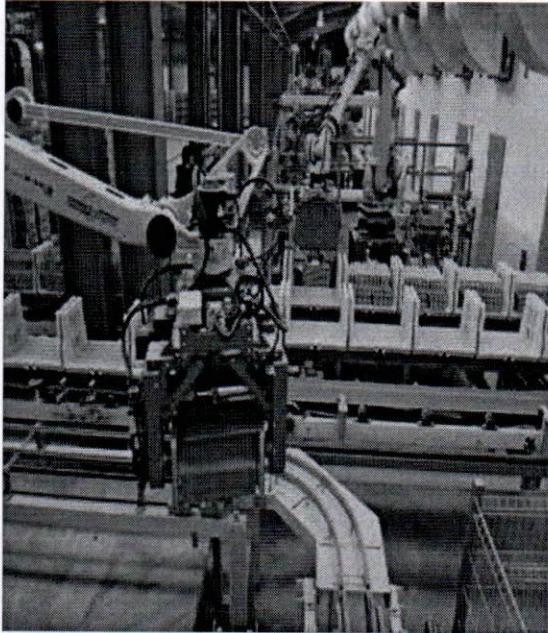
Passion: Passion is at the heart of our company. We are continuously moving forward, innovating, and improving.

Leadership: The courage to shape a better future

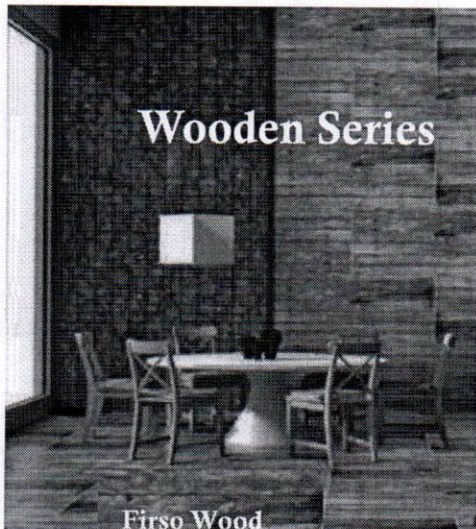
Connectivity over the globe: exporting in many different countries

Integrity- Integrity and Honestly in our dealings

Manufacturing Facility

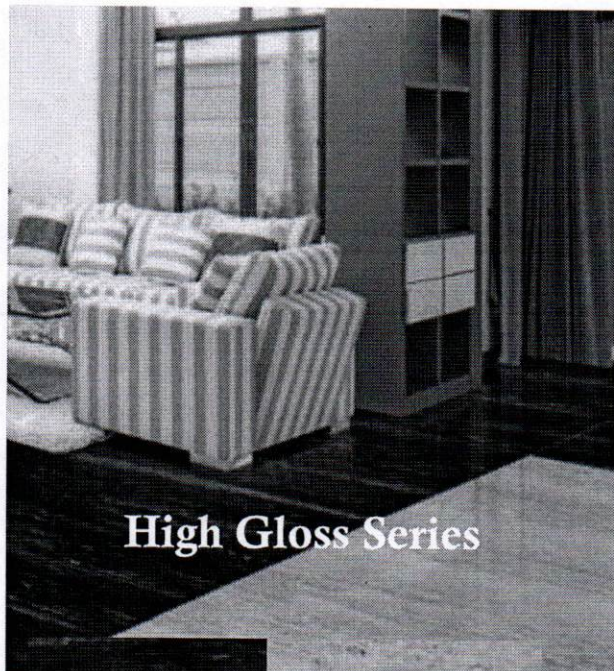


Products: Vitrified (Floor) Tiles



Wooden Series

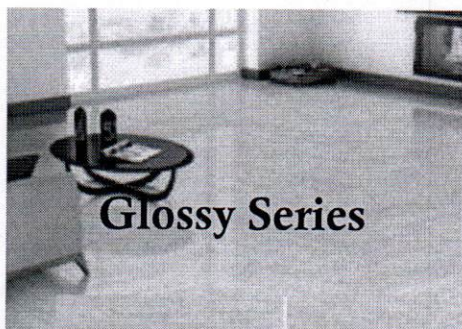
Firso Wood
Blue
600x1200 mm



High Gloss Series

Madried Brown
600x1200 mm

Rimney Ivory
600x1200 mm



Glossy Series

Sweden
600x600 mm



Rustic Series

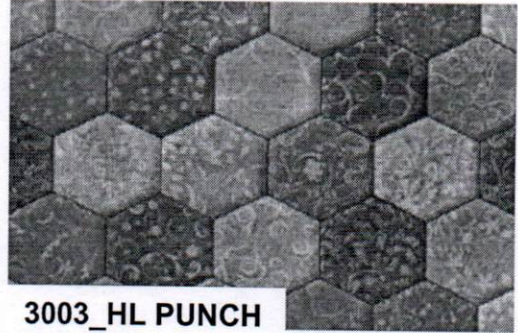
Parker Blue
600x600 mm

Parker Bianco
600x600 mm

Products: Wall Tiles



Natural White



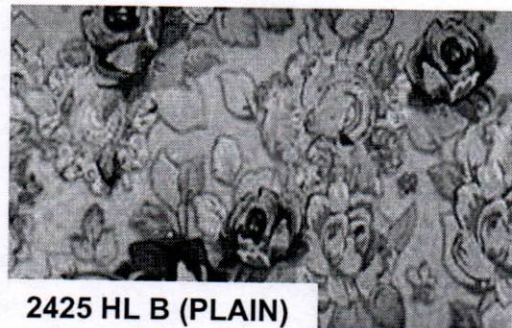
3003_HL PUNCH
12x18 Matt



4506_HL PLAIN
12x18 Glossy



Fabric Black



2425 HL B (PLAIN)
12x24 Glossy

Chairmans Message



Mr. Babulal Mahadevbhai Detroja Chairman & Whole Time Director

compared to Rs. (1.87) crore from F.Y. 2019-20.

We are overcoming the challenges we faced last year and as we prepare ourselves for the next phase of growth, we are taking strategic steps to achieve strength and scale.

At Lexus, we believe in meeting the needs and expectations of our esteemed customers. We shall achieve this with the help of a motivated and proactive family of employees committed towards innovation and continual improvement.

Dear Shareholders,

It is my pleasure to welcome you all to the 13th Annual General Meeting of the Company and I am extremely delighted to share with you, your Company's performance for the financial year 2020-21. Over the years, we have created a legacy of trust; and during the year we continued to build on it. Due to several Challenges faced by the company such as liquidity position, delayed payment from customers, working capital shortage, we incurred loss of Rs. 4866.21 lakhs this year.

Our total revenue is Rs. 101.71 crore in FY 2020-21 as compared to Rs. 103.70 crore in FY 2019-20 and profit after tax of Rs. (48.66) crore in F.Y. 2020-21 as

I complement each and every member of the Lexus family for their valuable contribution at all levels during the year. I also take this opportunity to thank all the stakeholders- employees, bankers, investors, customers, suppliers, government authorities, regulators and the management team of the Company for their association with the Company and I look forward to a positive interaction with all in the days to come.

Thanks and Best of Luck!!

BABULAL MAHADEVBHAI DETROJA
Chairman & Whole Time Director

Corporate Information



BOARD OF DIRECTORS

Chairman

Mr. Babulal Mahadevbhai Detroja

Managing Director

Mr. Anilkumar Babulal Detroja

Independent Directors

Mr. Jitendrabhai Chandulal Lakhtariya

Mr. Rakesh Jayantilal Amrutiya

Mr. Sagarbhai Rasikbhai Jasani

Executive Directors

Mr. Nilesh Babubhai Detroja

Mr. Hitesh Babulal Detroja

Ms. Parulben Nileshbhai Detroja

STATUTORY AUDITORS

M/s Ashok Holani & Co.

SECRETARIAL AUDITOR

M/s Manisha Godara & Associates

REGISTRAR & SHARE TRANSFER AGENT

Big Share Services Private Limited

1st Floor, Bharat Tin Works Building,

Opp. Vasant Oasis, Makwana Road, Marol, Andheri East,

Mumbai 400 059,

Maharashtra, India

Tel: +91 22 6263 8200

Fax: +91 22 6263 8299

Email: ipo@bigshareonline.com

Website: www.bigshareonline.com

Investor Grievance Id:

investor@bigshareonline.com

KEY MANAGERIAL PERSONNEL

Chief Financial Officer

Mr. Dilipbhai N Fultariya (till 21.09.2021)

Mr. Ishwarbhai Keshavjibhai Sanghani (from 22.09.2021)

Compliance Officer & Company Secretary

Ms. Kirti Goyal

PRINCIPAL BANKER

State Bank of India

INTERNAL AUDITOR

M/S B. A. Shah & Associates.

COMPANY DETAILS

Registered Office

Lexus Granito (India) Limited

Survey No. 800, Opp. Lakhdirpur Village,

Lakhdirpur Road, N. H. 8A, Tal. Morbi,

Lakhdirpur, Rajkot 363642, Gujarat, IN

Telephone: +91 7567500110

Email: info@lexustile.com

Website: www.lexustile.com

CIN: L26914GJ2008PLC053838

AUDIT COMMITTEE

Chairman

Mr. Jitendrabhai Chandulal Lakhtariya

Members

Mr. Rakesh Jayantilal Amrutiya

Mr. Anilkumar Babulal Detroja

**STAKEHOLDER'S
RELATIONSHIP COMMITTEE**

Chairman

Mr. Jitendrabhai Chandulal Lakhtariya

Members

Mr. Hitesh Babulal Detroja

Ms. Parulben Nileshbhai Detroja

**NOMINATION AND
REMUNERATION COMMITTEE**

Chairman

Mr. Jitendrabhai Chandulal Lakhtariya

Members

Mr. Sagarbhai Rasikbhai Jasani

Mr. Rakesh Jayantilal Amrutiya

**CORPORATE SOCIAL
RESPONSIBILITY COMMITTEE**

Chairman

Mr. Babulal Mahadevbhai Detroja

Members

Mr. Jitendrabhai Chandulal Lakhtariya

Mr. Nilesh Babubhai Detroja

Board of Directors



Babulal Mahadevbhai Detroja
Chairman & Whole Time Director

- He has nearly a decade of experience in the ceramic industry and has thorough knowledge of products of our Company.
- He is responsible for strategic growth of the Company & overall business operations.



Anilkumar Babulal Detroja
Promoter & Managing Director

- He has an experience of more than nine years in this industry and has been key person in formulating and implementation of business strategy for growth & expansion.
- He looks after financial affairs of the Company.



Nilesh Babubhai Detroja
Promoter & WTD

- He has an experience of more than nine years in the ceramic industry and currently looks after the production and product research & development of our Company.
- He handles our designing department and keeps the team updated with the latest on-going trends.



Hitesh Babulal Detroja
Promoter & WTD

- He has an experience of more than nine years in the ceramic industry and is entrusted with the responsibility to look after the marketing and administration department of our Company.
- He also looks after the export operations of our Company.

Board of Directors



Parulben Nileshbhai Detroja

Whole Time Director

She looks after the Human Resource Department of the Company and also manages the approvals required from the regulatory authorities from time to time.



Jitendrabhai Chandulal Lakhtariya

Director

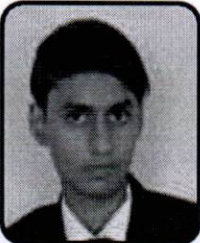
He has over 12 years of experience in operational areas of an organisation. He has done B.P.ed from Saurashtra University in the year 2010. He has prior experience of handling the Banking related activities



Rakesh Jayantilal Amrutiya

Director

Mr. Rakesh has done his graduation in B.Sc (Chemistry) from Saurashtra University and has 13 years of experience in functional area of an organisation



Mr. Sagar bhai Rasikbhai Jasani

Director

Mr. Sagarbhi Rashikbhai Jasani has completed his higher secondary education in Science stream from Gujarat Secondary and Higher Secondary Board, Gandhinagar and works in Varmora Granito Private Limited in the department of Production, Dispatch and Administration.

Key Managerial Personnel



Mr. Ishwarbhai Keshavjibhai Sanghani

Chief Financial officer

He is the Chief Financial Officer of our Company with effect from September 22, 2021. He is responsible for looking after accounting, finance and taxation of our Company.

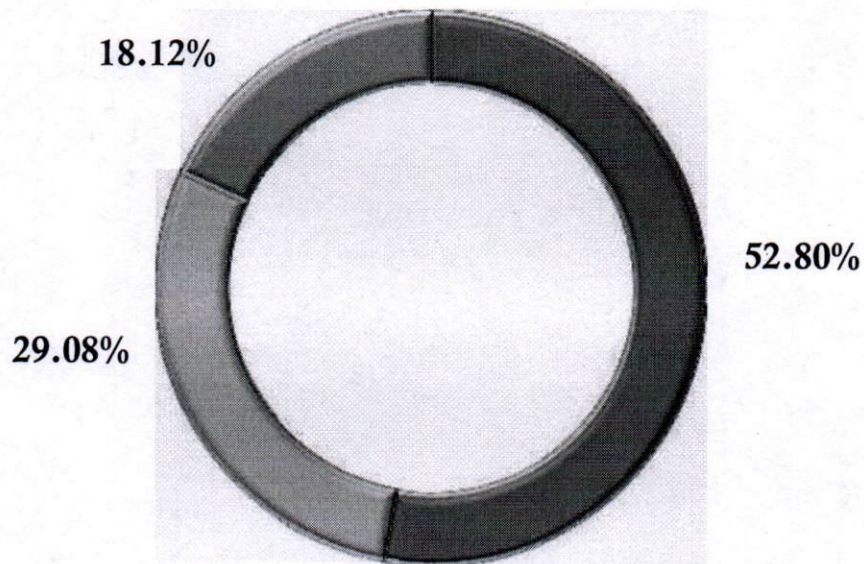


Ms. Kirti Goyal

Company Secretary

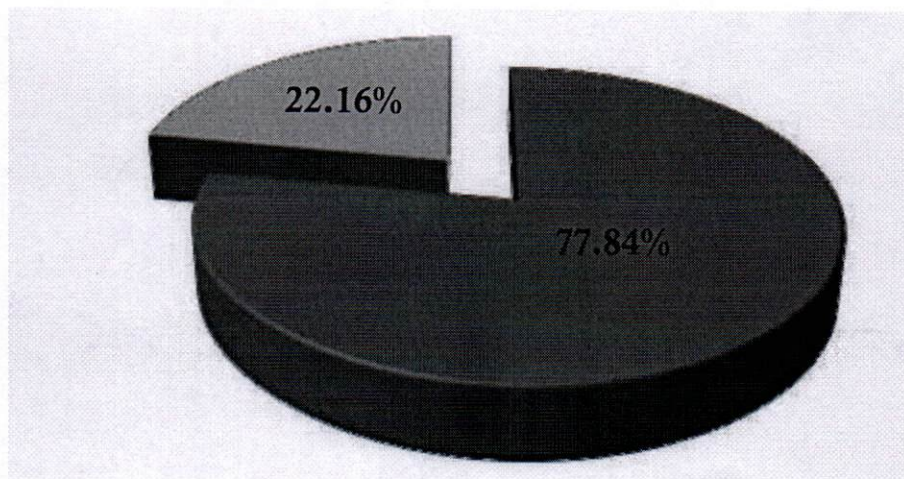
She is Company Secretary by qualification and an Associate member of Institute of Company Secretary of India. She looks after the legal, Secretarial and Compliance Department of our Company. Ms. Kirti Goyal has been appointed as Company Secretary-cum-Compliance officer of the Company w.e.f. from 17th January, 2020.

Ownership Structure



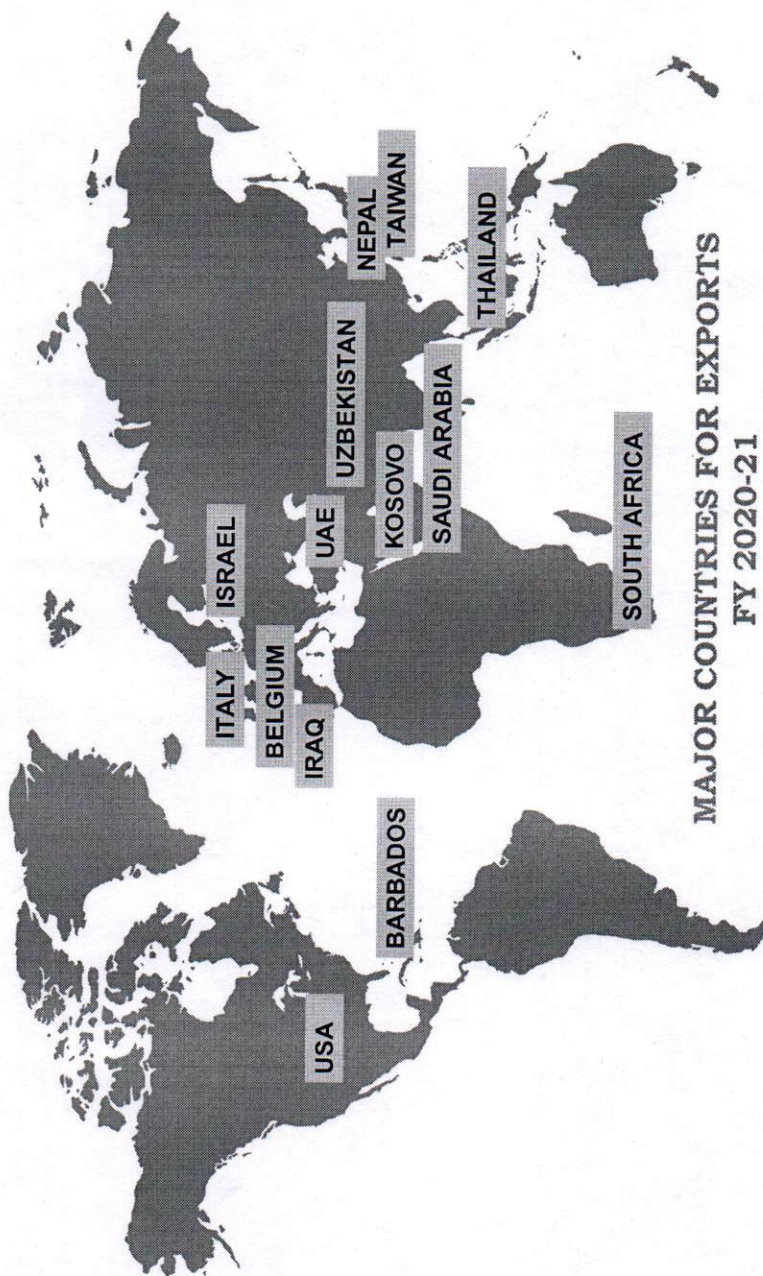
■ Promoters ■ Body Corporate/ Alternate Investment Fund/ Market Maker ■ Retail Shareholders

Domestic and Export Sales



■ Domestic Sales ■ Export Sales

Exports Overview



Notice



NOTICE IS HEREBY GIVEN THAT THE 13TH ANNUAL GENERAL MEETING (AGM) OF THE MEMBERS OF LEXUS GRANITO (INDIA) LIMITED (THE COMPANY) WILL BE HELD ON SATURDAY THE 20TH DAY OF NOVEMBER 2021 AT 02:00 P.M. THROUGH VIDEO CONFERENCE (VC)/OTHER AUDIO-VISUAL MEANS (AOVM) TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESSES:

Item No: 1 Adoption of Audited Standalone Financial Statements:

To consider and adopt the Audited Standalone Financial Statements of the Company for the year ended March 31, 2021 together with the reports of the Board of Directors and Auditors thereon;

Item No: 2 Re-Appointment of Directors liable to retire by rotation:

To Re-appoint Director Mrs. Parulben Nileshbhai Detroja (DIN: 02760294) who is liable to retire by rotation at this Annual General Meeting and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

Item No: 3 To make investments, give loans, guarantees and security in excess of limits specified under Section 186 of the Companies Act, 2013

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

"RESOLVED THAT pursuant to the provisions of section 186 of the Companies Act 2013 (as amended or re-enacted from time to time) read with rule no 11 & 13 the Companies (Meeting of Board and its Powers) Rules, 2014 and subject to the approval of shareholders in general meeting and subject to such approvals, consents, sanctions and permissions of the appropriate, authorities, departments or bodies as may be necessary, the, consent of members be and is hereby accorded to the Board of Directors to:

- (i) give any Loan to any person or other body corporate; or
- (ii) give any guarantee or to provide security in connection with the loan to any other body corporate or person, or
- (iii) acquire by way of subscription, purchase or otherwise, the securities of any other body corporate;

exceeding 60% of Company's paid-up capital, free reserves and securities premium account; OR 100% of its free reserves and securities premium account, whichever is more, as the Board of Directors may think fit, provided that the total loan or investments made, guarantees given, and securities provided shall not at any time exceed Rs. 125 Crores (Rupees One Hundred Twenty Five Crores) over and above the limits available to the Company under Section 186 of the Companies Act, 2013."



"RESOLVED FURTHER THAT pursuant to rule no 12 of the Companies (Meeting of Board and its Powers) Rules, 2014 and section 117 of the Companies Act 2013 (as amended or reenacted from time to time) read with rule no 24 of the Companies (Management and Administration) Rules 2014, Mr. Anilkumar Babulal Detroja (DIN: 03078203), Managing Director of the Company be and is hereby authorized to making necessary entries in the Register of Investment, authenticate it and file necessary forms with the Registrar of Companies within the prescribed time and fees."

"RESOLVED FURTHER THAT Mr. Anilkumar Babulal Detroja (DIN: 03078203), Managing Director of the Company be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto and sign and execute all deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid Resolution.

Item No: 4 To revise the borrowing limits

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

"RESOLVED THAT pursuant to Section 180(1)(c) of the Companies Act, 2013 and the rules made there under (including any statutory modifications or re-enactment(s) thereof for the time being in force) and the Articles of Association of the Company subject to the approval of Shareholders of the Company in the Annual General Meeting, the consent of Board of Directors be and is hereby accorded for Borrowing any sum or sums of money from time to time from any one or more of the Company Bankers and/or from any one or more other persons, firms, body corporate or financial institutions whether by way of cash credit, advance or deposits, loans or bills discounting or otherwise and whether unsecured or secured by mortgage, charge, hypothecation or lien or pledge of the Company's assets and properties whether movable or otherwise or all or any of the undertakings of the Company notwithstanding that the moneys to be borrowed together with moneys already borrowed by the Company (apart from temporary loans obtained from the Company's Bankers in Ordinary course of Business) will or may exceed the aggregate of the paid-up share capital and free reserves and securities premium, this is to say, reserves not set apart for any specific purpose such that the total borrowings shall not exceed **Rs. 525.00 Crores (Rupees Five Hundred Twenty Five Crores Only)** excluding of any interest or charges but including the Borrowing already availed and the Directors are hereby authorized to execute such deeds and instruments or writings as they think fit and containing such conditions and covenants as the Directors may think fit."

"RESOLVED FURTHER THAT Mr. Anilkumar Babulal Detroja (DIN: 03078203), Managing Director of the Company, be and are hereby authorized to finalize, settle and execute such documents/deeds/writings /papers and Agreements as may be required and to take all necessary steps and actions in this regard in order to comply with all the legal and procedural formalities and further to authorize any of its Committee(s), Director(s) or any Officer(s) of the Company to do all such acts, deeds and things as it may in its absolute discretion deem necessary proper and fit."



Item No: 5 To approve Material Related Party Transactions

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

“RESOLVED THAT pursuant to Section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its powers) Rules, 2014, Regulation 23(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Companies Policy on Related Party Transactions and any other applicable provisions (including any amendment(s), modification(s) or re-enactment(s) for the time being in force) consent of members be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/arrangement(s)/ transaction(s) with the related parties within the meaning of Section 2(76) of the Companies Act, 2013 with respect to Sale, purchase or supply of goods or materials, selling or otherwise disposing of, or buying, property of any kind, leasing of property of any kind, availing or rendering of any services, appointment of agent for purchase or sale of goods, materials, services or property or appointment of such parties to any office or place of profit in the company, exceeding the limited prescribed under the Act, on such terms and conditions as the Board of Directors Deem fit, upto a maximum aggregate value of **Rs. 50.00 Crores (Rupees Fifty Crores Only)** provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm's length basis and in ordinary course of business of the Company.”

“RESOLVED FURTHER THAT Mr. Anilkumar Babulal Detroja (DIN: 03078203), Managing Director of the Company be and is hereby authorized to execute the agreement for carrying out the related party transactions and to do all such acts, deeds, matters and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution.”

**By the Order of the Board
For LEXUS GRANITO (INDIA) LIMITED**

**Sd/-
Anilkumar Babulal Detroja
(Managing Director)**

**Date: 15.10.2021
Place: Morbi**

Important Notes



IMPORTANT NOTES:

1. Additional information, pursuant to Para1.2.5 of SS-2 ("Secretarial Standard on General Meetings") and Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of re-appointment of Mrs. ParulbenNileshbhaiDetroja (DIN: 02760294), who retires by rotation in the 13th Annual General Meeting are made part of their respective explanatory statements.
2. In view of the ongoing COVID-19 pandemic, the MCA has vide General Circular No 02/2021 dated January 13, 2021 in continuation of General Circular No. 20/2020 dated May 05, 2020 read with General Circular No. 14/2020 dated April 08, 2020 and General Circular No. 17/2020 dated April 13, 2020 (collectively referred to as 'MCA Circulars') permitted the holding of the AGM through VC/OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Act, SEBI Listing Regulations and MCA Circulars, the AGM of the Company is being held through VC/OAVM.
3. The relevant details, pursuant to Regulations 26(4) and 36(3) of the Listing Regulations and Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking re-appointment at this AGM is annexed.
4. 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 for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
7. Institutional/Corporate Shareholders (i.e. other than Individuals/HUF, NRI, etc) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc. authorizing its representative to attend the AGM through VC /OAVM on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to cs@lexustile.com
8. The Register of Members and Share Transfer Books of the Company will remain closed from **Saturday, 13th November, 2021 to Saturday, 20th November, 2021** (both days inclusive).



9. The Securities and Exchange Board of India (SEBI) vide its Circular No. CIR/MRD/DP/10/2013 dated March 21, 2013 has mandated all Companies to use approved electronic mode of payment for making cash payments such as dividend to the Members (where core banking details are available) or to print the bank account details of the Members (as per the Company's records) on the physical payment.
10. Hence, the Members are requested to furnish/update their bank account name & branch, bank account number and account type along with other core banking details such as MICR (Magnetic Ink Character Recognition), IFSC (Indian Financial System Code) etc. at the earliest with:
 - i. The respective Depository Participants (DP) (in case of the shares held in Electronic Mode) or;
 - ii. The Registrar & Share Transfer Agent of the Company (R&T Agent) (in case of the shares held in Physical form).
11. Members holding shares in Demat mode may kindly note that any request for change of address or change of E-mail ID or change in bank particulars/mandates or registration of nomination are to be instructed to their Depository Participant only, as the Company or its Registrar & Share Transfer Agent cannot act on any such request received directly from the Members holding shares in Demat mode. However, Members holding shares in physical mode are requested to notify the Registrar & Share Transfer Agent of the Company of any change in their address and e-mail id as soon as possible.
12. Members are requested to contact the Company's Registrar & Share Transfer Agent Bigshare Services Private Limited ("Bigshare" or "Registrar & Share Transfer Agent") having address at 1st Floor, Bharat Tin Works Building, Opposite Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai 400 059; Tel.: (022) 62638200/02 Email id: admission@bigshareonline.com; Website: www.bigshareonline.com for reply to their queries/redressal of complaints, if any, or contact Ms. Kirti Goyal, Company Secretary at the Registered Office of the Company (Phone No.: +91 2822 302330-33; Email: cs@lexustile.com).
13. To support the "Green Initiative" Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with Bigshare in case the shares are held by them in physical form. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2020-21 will also be available on the Company's website <http://www.lexusgranito.com/>, website of the Stock Exchanges i.e. National Stock Exchange of India Limited "Emerge Platform" and on the website of NSDL www.evotingindia.com
14. Members are requested to intimate changes, if any, pertaining to their name, postal address, email 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, IFS Code, etc., to their DPs in case the shares are held by them in electronic form and to Bigshare in case the shares are held by them in physical form.
15. Attendance of the Members participating in the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
16. The Cut-off date for determining the names of shareholders eligible to get Notice of Annual General Meeting is **Friday, 15th October, 2021.**



17. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and the Register of Contracts or arrangements in which Directors are interested maintained under Section 189 of the Act will be available during the meeting for inspection, to the Members attending the AGM.
18. Members may avail the facility of nomination by nominating a person to whom their shares in the Company shall vest in the event of their death. The prescribed form can be obtained from the Company's Registrar & Share Transfer Agent.
19. Members who hold shares in physical form in multiple folios in identical names or joint names in the same order of names are requested to send the share certificates to the Company's Registrar & Share Transfer Agent for consolidation into single folio.
20. Since, the securities of the Company are traded compulsorily in dematerialized form as per SEBI mandate, Members holding shares in physical form are requested to get their shares dematerialized at the earliest.
21. As per Regulation 40 of SEBI Listing Regulations, as amended, Securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrar and Share Transfer Agent, Bigshare Services Private Limited ("Bigshare") for assistance in this regard.
22. The Shareholders, seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company before the date of the AGM through Email on cs@lexustile.com. The same will be replied by/ on behalf of the Company suitably.
23. The Company has appointed *M/s Manisha Godara and Associates, Practicing Company Secretaries, New Delhi* as scrutinizer to scrutinize the voting and the voting process in a fair and transparent manner.
24. The Chairman shall, at the AGM, at the end of discussion on the Resolutions on which the voting is to be held, allow voting with the assistance of the Scrutinizer, by use of e-voting for all those Members who are present at the AGM through VC/AOVM.
25. The scrutinizer shall after the conclusion of voting at the Meeting, will first count the votes cast at the Meeting in the presence of at least two witnesses not in the employment of the Company and shall make and submit, within 48 hours 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 voting within 48 hours of conclusion of the AGM.
26. The Notice of the AGM shall be placed on the website of the Company till the date of AGM. The Results declared, along with the scrutinizer's Report shall be placed on the Company's website



www.lexusgranito.com 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(s) where the shares of the Company are listed. Further, the results shall be displayed on the Notice Board of the Company at its Registered Office.

27. Pursuant to Section 108 of Companies Act, 2013 read with rules made there under and Regulation 44 of the SEBI (LODR) Regulations, 2015, the Company is providing e-voting facility to its Members to exercise their votes electronically on the item of business given in the Notice through the electronic voting service facility provided by NDSL.
28. The deemed venue for AGM shall be registered office (deemed place of meeting) and also via VC/OAVM, the Route Map is also annexed in this notice.

THE INSTRUCTIONS FOR SHAREHOLDERS VOTING ELECTRONICALLY ARE AS UNDER:

- i. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL
- ii. The voting period begins on **Wednesday, 17th Day of November, 2021 at 10.00 A.M. and ends on Friday, 19th day of November, 2021 at 5.00 P.M.** During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date **12th November, 2021** may cast their vote electronically and that a person who is not a member as on the cut-off date should treat this notice for information purposes only. The e-voting module shall be disabled by NSDL for voting thereafter. Those Members, who will be present in the AGM through VC / OAVM facility or physically and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.
- iii. The Board of Directors has appointed **M/s Manisha Godara and Associates, Practicing Company Secretaries, New Delhi** as scrutinizer to scrutinize the votes during the AGM and the remote e-voting process in a fair and transparent manner.
- iv. The Members who have casted their vote by remote e-voting prior to the AGM may also attend /participate in the AGM through VC/OAVM/physically but shall not be entitled to cast their votes again.
- v. The Details of the process and manner for remote e-voting are explained herein below:

The remote e-voting period begins on 17 November, 2021 at 10:00 A.M. and ends on 19 November, 2021 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.



How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

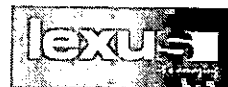
How to Log-in to NSDL e-Voting website?

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****



c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***
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- 5. Your password details are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
- 6. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- 7. Now, you will have to click on "Login" button.
- 8. After you click on the "Login" button, Home page of e-Voting will open.

Details on Step 2 is mentioned below:

- How to cast your vote electronically on NSDL e-Voting system?**
- 1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
 - 2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.



3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to _____ <Please mention the e-mail ID of Scrutinizer> with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on www.evoting.nsdl.com to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request to (Name of NSDL Official) at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice :

1. In case shares are held in physical mode please provide 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 tocs@lexustile.com
In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@lexustile.com



THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. 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.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (company email id). The same will be replied by the company suitably.

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

1. For Physical shareholders-please provide necessary details like Folio No., name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of AADHAR card) by email to the Company/RTA email id.



- II. For Demat Shareholders- please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID+CLID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of AADHAR card) by email to the Company/RTA email id.
- III. The Company/RTA shall co-ordinate with CDSL/NSDL and provide the login credentials to the above-mentioned shareholders.



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

Item No. 3: To make investments, give loans, guarantees and security in excess of limits specified under Section 186 of the Companies Act, 2013

The company is desirous of increasing the limits of making investments, giving loans, guarantees and security beyond the existing limits and limits specified under Section 186 of the Companies Act, 2013.

Pursuant to provisions of Section 186 of the Companies Act, 2013 read with relevant rules there under and all other applicable provisions, if any, of the Companies Act, 2013, a Company is required to obtain prior approval of its members through a Special Resolution, in case the Company wants to:

- (i) give any Loan to any person or other body corporate; or
- (ii) give any guarantee or to provide security in connection with the loan to any other body corporate or person, or
- (iii) acquire by way of subscription , purchase or otherwise, the securities of any other body corporate;
exceeding 60% of Company's paid-up capital, free reserves and securities premium account; OR
100% of its free reserves and securities premium account, whichever is more.

In view of this, the consent and approval of shareholders is sought in accordance with the said provisions, for increasing the limit of upto Rs. 125 Crores (Rupees One Hundred Twenty Five Crores) over and above the limits available to the Company under Section 186 of the Companies Act, 2013.

The Directors, therefore, recommend the passing of the Special Resolution mentioned under Item No. 3 of the accompanying Notice for the approval of the Members of the Company.

None of the Directors, and relatives thereof, in any way, is financially or otherwise concerned or interested in the Special Resolution set out at Item No.3 of the Notice, except to the extent of their shareholding.

Item No. 4: To revise the borrowing limits

The Company is in need of more funds to carry out its business operations smoothly, therefore the Board of Directors of the Company wants to increase the borrowing limits of the Company beyond the existing limits and limits specified u/s 180(1)(c). Hence it is proposed to increase the maximum borrowing limits from Rs. 500 crores to Rs. 525.00 Crores (Rupees Five Hundred Twenty Five Crores Only).

Pursuant to Section 180(1)(c) of the Companies Act, 2013, the Board of Directors cannot borrow more than the aggregate of the paid-up share capital and free reserves and securities premium except with the consent of the members of the Company in a general meeting.

The Directors, therefore, recommend the passing of the Special Resolution mentioned under Item No. 4 of the accompanying Notice for the approval of the Members of the Company.



None of the Directors, and relatives thereof, in any way, is financially or otherwise concerned or interested in the Special Resolution set out at Item No.4 of the Notice, except to the extent of their shareholding.

Item No. 5: To approve Material Related Party Transactions

The company needs to enter into various contact(s)/arrangement(s)/ transaction(s) with the related parties within the meaning of Section 2(76) of the Companies Act, 2013 with respect to Sale, purchase or supply of goods or materials, selling or otherwise disposing of, or buying, property of any kind, leasing of property of any kind, availing or rendering of any services, appointment of agent for purchase or sale of goods, materials, services or property or appointment of such parties to any office or place of profit in the company. Such transactions may exceed the limited prescribed under the Act and Rules.

Pursuant to section 188 of the Companies Act, 2013 no contract or arrangement, or transactions exceeding such sums as mentioned in Rule 15 of The Companies (Meetings of Board and its Powers) Rules, 2014 shall be entered into except with the prior approval of the members by an ordinary resolution

on such terms and conditions as the Board of Directors Deem fit, upto a maximum aggregate value of Rs. 50.00 Crores (Rupees Fifty Crores Only) provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm's length basis and in ordinary course of business of the Company."

In view of this, the consent and approval of shareholders is sought in accordance with the said provisions, for increasing the limits of related party transaction of upto Rs. 50.00 Crores (Rupees Fifty Crores Only) over and above the limits available to the Company under Section 188 of the Companies Act, 2013.

The Directors, therefore, recommend the passing of the Ordinary Resolution mentioned under Item No. 5 of the accompanying Notice for the approval of the Members of the Company.

None of the Directors, and relatives thereof, in any way, is financially or otherwise concerned or interested in the Special Resolution set out at Item No.4 of the Notice, except to the extent of their shareholding.

**By the Order of the Board
For LEXUS GRANITO (INDIA) LIMITED**

**Sd/-
Anilkumar Babulal Detroja
(Managing Director)**

Date: 15.10.2021

Place: Morbi

Director's Report



Dear Shareholders,

The Directors of your Company with immense pleasure, presenting the 13th Annual Report on the business and operation of the company together with Audited Financial Statements of Accounts and the Auditors Report of your Company for the Financial Year ended on 31st March, 2021.

FINANCIAL HIGHLIGHTS:

The Company's financial performance for the year ended 31st March, 2021 is summarized below:

Particulars	(Amount in cr.)	
	As on 31.03.2021	As on 31.03.2020
Sales/Income from Business operations (Gross)	101.63	100.65
Less: Excise Duty	-	-
Net Sales	101.63	100.65
Other Income	0.08	3.05
Total Revenue	101.71	103.70
Less: Total Expenses	150.93	104.81
Profit/(Loss) before Tax	(49.21)	(1.11)
Less: Current tax expense for current year	-	0.59
Less: Deferred tax	(0.54)	0.17
Less: MAT Credit Entitlement	-	-
Less: Earlier Year	-	-
Net Profit/ (Loss) after Tax for the year	(48.66)	(1.87)
Earnings per share (Basic)	(25.36)	(0.97)
Earnings per share (Diluted)	(25.36)	(0.97)

STATE OF COMPANY'S AFFAIRS

BUSINESS OPERATIONS

In late calendar 2019, COVID-19, commonly known as "novel coronavirus" was first reported in Wuhan, China. Since then, the virus has progressively spread globally to many countries. The World Health Organization declared the COVID-19 outbreak as a health emergency of international concern on January 30, 2020 and thereafter categorized the outbreak as a pandemic on March 11, 2020. In order to contain the spread of COVID-19 virus, the Government of India initially announced a 21 days lockdown



on March 24, 2020, which, after being subject to successive extensions, is being relaxed currently. The company business operations were seriously affected in the first quarter of FY 2020-21 and our manufacturing facilities were closed during that period. The production in our units was restated in the month of June, 2020 with due protocols and safety measures.

During the nine months of our operations in the last financial years, our operations were slowly and swiftly improved and your company was able to maintain the sales as reported in the FY 2019-2020 due to improved demands for tiles and better realizations due to shortage of tiles in the both domestic and overseas. Further in the current year our company changed its method of valuation of finished goods inventories from market price to cost price to align with the principal of valuations as stated in AS-2 issued by the ICAI. This resulted in affecting our earnings for the last financial year and your company reported net loss of Rs.(49.21) crore in the financial year. Your company is hopeful for the much better performance in the current financial year. A brief description of our business and other things are illustrated below.

BUSINESS

- The Company is engaged in manufacturing, dealing and marketing of vitrified floor ceramic tiles and wall tiles, catering domestic and international markets
- The company during the current financial year has made new Capex of Rs.3.82 Cr out of its internal accruals to set new glazed vitrified line and new digital machine to enhance the quality of our products and introducing new designs in the market.
- Exporting to nearly 20 countries-Belgium, Canada, Mexico, Egypt, Australia, Saudi Arabia, Mexico, Kuwait, U.S.A., U.K., etc.

LOCATION

- The manufacturing facility is spread over 4 hectares
- It is well equipped with requisite plant and machineries along with other facilities
- Presently, we have 107 employees at our manufacturing facility and registered office.

CERTIFICATIONS

- Two Star Export House by the Directorate General of Foreign Trade
- Quality system of manufactured product is ISO 9001:2008 certified
- Recently awarded by Rising Stars at Power Brands Global London International Forum for Equality.

Our Company has been operating in both domestic and international markets. Our revenue from domestic and export operations contributed 77.84% and 22.16% respectively of our total revenue from operations for the year ended March 31, 2021. During FY 2020-21, we exported our products to various countries such as Barbados, Belgium, Uzbekistan, Iraq, Israel, Italy, Kosovo, Nepal, South Africa, Saudi Arab, UAE, Taiwan, Thailand, USA etc. We intend to continue to mark a presence in global markets in our industry by supplying innovative products at competitive prices.



FINANCIAL PERFORMANCE

Our total revenue is Rs. 10, 171.88 lakhs in FY 2020-21 as compared to Rs. 10, 370.48 lakhs in FY 2019-20. The sales of our company have increased in the current financial year.

Due to several challenges faced by the company such as acute liquidity position, delayed payment from customers and, working capital shortage and change in the method of valuation of finished goods inventories , our company has Incurred Loss of Rs. (4866.21) lakhs in F.Y. 2020-21 as compared to Rs. (186.84) lakhs in F.Y. 2019-20. During the year company rating by the rating agencies also declined due to default in payment of interest and timely repayments of debts taken. Overall this was very bad year for the company both in profits and sales.

Your management is striving hard to address all the issues coming in the company and is confident that new strategies now being pursued by the company to focus on low cost tiles is appropriate for achieving the desired result. Considering the brand equity enjoyed by the company and the performance of the company during the year in a tough environment, and several steps taken for improving the performance of the company, the management therefore believes, it is appropriate to prepare the financial statements on going concern basis.

TRANSFER TO RESERVES

The board of Directors of the company has not transferred any amount to its Reserve & Surplus during the Financial Year 2020-21.

DIVIDEND

No Dividend has been declared by the company for the year ended March 31, 2021 with a futuristic approach to retain the earnings in the business for expansion from internal accrual for the growth of the company.

CHANGE IN THE NATURE OF BUSINESS

During the year under review, there was no change in the nature of business of the company.

CHANGES IN BOARD OF DIRECTORS AND KMP DURING THE YEAR

During the year under review, there was no change in the board of directors and KMP of the company.

COST AUDIT

The provision of section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 and Rule 14 of the Companies (Audit and Auditor) Rules, 2014 are not applicable to the Company.

SHARE CAPITAL AND OTHER CHANGES

During the Financial Year 2020-21, there are no changes in the Company took place as stated below: -



1. Authorized Share Capital

As on date of this report the Authorised Share Capital of the company is Rs. 22.00 Crores divided into 2,20,00,000 equity shares of Rs. 10 each.

2. Preferential Issue

During the Financial Year no shares were issued under any Preferential Issue.

3. Right Issue

During the year company has not increased its issued and paid-up Equity Share Capital by making any right issue of shares.

4. Bonus Issue

During the Financial Year no shares were issued to existing shareholders as Bonus Shares under any Bonus Issue.

5. Issue of Equity Shares with Differential Rights

Company does not have Equity Shares with differential rights and have not issued any shares with differential rights during the financial year 2020-21.

6. Issue of Sweat Equity Shares

During the Financial Year no shares were issued as Sweat Equity Shares under any Scheme.

7. Issue of Employee Stock Options

During the Financial Year no shares were issued under any Scheme of Employee Stock Option.

8. Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees

There was no provision made of the money by the company for purchase of its own shares by employees or by trustees for the benefit of employees or by trustees for the benefit of employees.

9. Splitting/Sub Division of shares

No splitting/ sub division of shares was done during the financial year 2020-21.

10. Further Issue of Shares Through Initial Public Offer and Listing of Shares

No further issue of shares was done during the financial year 2020-21.

TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection fund (IEPF).



DEPOSITS

Company has complied with section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 and there is no outstanding deposit due for re-payment. Hence the requirement of furnishing the details of the deposits which are not in compliance with chapter V of the Act is not applicable.

REGISTRAR & SHARE TRANSFER AGENTS

The Company has appointed M/s Big Share Services Private Limited as its Registrar & Share Transfer Agent.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Composition of Board of Directors

The Board of Directors of Lexus Granito (India) Limited is a balanced one with an optimum mix of Executive and Non-Executive Directors. They show active participation at the board and committee meetings, which enhances the transparency and adds value to their decision making. The Board of the Company is headed by an Executive Chairman. Chairman takes the strategic decisions, frames the policy guidelines and extends wholehearted support to Executive Directors, business heads and associates.

As on 31st March, 2021, The Board of company consists of Eight (8) Directors. The composition and category of Directors is as follows:

Category	Name of Directors	DIN
Chairman and Whole time Director	Mr. Babulal MahadevbhaiDetroja	01725541
Managing Director	Mr. Anilkumar Babula IDetroja	03078203
Whole time Director	Mr. Nilesh Babubhai Detroja	01725545
Whole time Director	Mr. Hitesh Babulal Detroja	02760273
Whole time Director	Ms. ParulbenNileshbhaiDetroja	02760294
Independent Director	Mr. Rakesh Jayantilal Amrutiya	08421454
Independent Director	Mr. JitendrabhaiChandulalLakhtariya	08344782
Independent Director	Mr. SagarbhaiRasikbhai Jasani	08604418

Independent Directors

During the year under review, there were no changes in the independent directors of the company.



CFO, CS and Managing Director (KMP)

Mr. Dilipbhai N Fultariya was appointed as the Chief Financial Officer (CFO) of the company w.e.f May 04, 2017 as per the provisions of the Companies Act 2013. He handles finance and accounts of the company and is associated with the company since last eight years.

However Mr. Dilipbhai N Fultariya resigned from the post of CFO of the company w.e.f. 21st September 2021 and Mr. IshwarbhaiKeshavjibhai Sanghani was appointed in his place as the CFO of the company w.e.f 22nd September 2021. Board would like to thanks Mr. Dilipbhai N Fultariya for his services to the company as CFO.

Mr. Anilkumar Babulal Detroja was appointed as Managing director on the board w.e.f 04th May 2017 for a term of five years and has been handling the management of the company utmost efficiency.

Ms. Kirti Goyal, M. No. 60867 has been appointed as Company Secretary-cum-Compliance Officer of the company with effect from 17th January, 2020.

Appointment of Whole –Time Director

Mr. Babulal MahadevbhaiDetroja, Mr. Nilesh Babubhai Detroja, Mr. Hitesh Babulal Detroja and Ms. ParulbenNileshbhaiDetroja were appointed as a Whole-time Directors of the company on the Board w.e.f. 04th May 2017 for a term of five years under the provisions of section 196, 203 and applicable provisions of the Companies Act 2013.

Directors Liable to retire by rotation and be eligible to get Re-Appointed

Pursuant to the provisions of section 152(6) and other applicable provisions of the Companies Act, 2013, Mrs. ParulbenNileshbhaiDetroja (DIN: 02760294) appointed as a Whole Time Director on the board w.e.f 13th April 2017 for a term of five years is liable to retire by rotation at the ensuing 13th AGM, and being eligible to get re-appointed as Whole Time Director of the company in the ensuing AGM of the company. Accordingly, requisite resolution shall form part of the Notice convening the AGM.

MEETINGS OF INDEPENDENT DIRECTORS

In Compliance with the Companies Act, 2013 and SEBI (Listing Obligations and Regulations) Requirement, 2015; the Independent Directors Meeting of the Company was held on 11.06.2020 and 16.03.2021 Independent Directors Meeting considered the performance of Non-Independent Directors and Board as whole, reviewed the performance of Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board.

Whenever any new Independent Director is appointed, he/she is made familiar to the business and its operations and also about his/her role and duties through presentations/programmes by Chairman, Managing Director and Senior Management.

Pursuant to Clause VII of the Schedule IV of the Companies Act, 2013 and Regulation 25 of Listing Regulations, the Independent Directors of the Company are required to hold at least one meeting in a



year without the attendance of Non-Independent Directors and Members of Management. All the Independent Directors of the Company shall strive to be present at such meeting.

All Independent Directors were present at the meetings of Independent Directors held on 18.12.2020.

Name of the Member	Position	Status
Mr. Jitendra bhai ChandulalLakhtariya	Chairman	Non-Executive Independent Director
Mr. Rakesh Jayantilal Amrutiya	Member	Non-Executive Independent Director
Mr. SagarbhaiRasikbhai Jasani	Member	Non-Executive Independent Director

DECLARATION BY INDEPENDENT DIRECTORS

All the Independent Directors have confirmed to the Board that they meet the criteria of independence as specified under Section149(6) of the Act and that they qualify to be independent directors pursuant to the Rule 5 of the Companies (Appointment and Qualification of Directors) Rules, 2014. They have also confirmed that they meet the requirements of 'Independent Director' as mentioned under Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The confirmations were placed before and noted by the Board.

SECRETARIAL AUDIT

The Secretarial Audit Report for the financial year ended March 31, 2021 is annexed herewith marked as **Annexure-I** to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

MEETINGS OF THE BOARD OF DIRECTORS

The Board meets at regular intervals to discuss and take a view on the Company's policies and strategy apart from other Board matters. The notice for the board meetings is given well in advance to all the Directors.

During the year, the Board of Directors met nine times and board meetings were held on the following dates as mentioned in the table:

Sr. No.	Date of Meeting	Board Strength	No. of Directors Present
1	17/04/2020	8	8
2	29/07/2020	8	8
3	02/09/2020	8	8
4	12/10/2020	8	8
5	21/10/2020	8	8
6	20/11/2020	8	8
7	09/12/2020	8	8



8	23/12/2020	8	8
9	27/03/2021	8	8

Frequency and Quorum at these Meetings were in conformity with the provisions of the companies Act, 2013 and the "Listing Regulation" and the listing agreements entered into by the company with the Stock Exchange. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts/arrangements/transactions that were entered by the Company during the Financial Year were in Ordinary Course of the Business and on Arm's Length basis. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) (h) of the Companies Act, 2013 is disclosed in Form AOC-2 in Annexure-II is annexed to this report.

There have been no materially significant related party transactions between the Company and the Directors; the management, the subsidiaries or the relatives except for those disclosed in the financial statements. Accordingly, particulars of contracts or arrangements with related parties referred to in Section 188(1) along with the justification for entering into such contract or arrangement is disclosed in the financials.

DIRECTORS APPOINTMENT, REMUNERATION AND ANNUAL EVALUATION

The Company has devised a Policy for Directors; appointment and remuneration including criteria for determining qualifications; performance evaluation and other matters of Independent Directors, Board, Committees and other individual Directors which include criteria for performance evaluation of both non-executive directors and executive directors.

The Company's Nomination & Remuneration policy which includes the Director's appointment & remuneration and criteria for determining qualifications, positive attributes, independence of the Director & other matters is attached as Annexure-III to this Report and the same is also available on the website of the Company at the link www.lexustile.com

PARTICULARS OF EMPLOYEES AND RELATED INFORMATION

Pursuant to the amendment in the Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a detailed statement is attached as Annexure-IV.

Apart from that, there are no Employees in the Company whose particulars are required to be disclosed in accordance with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 in the report.



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

Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of The Companies (Accounts) Rules, 2014, relevant details of energy conservation, technology absorption and foreign exchange earnings and outgo are attached as Annexure-V to this Report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES

The Company has no Subsidiaries and Joint Ventures and Associates as on the year ended 31st March, 2021. Form AOC-1 is attached as Annexure VI.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis on matters related to the business performance as stipulated in the SEBI (LODR) Regulations, 2015 is given as a separate section in the Board Report as Annexure-VII.

COMMITTEES OF THE BOARD

The Board of Directors has constituted four Committees, viz.;

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. Corporate Social Responsibility Committee

Details of all the Committees along with their composition, terms of reference and meetings held during the year are provided in Annexure-VIII.

Directors Responsibility Statement

Pursuant to the requirement under Section 134(3) (c) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, your Directors confirm that:

- a) In the preparation of the annual accounts for the year ended March 31, 2021, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profit of the Company for the year ended on that date;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors have prepared the annual accounts on a 'going concern' basis;



e) The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

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

AUDITORS OF THE COMPANY

Statutory Auditors

M/S Ashok Holani & Co., Jaipur (Firm Registration No.: 009840C), Statutory Auditor of the Company, hold office for a period of one year from the conclusion of this Annual General Meeting till the conclusion of the Annual General Meeting to be held in 2022. They have confirmed their eligibility to the effect that their re-appointment, if made, would be within the prescribed limits under the Act and that they are not disqualified for re-appointment.

As required under the provisions of Section 139 of the Companies Act, 2013, the company has obtained a written consent and certificate from the above mentioned Auditors to the effect that they confirm with the limits specified in the said Section and they had also given their eligibility certificate stating that they are not disqualified for appointment within the meaning of Section 141 of Companies Act, 2013.

Therefore, being eligible, the Board of Directors has appointed M/s Ashok Holani & Co. as Statutory Auditors.

Further, in accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every AGM.

Secretarial Auditor

Pursuant to provision of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Board of Directors had appointed M/s Manisha Godara and Associates, Company Secretary in Practice, New Delhi having Certificate of practice No.: 13570 as Secretarial Auditor of the Company appointed to conduct Secretarial Audit of the company for the financial year 2020-21.

The Secretarial Audit Report for the financial year ended March 31, 2021 is annexed to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

Further, in line with the aforesaid compliance, the Board of Directors has appointed M/s Manisha Godara and Associates, Company Secretary in Practice, Jaipur for conducting the Secretarial Audit for the Financial Year 2021-22.



Internal Auditor

Pursuant to the provisions of Section 138 of the Companies Act, 2013 & the rules made there under (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Board of Directors had appointed M/s B A Shah & Associates., Chartered Accountant, Rajkot (M.No.: 034222), as Internal Auditor to conduct Internal Audit for the financial year 2020-21.

The Internal Audit Report is received half yearly by the Company and the same is reviewed and approved by the Audit Committee and Board of Directors for each half year for the year 2020-21.

Further, in line with the aforesaid compliance, the Board of Directors has re-appointed M/s B A Shah & Associates, Chartered Accountant, Rajkot, (M.No.:034222), for conducting the Internal Audit for the Financial Year 2021-22.

COMMENTS ON AUDITORS' REPORT

There are qualifications, reservations or adverse remarks made by M/s Ashok Holani & Co. Chartered Accountants, Jaipur, Statutory Auditors in the CARO report for the Financial Year ended March 31, 2021. The comments are as under:

1. According to the information and explanations provided to us and based on the records of the company examined by us, the company is not regular in depositing undisputed statutory dues including goods and service tax, Tax deducted at source, Tax collection at source, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, following undisputed amounts were payable in respect of the above were in arrears as on 31st March, 2021 for a period of more than six months from the date on when they become payable

Nature of Tax	Period	Amount (In Lakh)
Tax collected at Source	2017-18	11.41
Coal Cess	2017-18	32.22
Excise Duty	2016-17	24.32
Tax Deducted at Source (Demand)	2011-21	43.11
CST under Karsamdhan Yojna	2011-13	5.36
Total		116.42

2. According to the information and explanations given to us and based on the records of the company examined by us, there are no outstanding dues of Income tax or Sales tax or Service tax or Duty of Customs or duty of excise or value added tax which should be deposited on account of any dispute except as mentioned below:

Name of the statute	Nature of Dues	Period	Forum where dispute is pending	Outstanding Amount involved (Rs. In Lakh)
Income Tax Act	Income Tax	2015-16	CIT (A)	64.82
Income Tax Act	Income Tax	2016-17	CIT (A)	288.59
Income Tax Act	Income Tax	2018-19	CPC	105.80
Grand Total				459.21



3. According to the information and explanations given to us and based on the records of the company examined by us, the company has made defaults in repayment of loans or borrowing/interest to a financial institution, bank, Government or dues to debenture holders. Details are as follows: -

S.No	Particulars	Type of Institution	Amount of default (Rs. In Lakh)	Period of Default
1.	Mas Finance Service Ltd	NBFC	50.96	10 Months
2.	AAC SABL	Debenture Holders	39.87	18 months
			320.00	12 months
			320.00	9 months
			46.40	12 months
			46.40	9 months
	Grand Total		823.63	

Further they have pointed out key audit matters observed by them in affairs of the company in their audit report which are reproduced as under.

S.No.	Key Audit Matters	Auditor's Response
1.	Repayment of Dues to Financial Institution /NBFC/Bank The Company failed to repay credit facilities availed in accordance with terms of agreement entered with lenders.	Our audit procedures include the following: <ul style="list-style-type: none">• Understand the different types of credit facilities obtained by the company including agreements entered with lenders in discussion with management.• Ascertained types of repayment required to be made by the company to fulfill non compliance in terms of agreement entered by the company with lenders.• Checked repayment made by the during the period under audit in connection with repayment agreement in which non compliance is found.• Discussed the non compliance and its impact with management in terms of financial visibility of company and informed management about the negative impact on credit Worthiness the Company.
2.	Payment of Trade Liabilities The Company has written off a significant amount of trade Creditors during the period under Audit.	Our audit procedures for the verification of trade liabilities include the following: <ul style="list-style-type: none">• Understanding of types/Nature of trade liabilities & procedural aspects followed



		<p>by the company related to settlement of its trade liabilities.</p> <ul style="list-style-type: none">• Evaluation of settlement or payment to the creditors which includes verification of balance written off of the creditors by the company to whom no payment is required to be made.• Discussion with management in regards to verification or third-party confirmation for the parties in which significant balance payable is written off and booked as income. Management reply in this regard found unjustified. A further detail of the parties in which balance written off is booked is disclosed by management in point no 11 of Note 1(C) of Notes to the Accounts.
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The management comments on the auditor's report are as under:-

- 1) The company was in short of funds during the last few years as mentioned by us in our financial operations report and management is striving hard to improve the liquidity position of the company so that these overdue are paid and in future no such things happen again as this hamper goodwill of the company.
- 2) The company is in touch with its legal consultants and trying to revolve the demand outstanding against the company and simultaneously making efforts to pay off the genuine demands

Observation made by the Auditors are self-explanatory and have been dealt with an Independent Auditors Report & its annexure forming part of this Annual Report and hence do not require any further clarification. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company in the year under review.

There are no qualifications, reservations, adverse remarks or disclaimers made by M/s Manisha Godara and Associates, Secretarial Auditor in the Secretarial Audit Report.

CORPORATE SOCIAL RESPONSIBILITY

As per the Criteria of Section 135 of Companies act, 2013, the board is required to constitute a corporate social responsibility committee of members, who will manage the CSR activities applicable on the company to be undertaken by the company as specified in Schedule VII to the Companies Act, 2013 and duly approved by the board as well as fix the amount of expenditure to be incurred on the activities



and monitor the CSR policy from time to time. Our company constituted the CSR Committee for undertaking the CSR activities as per the provisions of Companies Act, 2013 and SEBI (LODR), 2015.

However during the year under review FY 2020-21, the company has incurred the loss before tax of Rs. 49,21,15,007/- so as per provisions of Section 135 of the Companies Act, 2013, the company is not falling under the criteria for fulfilling the CSR activities this year. Moreover the total amount pending for spending under CSR for all the year taken together is Rs. 30,58,235/-

The company has not incurred any sum on CSR activities during the year under review.

RISK MANAGEMENT POLICY

The company operates in conditions where economic; environment and social risk are inherent to its businesses. In managing risk, it is the Company's practice to take advantage of potential opportunities while managing potential adverse effects. The Listing Regulations required that all listed Companies shall lay down the procedure towards risk assessment. It also requires that the Company must frame, implement and monitor the risk management plan of the Company. To overcome this and as per the requirement of Section 134(3)(n) of the Companies Act, 2013 read with the rules made there under, if any, Board has framed a very comprehensive Risk Management Policy to oversee the mitigation plan including identification of element of risk, for the risk faced by the Company, which in the opinion of the Board may threaten the existence of the Company. The objective of the policy is to make an effective risk management system to ensure the long-term viability of the Company's business operations.

Although the Company has adopted the policy regarding the assessment of the risk and its updates are provided to the senior management of the Company the process for the mitigation of the risk is defined under the risk management policy of the company which are available for the access on our website www.lexustile.com.

INTERNAL FINANCIAL CONTROLS

The Company has identified and documented all key internal financial controls, which impact the financial statements. The financial controls are tested for operating effectiveness through ongoing monitoring and review process of the management and independently by the Internal Auditors. In our view the Internal Financial Controls, affecting the financial statements are adequate and are operating effectively.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year of the Company to which the financial statements relate and the date of this Report other than the details given in this board report.

DETAILS OF REVISION OF FINANCIAL STATEMENT OR ANNUAL REPORT

No revision of the Financial Statement or Annual Report has been made during Financial Year 2020-21 for any of the three preceding Financial Years.



DETAILS OF SIGNIFICANT AND MATERIAL ORDERS

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

CORPORATE GOVERNANCE

The Corporate Governance requirements as stipulated under the of SEBI (LODR) Regulations, 2015 is not applicable to the company but the Company adheres to good corporate practices at all times.

ANNUAL RETURN

Pursuant to Section 134(3)(a) and Section 92(3) of the Companies (Management and Administration) Rules, 2014, the Annual Return in Form MGT-7 for the financial year ended March 31, 2021, will be available on the website of the Company at www.lexustile.com once it is filed with the Registrar of Companies and thereafter the same can be viewed by the members and stakeholders.

PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED

Company has not given any loan, guarantee or provided security in connection with a loan and had not made any investment under the Section 186 of Companies Act, 2013.

HUMAN RESOURCE DEVELOPMENT

The Company recognizes that its employees are its principal assets and that its continued growth is dependent upon the ability to attract and retain quality people. The Company also recognizes the importance of providing training and development opportunities to its people to enhance their skills and experiences, which in turn enables the company to achieve its business objectives. The morale of employees continued to remain high during the year contributing positively to the progress of the Company. However, aspirations of employees in Company remain to be high. This is a challenge as only growth can fulfill these aspirations and in today's market scenarios one has to perform extraordinarily to achieve growth.

The Company has always provided a congenial atmosphere for work to all sections of the society. Your Company is committed to respect universal human rights. To that end, the Company practices and seeks to work with business associates who believe and promote these standards. The Company is committed to provide equal opportunities at all levels, safe and healthy workplaces and protecting human health and environment. The Company provides opportunities to all its employees to improve their skills and capabilities. The Company's commitment extends to its neighbouring communities to improve their educational, cultural, economic and social well-being.

Your Company is an equal opportunity employer and does not discriminate on the grounds of race, religion, nationality, ethnic origin, colour, gender, age, citizenship, sexual orientation, marital status or any disability not affecting the functional requirements of the position held.

VIGIL MECHANISM & WHISTLE BLOWER

The company has established a Whistle Blower Policy which also incorporates a Vigil Mechanism in terms of the SEBI (LODR) Regulations, 2015 for directors and employees commensurate to the size and the business of the company to promote ethical behaviour, actual or suspected fraud or violation of our code of conduct and ethics. Under the said mechanism, the employees are free to report violations of applicable laws and regulations and the code of conduct. It also provides for adequate safeguards against the victimization of persons who use such mechanism.

The Whistle Blower Policy of the Company is also available on the website of the company at the link www.lexustile.com

PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

Our Company is an equal opportunity provider and believes in providing opportunity and key positions to women professionals. At the same time, it has been an Endeavour of the Company to support women professionals through a safe, healthy and conducive working environment by creating and implementing proper policies to tackle issues relating to safe and proper working conditions for them.

The Company has zero tolerance towards sexual harassment of Women at workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment of Women at Workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules there under.

The following is the summary of Sexual Harassment Complaints received and disposed off during the year 2020-21.

- a. Number of Complaints of Sexual Harassment at the beginning of the Financial year: NIL
- b. Number of Complaints disposed off during the year: NIL
- c. Number of Complaints pending as on the end of the Financial year: NIL
- d. Nature of action taken by the Company: NA

CODE OF CONDUCT FOR PROHIBITION OF INSIDER TRADING

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirement of the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. The Insider Trading Policy of the Company lays down guidelines and procedures to be followed and disclosures to be made while dealing with shares of the Company as well as consequences of disclosures to be made while dealing with shares of the Company as well as consequences of violation. The Policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company's shares.

The Insider Trading Policy of the Company covering the code of practices and procedures for fair disclosures of unpublished price sensitive information and code of conduct for the prevention of Insider Trading is available on the website <http://www.lexustile.com>



INVESTOR GRIEVANCE REDRESSAL

During the financial year under review, SEBI has send one complaint from one of the investor of the company and had replied to all the observations to SEBI in this regard. The SEBI vide its letter dated August 06, 2021 has cautioned the company to take due care and etc there were 1 pending complaints against our company. The company has replied to all the as per the certificate given by RTA as on dated 31.03.2020

POLICIES ADOPTED BY THE COMPANY

Your company has adopted various policies for the smooth working of the company which are as follows:

CODE OF CONDUCT TO REGULATE MONITOR AND REPORT TRADING BY INSIDERS

There are many information's that are important and price sensitive and required to be kept confidential on the part of the company, if the information is disclosed this will harm the image of the company, in the definition of the insider it will include all the persons connected with the company including the all employee's so policy relating to this is available on the website of the company.

This policy is applicable to all employee's and KMP's of the company to not to disclose the confidential information of the company which affects the performance of the company. The policy of the company for the access is available on the website www.lexustile.com

CODE OF CONDUCT OF BOARD OF DIRECTORS & SENIOR MANAGEMENT

Certain code of conduct is required from the senior management including the Board of Directors of the Company; they have to be abiding by the rules and laws applicable on the company for the good governance and business ethics. It describes their responsibility and accountability towards the company. Policy of the company relating to this is available for the access at the website www.lexustile.com

CORPORATE SOCIAL RESPONSIBILITY

CSR is a broad term describes the company's efforts towards the society, this is mandatory under certain terms of Companies Act 2013, but the benefit of this policy is two handed one hand company get the chance to involve in the social welfare and other hand this will improve the image of the company.

CSR policy creates social awareness among the companies and creates an obligation towards the society. Policy of the company relating to this is available for the access at the website www.lexustile.com

FAMILIARIZATION PROGRAMME OF INDEPENDENT DIRECTORS

Under Familiarization programme all Independent Directors (IDs) inducted into the Board are given an orientation, presentations are made by Executive Directors (EDs) and Senior Management giving an overview of our operations, to familiarize the new IDs with the Company's business operations. The new



IDs are given an orientation on our products, group structure and subsidiaries, board constitution and procedures, matters reserved for the Board, and our major risks and risk management strategy.

This policy includes keeping updated to the independent directors about the working of the company and projects in which company is involved various programme are conducted by the company for the ID's. The Policy on the Company's Familiarization Programme for IDs can be accessed at the website www.lexustile.com

NOMINATION AND REMUNERATION POLICY OF THE COMPANY

Based on the recommendations of the Nomination and Remuneration Committee, the Board has approved the Remuneration Policy for Directors, KMP and all other employees of the Company. As part of the policy, the Company strives to ensure that:

The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;

Relationship between remuneration and performance is clear and meets appropriate performance benchmarks.

Remuneration to Directors, KMP and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals. Policy relating to the nomination and remuneration of the company is available on the website of the company www.lexustile.com

DETERMINATION OF MATERIALITY OF INFORMATION & EVENTS

From the point of Listed entity, investors of the entity of the also expecting more and more information for the company, so under this policy the management of the company determines the material events of the company and disclosed them for their investors.

Under this policy company may decide all those events and information which are material and important that is compulsory to be disclosed for the investors about the company, policy related to this is available at the website www.lexustile.com

PRESERVATION OF DOCUMENTS

The Corporate records need to be kept at the places and manner defined under the Act, policy relating to that for the safe keeping of the documents is available on website www.lexustile.com

POLICY ON RELATED PARTY TRANSACTION

The Objective of the Policy is to set out:

- (a) The materiality thresholds for related party transactions; and
- (b) The manner of dealing with the transactions between the Company and its related parties based on the Act, your company adopted this policy for dealing with parties in a transparent manner available at the website of the company www.lexustile.com



TERMS AND CONDITIONS FOR APPOINTMENT OF INDEPENDENT DIRECTORS

Independent directors are the key part of the board according to the Schedule IV to the Companies Act, 2013 they are skilled, experienced and knowledgeable persons, they are required on the board to take improved and better decisions policy relating to the appointment will be helpful for the board policy of the company is available at the website www.lexustile.com

VAL POLICY

Policy deals with the retention and archival of the corporate record, these records are prepared by employees of the company under this policy any material information relating to the company shall be hosted on the website of the company for the investors and public and remain there for period of five year. The policy of the company for the access is available on the website www.lexustile.com

CODE OF CONDUCT OF INDEPENDENT DIRECTORS

Independent Directors are the persons who are not related with the company in any manner. A code of conduct is required for them for their unbiased comments regarding the working of the company. They will follow the code while imparting in any activity of the company. The policy deals with the code of conduct of the Independent Directors, their duties and responsibilities towards the company, is available at the website www.lexustile.com

RISK ASSESSMENT AND MANAGEMENT

Risk is the part of every one's life, while running any business many kinds of risks are involved. To minimise the business risk and all the factors that will negatively effects the organization every company tries to follows a certain procedure for the forecasting of the risk and its management. Policy relating to this is available on the website www.lexustile.com

WHISTLE BLOWER AND VIGIL MECHANISM:

While running the big organization, there are certain good and bad things that may happen in order to control the fraud, misconduct and malpractices. This procedure is adopted by the company and reporting of this procedure is done under the vigil mechanism, by adopting this kind of system company can control the unethical acts and practices. The policy relating to this is available at the website www.lexustile.com

PREVENTION OF SEXUAL HARRASSMENT

It has been an Endeavour of the Company to support women professionals through a safe, healthy and conducive working environment by creating and implementing proper policies to tackle issues relating to safe and proper working conditions for them. The Company has policy against sexual harassment



GENERAL

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

All the material changes, commitments affecting the financial position of your Company between the end of financial year (March 31, 2021) and the date of report (October 15, 2021) has been mentioned in the board report.

CHANGE IN THE NAME OF THE COMPANY

During the financial year, there has been no change in the name of the Company.

CFO CERTIFICATION

The company has obtained Compliance Certificate from Mr. Dilipbhai N Fultariya, Chief Financial Officer of the company, pursuant to Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the financial year 2020-21 was placed before the Board of Directors of the Company and is attached as Annexure-IX to this Report.

DECLARATION AFFIRMING COMPLIANCE WITH CODE OF CONDUCT

I hereby confirm and declare that all the Board Members and Senior Management Personnel have individually affirmed compliance with the Code of Conduct adopted by the Company for the Financial Year ended 31st March, 2021 being attached to this report as Annexure-X

ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for assistance and co-operation received from the Bankers, Central & State Government, Local Authorities, Clients, Vendors, Advisors, Consultants and Associates at all levels for their continued guidance and support. Your Directors also wish to place on record their deep sense of appreciation for their commitment, dedication and hard work put in by every member of the Company.

For and on behalf of the Board of Directors

Sd/-

ANIL KUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
DIN: 03078203

Place: Morbi
Date: 15.10.2021



FORM NO. MR-3
SECRETARIAL AUDIT REPORT

For The Financial Year Ended March 31, 2021

*[Pursuant to Section 204, 9(1) of the Companies Act, 2013 and Rule No. 09 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]*

To
The Members
Lexus Granito (India) Limited
Survey no. 800, Opp. Lakhdhirpur Village,
Lakhdhirpur Road, N. H. 8A, Tal. Morbi,
Rajkot - 363642 Gujarat

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by "Lexus Granito (India) Limited" (hereinafter called the "company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Company for the financial year ended on March 31, 2021 according to the provisions of:

- (i) The Companies Act, 2013 ("the Act") and Companies Act, 1956 (to the extent applicable) the rules made there under including any re-enactment thereof;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -

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

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 & 2015;

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

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

(e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') to the extent applicable during the Audit Period;

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

- I. The Secretarial Standards 1 and 2 issued by the Institute of Company Secretaries of India;
- II. The Listing Agreements entered into by the Company with National Stock Exchange of India Limited.

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

We further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

The following Regulations and Guidelines prescribed under The Securities and Exchange Board of India Act, 1992 were, in our opinion, not attracted during the financial year under report;

- (a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulation, 2009;
- (c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; and
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

We further report that: -

The provisions of the Foreign Exchange Management Act, 1999 and the rules and regulations made there under in relation to External Commercial Borrowings were not attracted during the financial year under report.



We further report that: -

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the Audit Period.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance or consent of all directors were received in writing for shorter board meeting notice consents (if any), and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decision at Board Meetings and Committee Meetings are carried unanimously as recorded in the minutes of the Meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that the company has made the following non compliances/delayed compliances during the period of audit:

1. *Delayed compliance of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of financial results as on 30th September, 2020 within 45 days from the end of the quarter. The penalty of Rs. 17,700/- has been imposed by National Stock Exchange Board of India.*
2. *Delayed compliance of Regulation 13(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of statement of shareholders compliant within 21 days from the end of quarter. The penalty of Rs. 1180/- has been imposed by National Stock Exchange Board of India.*

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the Audit Period, the Company has not incurred any specific event/ action that can have a major bearing on the company's compliance responsibilities in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.,

Management Responsibility:

- i. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit;
- ii. We have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion;
- iii. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company or verified compliances of laws other than those mentioned above;



iv. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

v. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis;

vi. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Manisha Godara and Associates
Company Secretaries
FRN: S2014RJ268900**

**Date: 15/10/2021
Place: New Delhi**

**Sd/-
Manisha Godara
Mem. No. A36531
CP 13570**

Annexure - II



Form No. AOC-2

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

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereof

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

SN	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances if any	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188
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2. Details of material contracts or arrangement or transactions at arm's length basis

SN	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date (s) of approval by the Board, if any	Amount paid as advances, if any
1.	Lioli Ceramic Pvt Ltd (Companies/firm/entities in which Director is significantly influenced)	Purchase of Goods	12 Months	Transaction entered between the parties are at Arm's Length Basis at Rs. 440,642.60/-		
2.	Lioli Ceramic Pvt Ltd (Companies/firm/entities in which Director is significantly influenced)	Sale of goods	12 Months	Transaction entered between the parties are at Arm's Length Basis at Rs. 10,051,525.25/-		

Place: Morbi
Date: 15.10.2021

Sd/-
ANILKUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

NOMINATION & REMUNERATION POLICY

INTRODUCTION

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Listing Agreement, as amended from time to time. This policy on Nomination and Remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors.

CONSTITUTION OF THE COMMITTEE

The Board of Directors of the Company (Board) constituted the committee to be known as the Nomination and Remuneration Committee consisting of three non-executive directors out of which two shall be the Independent Directors. The Chairman of the Committee shall be an Independent Director.

OBJECTIVE AND PURPOSE OF THE POLICY

The objective of the policy is to ensure that-

- (a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- (b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- (c) Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

ROLE OF THE COMMITTEE:

The role of the NRC will be the following: -

- (a) To formulate criteria for determining qualifications, positive attributes and independence of a Director.
- (b) To formulate criteria for evaluation of Independent Directors and the Board.
- (c) To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.

- (d) To carry out evaluation of Director's performance
- (e) To recommend to the Board the appointment and removal of Directors and Senior Management.
- (f) To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- (g) To devise a policy on Board diversity, composition size.
- (h) Succession planning for replacing Key Executives and overseeing.
- (i) To carry out any other function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable.
- (j) To perform such other functions as may be necessary or appropriate for the performance of its duties.

APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his/her appointment, as per Company's Policy.

A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient/satisfactory for the position.

The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders bypassing a special resolution.

TERM/TENURE

Managing Director/Whole Time Director

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

Independent Director:

An Independent Director shall hold office for a term upto five consecutive years on the Board of the



Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

Evaluation

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

Removal

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

Retirement

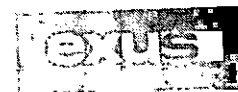
The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/KMP/SENIOR MANAGEMENT PERSONNEL

Remuneration to Managing Director/Whole Time Director:

The Remuneration/Commission etc. to be paid to Managing Director/Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.

The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director/Whole-time Directors.



Remuneration to Non-Executive/Independent Director:

The Non-Executive/Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.

All the remuneration of the Non-Executive/Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197(5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.

An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share-based payment schemes of the Company.

Any remuneration paid to Non-Executive/Independent Directors for services rendered which are professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:

- (i) The Services are rendered by such Director in his capacity as the professional; and
- (ii) In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/Purchase Schemes, shall determine the stock options and other share-based payments to be made to Directors (other than Independent Directors).

Remuneration to Key Managerial Personnel and Senior Management:

The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive any, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.

The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/Purchase Schemes, shall determine the stock options and other share-based payments to be made to Key Managerial Personnel and Senior Management.

The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from to time.

The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.



IMPLEMENTATION

The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.

The Committee may Delegate any of its powers to one or more of its members.

Sd/-
ANILKUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

Place: Morbi
Date: 15.10.2021

Annexure - IV



DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company along with Percentage increase in each director, CEO, CFO, Manager and CS for the financial year 2020-21:

S. No.	Name of the Director & KMP's	Designation	Ratio of the Remuneration to the Median Remuneration to the Employees	Percentage change in the Remuneration (%)
1	Anilkumar Babulal Detroja	Managing Director	-	-100%
2	Babulal Mahadevbhai Detroja	Whole- Time Director	-	-100%
3	Nilesh Babubhai Detroja	Whole- Time Director	-	-100%
4	Hitesh Babulal Detroja	Whole-Time Director	-	-100%
5	Parulben Nileshbhai Detroja	Whole-Time Director	-	-100%
6	Dilipbhai N Fultariya	Chief Financial Officer	2.19	-43%
7	Kirti Goyal	Company Secretary	0.45	237.7%

NOTE:

- 1) The Non-Executive Directors and Independent Directors of the Company are entitled for sitting fee as per the statutory provisions of the Companies Act 2013.
- 2) The median was calculated on the CTC Basis.
- 3) The median remuneration of employees of the Company during the financial year (2020-21) was Rs. 25800/-
- 4) The percentage Increase in the median remuneration of the employees in the FY (2020-21): N.A.
- 5) There were 107 permanent employees on the rolls of Company as on March 31, 2021.
- 6) Key parameters for the variable component of Remuneration availed by the Directors:



There is no variable component of remuneration avail by the Directors.

7) Average percentile increases 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:

- Average Increase in median salary of the company's employees excluding KMPs: NA
- Average decrease in the remuneration of KMP's: 0.43%
- The total managerial remuneration for the Financial Year 2019-20: Rs.72.23 Lakhs
- The total managerial remuneration for the Financial Year 2020-21: Rs. 8.17 Lakhs

2. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

DISCLOSURE UNDER SCHEDULE V PART II SECTION 2 OF THE COMPANIES ACT, 2013:

The Details of the Remuneration paid/to the Directors for the year 2020-21 are given below:

DIRECTORS	SALAR Y	BONU S	PERQUISITE S	COMMISSIO N	SITTIN G FEES	AMOUN T IN TOTAL
Mr. Babulal Mahadevbhai Detroja	-	-	-	-	-	-
Mr. Nileshbhai Babubhai Detroja	-	-	-	-	-	-
Mr. Hitesh Babulal Detroja	-	-	-	-	-	-
Mrs. Parulben Nileshbhai Detroja	-	-	-	-	-	-
Mr. Anilkumar Babulal Detroja	-	-	-	-	-	-
Mr. Jitendra Chandulal Lakhtariya	-	-	-	-	-	-
Mr. Rakesh Jayantilal Amrutiya	-	-	-	-	-	-
Mr. Sagarbhai Rasikbhai Jasani	-	-	-	-	-	-

The Company shall reimburse actual entertainment and travelling expenses incurred by the Managing Director of the Company. Beside this, the Managing Director and Whole-Time Directors are also



entitled to encashment of leave and Gratuity at the end of the Tenure, as per the rules of the Company.

NOTES:

- The Agreement with Mr. Anilkumar Babulal Detroja, Managing Director, Mr. Babulal Mahadevbhai Detroja, Whole-Time Director, Mr. Hitesh Babulal Detroja, Whole-Time Director, Mrs. Parulben Nileshbhai Detroja are for a period of 5 years. Either party to the Agreement is entitled to terminate the Agreement by giving to the other party 3 months advance notice in writing.
- The Company presently does not have the scheme for grant of stock options either to the Executive Directors or employees.
- There is no separate provision for payment of severance fees to the Directors.
- The Non-Executive Directors does not hold equity shares in the Company.

Place: Morbi
Date: 15.10.2021

Sd/-
ANILKUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

Annexure - V



ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

A. CONSERVATION OF ENERGY

Energy conservation is very important for the company and therefore energy conservation measures are undertaken wherever practicable in its plant and attached facilities. The company is making every effort to ensure the optimal use of energy, avoid waste and conserve energy by using energy efficient equipment's with latest technologies. Maintenance and repairs of all equipment and machineries are carried out timely to ensure optimum energy efficiency.

B. TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION:

The Company continuous to use the latest technologies for improving the productivity and quality of its products and services. Our R&D and technical experts constantly visit international markets to identify and keep pace with the latest technological available.

Benefits derived through such efforts:

- (a) The Company has developed a culture of staying informed about the latest developments in related technology as well as constantly updating our equipment and processes. Such innovations have led us to be in the forefront amongst our competitors.
- (b) Technology absorption efforts have not only allowed us to develop new products but also improve our existing ones.

FOREIGN EXCHANGE EARNING & OUTGO:

The company mainly has its dealings with Dubai, Canada, Mexico, Nepal, Taiwan, Poland, etc.

Particulars	2020-21	2019-20
1. Total foreign exchange used out go	925,625/-	11,95,047/-
2.Total foreign exchange earned	22,0992,859/-	30,98,97,586/-

Place: Morbi
Date: 15.10.2021

Sd/-
ANILKUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

Annexure - VI



Form AOC-1

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

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

Part "A": Subsidiaries

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

Sl. No.	Particulars	Details
1.	Sl. No.	-
2.	Name of the subsidiary	--
3.	The date since when subsidiary was acquired	--
4.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	--
5.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	--
6.	Share capital	--
7.	Reserves & surplus	--
8.	Total assets	--
9.	Total Liabilities	--
10.	Investments	--
11.	Turnover	--
12.	Profit before taxation	--
13.	Provision for taxation	--
14.	Profit after taxation	--
15.	Proposed Dividend	--
16.	Extent of shareholding (In percentage)	--



Part "B": Associates and Joint Ventures

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

Name of associates/Joint Ventures	NA
1. Latest audited Balance Sheet Date	-
2. Date on which the Associate or Joint Venture was associated or Acquired	-
3. Shares of Associate/Joint Ventures held by the company on the year end	-
No. of Shares	-
Amount of Investment in Associates/ Joint Venture	-
Extend of Holding (In percentage)	-
4. Description of how there is significant influence	-
5. Reason why the associate/joint venture is not consolidated	-
6. Net worth attributable to shareholding as per latest audited Balance Sheet	-
7. Profit/Loss for the year	-
i. Considered in Consolidation	-
ii. Not Considered in Consolidation	-

Sd/-
ANIL KUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

Place: Morbi
Date: 15.10.2021



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management of Lexus Granito (India) Limited Presenting Management Discussion and Analysis Report covering the operational and financial performance of the company for the year 2020-21, the core business of the company is manufacturing, trading and marketing of vitrified ceramic tiles and wall tiles.

BUSINESS OVERVIEW

Our Company is promoted and managed by Anilkumar Babulal Detroja, Hitesh Babulal Detroja, Nilesh Babubhai Detroja and Pavan Blackrock Private Limited. Our individual promoters manage and control the major affairs of our business operations. Our total revenue is Rs. 10,171.88 lakhs in FY 2020-21 as compare to Rs. 10,370.48 lakhs in FY 2019-20 and profit after tax of Rs. (4866.21) lakhs in F.Y. 2020-21 as compare to Rs. (186.84) lakhs in F.Y. 2019-20. It is the vision of our promoters which has been instrumental in defining the business strategy of our Company.

Our Company is engaged in manufacturing, trading and marketing of vitrified ceramic tiles and wall tiles for the domestic and international markets. Our manufacturing facility is situated at Morbi, Gujarat and is spread over more than 4 hectares. Our manufacturing facility is well equipped with requisite plant and machineries and other facilities. We also have an in-house laboratory, enabling the company to develop new colors, besides facilitating conducting of tests and analysis of various products. Our quality system with respect to manufacture of our products has been ISO 9001:2008 certified. Further we have also been issued Certificate of Compliance by UK Certification & Inspection Ltd for our quality systems covering the design, manufacture and final inspection of the products. We manufacture and market our products under the brand name —LEXUS.

OPPORTUNITIES

The Company has carved a niche for itself in the industrial shoe/ uppers segment both internationally and in the domestic market. The quality of the Company's products and services provided is well recognized. Embarking on this strength we are constantly working towards expanding the market for Company's products to other countries apart from our present work areas.

RISK & CONCERNS

To sustain and grow in global market one must be ready for some level of uncertainty. Greater the uncertainty, higher the risk. The risk management function is integral to the Company and its objectives include ensuring that critical risks are identified, continuously monitored and managed effectively in order to protect the Company's business. The Company operates in an environment which is affected by various factors some of which are controllable while some are outside the control of the company. The



Company proactively takes reasonable steps to identify and monitor the risk and makes efforts to mitigate significant risks that may affect it. Some of the risks that are potentially significant in nature and need careful monitoring are listed here under:

- Macroeconomic Factors
- Political Factors
- Changes in government policy and legislation
- Raw Material Price Increase
- Foreign Exchange Fluctuation

INTERNAL CONTROL SYSTEM AND ADEQUACY

The Company has a well-established and comprehensive internal control system. Documents, policies and authorization comply with the level of responsibility and standard operating procedures specific to the respective businesses. Observation made in internal audit reports on business processes, systems, procedures and internal control and implementation status of recommended remedial measures by Internal Auditors are regularly presented to and reviewed by the Audit Committee of the Board. The system of internal control is being improved to ensure that all assets are safe and protected against loss from unauthorized use or disposition, and that all transactions are authorized, recorded and reported correctly. The Company regularly conducts internal check, using external and internal resources to monitor the effectiveness of internal control in the organization. It strictly adheres to corporate policy with respect to financial reporting and budgeting functions. The Audit Committee of the Board of Directors deals with significant control issues and instructs further areas to be covered.

FINANCIAL PERFORMANCE

The summarized financial performance of the Company as compared to last year is shown as under:

Particulars	2020-21	2019-20	% change
Revenue from operations	101,63,31,026	1,00,64,92,381	0.97%
Other Income	857,520	3,05,55,586	(97.20%)
Profit before tax	(49,21,15,007)	(1,11,09,865)	4329%
Net Profit after tax	(48,66,21,824)	(1,86,84,284)	2504%
Payment of Dividend (including Interim and DDT)	-	-	-
EPS	(25.36)	(0.97)	-
Debtors Turnover Ratio	2.69	2.47	8.90%
Inventory Turnover Ratio	1.27	(0.14)	807.14%
Interest Coverage Ratio	(7.66)	0.85	(801.18%)
Current Ratio	1.03	1.43	27.97%
Debt Equity Ratio	2.82	1.76	60.23%
Operating Profit Margin (%)	(0.43)	6.50	(93.38%)
Net Profit Margin (%)	(47.88)	(1.86)	2474%
Return on Net Worth	(2.69)	(2.80)	(3.92%)



HUMAN RESOURCE

Human resource remains a valuable asset of our business. The Company continues to lay emphasis on attracting and retaining talent. Personnel developmental initiatives including training, both technical and managerial, are regularly conducted to enhance human potential. As on 31st March, 2021 the Company has 107 employees. The Company recognizes that its employees are its principal assets and that its continued growth is dependent upon the ability to attract and retain quality people. The company has established a full-fledged Human Resources Department, which is entrusted with the responsibility of retaining and developing the skills of all its employees. The Company also recognizes the importance of providing training and development opportunities to its people to enhance their skills and experiences, which in turn enables the Company to achieve its business objectives. The industrial relations in all units of the company continue to be cordial.

HEALTH, SAFETY AND ENVIRONMENT PROTECTION

Company's Health and Safety policy commits to comply with applicable Legal and other requirements connected with occupational Health, Safety and Environment matters and provide a healthy and safe work environment to all employees of the Company.

FORWARD LOOKING STATEMENT

The success of our business depends substantially on our ability to implement our business strategies effectively. Company is planning to expand its operations in the domestic tiles market of India by appointing its dealers throughout in India. The company also planning to acquire other business involved in the same line of business activity. This will result in increasing the market capturing of the company and will also increase the turnover and as a result the profits of the Company.

OCCUPATIONAL HEALTH, SAFETY, AND ENVIRONMENT

The emphasis on Occupational Health, Safety and Environment continues at all of the operations of the Company throughout India. The Company is committed to the best standards in safety and continuously monitors matters related to this.

CORPORATE SOCIAL RESPONSIBILITY

As per the Criteria of Section 135 of Companies act, 2013, the board is required to constitute a corporate social responsibility committee of members, who will manage the CSR activities applicable on the company to be undertaken by the company as specified in Schedule VII to the Companies Act, 2013 and duly approved by the board as well as fix the amount of expenditure to be incurred on the activities and monitor the CSR policy from time to time. Our company constituted the CSR Committee for undertaking the CSR activities as per the provisions of Companies Act, 2013 and SEBI (LODR), 2015.

However during the year under review FY 2020-21, the company has incurred the loss before tax of Rs. 49,21,15,007/- so as per provisions of Section 135 of the Companies Act, 2013, the company is not



falling under the criteria for fulfilling the CSR activities this year. Moreover the total amount pending for spending under CSR for all the year taken together is Rs. 30,58,235/-

The company has not incurred any sum on CSR activities during the year under review.

CAUTIONARY STATEMENT

Statements in the Management Discussions and Analysis report describing the Company's objectives, projects estimate, expectations or predictions may be 'forward looking statements' within the meaning of applicable security laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include economic conditions affecting demand and supply and price conditions in domestic and overseas market in which the company operates, changes in Government regulations, tax regimes, economic developments within India and the countries in which the Company conducts business and other incidental factor.

Sd/-
ANIL KUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

Place: Morbi
Date: 15.10.2021

COMMITTEES OF THE BOARD

The Board of Directors has constituted four Committees, v/z.

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. Corporate Social Responsibility Committee

1. AUDIT COMMITTEE

The Audit Committee's composition meets with the requirement of Section 177 of the Companies Act, 2013 and Regulation 18 of the "SEBI LODR "Regulations 2015. The Members of the Audit Committee possesses financial / accounting expertise / exposure. The Audit Committee comprised of 3 members as on 31st March, 2021. The Company Secretary is the Secretary and Compliance Officer of the Committee. The detail of the composition of the Audit committee along with their meetings held/attended is as follows:

Name of the Member	Position	Status	Attendance at the Committee Meeting held on			
			07.04.2020	29.07.2020	20.11.2020	11.03.2021
Mr. Jitendra Chandulallakhtariya	Chairman	Non-Executive Independent Director	Yes	Yes	Yes	Yes
Mr. Rakesh Jayantilal Amruitya	Member	Non-Executive Independent Director	Yes	Yes	Yes	Yes
Mr. Anilkumar Babulal Detroja	Member	Managing Director	Yes	Yes	Yes	Yes

Terms of Reference

The terms of reference of the Audit Committee are as under:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - i. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013;
 - ii. Changes, if any, in accounting policies and practices and reasons for the same;
 - iii. Major accounting entries involving estimates based on the exercise of judgment by management;
 - iv. Significant adjustments made in the financial statements arising out of audit findings;
 - v. Compliance with listing and other legal requirements relating to financial statements;



- vi. Disclosure of any related party transactions;
- vii. Qualifications in the draft audit report.
5. Reviewing, with the management, the half yearly financial statements before submission to the board for approval.
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, right issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/Draft Prospectus/ Prospectus /notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
7. Review and monitor the auditor's independence, performance and effectiveness of audit process.
8. Approval or any subsequent modification of transactions of the company with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
14. Discussion with internal auditors any significant findings and follow up there on.
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
18. To oversee and review the functioning of the vigil mechanism which shall provide for adequate safeguards against victimization of employees and directors who avail of the vigil mechanism and also provide for direct access to the Chairperson of the Audit Committee in appropriate and exceptional cases.
19. Call for comments of the auditors about internal control systems, scope of audit including the observations of the auditor and review of the financial statements before submission to the Board;
20. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.
21. To investigate any other matters referred to by the Board of Directors;
22. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

The Audit Committee also reviews the following information:

- a. Management discussion and analysis of financial information and results of operations;
- b. Statement of significant related party transactions (as defined by the Audit Committee), submitted by the management;
- c. Management letters / letters of internal control weaknesses issued by the statutory auditors;
- d. Internal audit reports relating to internal control weaknesses; and
- e. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the Audit Committee.



2. **NOMINATION AND REMUNERATION COMMITTEE**

The Nomination and Remuneration Committee's Composition meets with the requirement of Section 178 of the Companies Act, 2013 and Regulation 19 of the "SEBI LODR "Regulations" 2015. The Members of the Nomination committee possesses sound knowledge / expertise / exposure. The Committee comprised of 3 members as on 31st March, 2021. The Company Secretary is the Secretary and Compliance Officer of the Committee. The detail of the composition of the Nomination & Remuneration committee along with their meetings held/attended is as follows:

Name of the Member	Position	Status	Attendance at the Committee Meeting held on	
			18.08.2020	17.02.2021
Mr. Jitendrabhai Chandulal Lakhtariya	Chairman	Non-Executive Independent Director	Yes	Yes
Mr. Rakesh Jayantilal Amrutiya	Member	Non-Executive Independent Director	Yes	Yes
Mr. Sagabhai Rasikbhai Jasani	Member	Non-Executive Independent Director	Yes	Yes

Terms of Reference

The terms of reference of the "Nomination/Remuneration Committee" are as under:

1. Formulate the criteria for determining the qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to, the remuneration for directors, KMPs and other employees.
2. Identifying persons who are qualified to become directors and may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal.
3. Formulation of criteria for evaluation of performance of independent directors and Board of Directors
4. Devising a policy on diversity of board of directors
5. Deciding on, whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors
6. Decide the salary, allowances, perquisites, bonuses, notice period, severance fees and increment of Executive Directors.
7. Define and implement the Performance Linked Incentive Scheme (including ESOP of the Company) and evaluate the performance and determine the amount of incentive of the Executive Directors for that purpose.
8. Decide the amount of Commission payable to the Whole time Director / Managing Directors.
9. Review and suggest revision of the total remuneration package of the Executive Directors keeping in view the performance of the Company, standards prevailing in the industry, statutory guidelines etc.
10. To formulate and administer the Employee Stock Option Scheme.



The company has duly formulated the Nomination and Remuneration Policy which is also available at the company website. The Policy formulated by Nomination and Remuneration Committee includes director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters as specified under section 178(3) of the Companies Act, 2013 and same was approved by the Board of Directors of the Company.

3. **STAKEHOLDERS' RELATIONSHIP COMMITTEE**

The stakeholders Relationship Committee meets with the requirement of the section 178 of the Companies act 2013, and regulation 20 of the SEBI LODR "Regulations" 2015. The Stakeholders Relationship Committee is mainly responsible to review all grievances connected with the Company's transfer of securities and redressal of shareholders' / investors' / security holders' complaints. The Committee comprised of 3 members as on 31st March, 2021. The Company Secretary is the Secretary and Compliance Officer of the Committee. The detail of the composition of the said committee along with their meetings held/attended is as follows:

Name of the Member	Position	Status	Attendance at the Committee Meeting held on
			13.10.2020
Mr. Jitendra ChandulalLakhtariya	Chairman	Non-Executive Independent Director	Yes
Mr. Hitesh Babulal Detroja	Member	Whole-Time Director	Yes
Ms. ParulbenNileshbhaiDetroja	Member	Whole-Time Director	Yes

Terms of Reference

The terms of reference of the Stakeholder's Relationship Committee are as under:

1. Allotment, transfer of shares including transmission, splitting of shares, changing joint holding into single holding and vice versa, issue of duplicate shares in lieu of those torn, destroyed, lost or defaced or where the cages in the reverse for recording transfers have been fully utilized.
2. Issue of duplicate certificates and new certificates on split/consolidation/renewal, etc.; and
3. Review the process and mechanism of redressal of Shareholders /Investors grievance and suggest measures of improving the system of redressal of Shareholders /Investors grievances.
4. Non-receipt of share certificate(s), non-receipt of declared dividends, non-receipt of interest/dividend warrants, non-receipt of annual report and any other grievance/complaints with Company or any officer of the Company arising out in discharge of his duties.
5. Oversee the performance of the Registrar & Share Transfer Agent and also review and take note of complaints directly received and resolved them.
6. Oversee the implementation and compliance of the Code of Conduct adopted by the Company for prevention of Insider Trading for Listed Companies as specified in the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 as amended from time to time.
7. Any other power specifically assigned by the Board of Directors of the Company from time to-time by way of resolution passed by it in a duly conducted Meeting.
8. Carrying out any other function contained in the equity listing agreements as and when amended from time to time.



4. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee meets with the requirements of the Section 135 and Schedule VII of the Companies Act, 2013. The Committee comprised of 3 members as on the date of 31st March, 2021. The Company Secretary is the Secretary and Compliance Officer of the Committee. The details of the composition of the said committee along with their meetings held/attended are as follows:

Name of the Member	Position	Status	Attendance at the Committee Meeting held on
			21.10.2020
Mr. Babulal Mahadevbhai Detroja	Chairman	Whole-Time Director	Yes
Mr. Jitendra Chandulal Lakhtariya	Member	Non-Executive Independent Director	Yes
Mr. Nileshbhai Babubhai Detroja	Member	Whole-Time Director	Yes

Terms of Reference

The terms of reference of CSR Committee shall inter-alia include the following:

1. To formulate and recommend to the board, a CSR policy which shall indicate the activities to be undertaken by the Company as per the Companies Act, 2013;
2. To review and recommend the amount of expenditure to be incurred on the activities to be undertaken by the company;
3. To monitor the CSR policy of the company from time to time;
4. Any other matter as the CSR Committee may deem appropriate after approval of the Board of Directors or as may be directed by the board of directors from time to time.

The company has duly formulated the Policy on Corporate Social Responsibility which is also available at the company website. The Policy was approved by the Board of Directors of the company.

Place: Morbi
Date: 15.10.2021

Sd/-
Anilkumar Babulal Detroja
Managing Director
DIN: 03078203

CFO CERTIFICATION

To,
The Board of Directors,
Lexus Granito (India) Limited,
Morbi, Gujarat

I, **Dilipbhai N Fultariya**, CFO (Chief Financial Officer) of the Lexus Granito (India) Limited, to the best of my knowledge and belief, certify that:

I have reviewed Financial Statements (Balance-Sheet, Statement of profit and loss account, and all the schedules and notes on accounts) and the Cash flow Statement Results and Board Report for the year ended 31st March, 2021 on my knowledge, belief and information:

- i. These financial statements do not contain any materially untrue statement or omit any material fact nor contain statements that might be misleading.
- ii. These financial statements present a true and fair view of the Company's affairs and are in compliance with the applicable laws and regulations.

To the best of my knowledge and belief, no transactions entered into by the Company during the year ended 31st March 2021, which are fraudulent, illegal or violative of the Company's code of conduct.

That I accept responsibility for establishing and maintaining internal controls, I have evaluated the effectiveness of the internal control systems of the Company and I have disclosed to the auditors and the audit committee, deficiencies in the design or operation of internal controls, if any, of which I have become aware and the steps that I had taken or propose to take to rectify the identified deficiencies.

- i. There has not been any significant change in internal control over financial reporting during the year under reference;
- ii. There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
- iii. There have been no instances of significant fraud of which I have become aware and the involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sd/-
Dilipbhai N Fultariya
(Chief-Financial Officer)

Date: 30.06.2021

Place: Morbi

Annexure - X



DECLARATION ON CODE OF CONDUCT

As provided under Regulation 34(3) read with Schedule V of the Securities & Exchange Board of India (Listing Obligation & Disclosure Requirement) Regulations 2015. The members of the Board of Director and Senior Management have affirmed compliance with code of conduct of Board of Directors and Senior Management for the year ended 31st March 2021.

Sd/-
ANILKUMAR BABULAL DETROJA
(MANAGING DIRECTOR)
(DIN- 03078203)

Place: Morbi
Date: 15.10.2021

Independent Auditor's Report



To
The Members of
LEXUS GRANITO INDIA LIMITED
Morbi

Opinion

We have audited the standalone financial statements of LEXUS GRANITO INDIA LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2021 and the Statement of Profit and Loss and 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 standalone financial statements, give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the company as at March 31, 2021 and its profit and its cash flows for the year ended on that date.

Basis of 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 ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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



S. No.	Key Audit Matters	Auditor's Response
1	<p>Repayment of Dues to Financial Institution /NBFC/Bank</p> <p>The Company failed to repay credit facilities availed in accordance with terms of agreement entered with lenders.</p>	<p>Our audit procedures include the following:</p> <ul style="list-style-type: none">• Understand the different types of credit facilities obtained by the company including agreements entered with lenders in discussion with management.• Ascertained types of repayment required to be made by the company to fulfill non compliance in terms of agreement entered by the company with lenders.• Checked repayment made by the during the period under audit in connection with repayment agreement in which non compliance is found.• Discussed the non-compliance and its impact with management in terms of financial visibility of company and informed management about the negative impact on credit Worthiness the Company.
2	<p>Payment of Trade Liabilities</p> <p>The Company has written off a significant amount of trade Creditors during the period under Audit.</p>	<p>Our audit procedures for the verification of trade liabilities include the following:</p> <ul style="list-style-type: none">• Understanding of types/Nature of trade liabilities & procedural aspects followed by the company related to settlement of its trade liabilities.• Evaluation of settlement or payment to the creditors which includes verification of balance written off of the creditors by the company to whom no payment is required to be made.• Discussion with management in regards to verification or third-party confirmation for the parties in which significant balance payable is written off and booked as income. Management reply is this regard found unjustified. A further detail of the parties in which balance written off is booked is disclosed by management in point no 11 of Note 1(C) of Notes to the Accounts.



Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained 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.

To express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules there under. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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, Board of Directors is responsible for assessing the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Boards of Directors are responsible for overseeing the Company's financial reporting process.



Auditor's Responsibility for the Audit of the 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 decision of users taken on the basis of these financial statements.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraph 3 and 4 of the order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.
 - c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account and the returns received from the branches not visited by us.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31 March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.



- iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund.

Place: Morbi

Dated: 30.06.2021

ASHOK HOLANI AND COMPANY
Chartered Accountant
FRN : 009840C

Sd/-
RAHUL JANGIR
Partner
Membership No. 435804
UDIN: 21435804AAAADN7936



Annexure A referred to in paragraph 7 of our report of even date to the members of LEXUS GRANITO (INDIA) LIMITED on the financial statements of the company for the year ended March 31, 2021.

On the basis of the information and explanation given to us during the course of our audit, we report that:

1.
 - a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - b) According to the information and explanations given to us and based on the records of the company examined by us, fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us and based on the records of the company examined by us, the total assets of the company includes various immovable properties and the title deeds of the immovable properties held are in the name of the company.
2. According to the information and explanations given to us and based on the records of the company examined by us, physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed on such verification.
3. The company has granted unsecured loan amounting to Rs.0.58 Lacs to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
 - a) All terms and conditions are as per the benefits of company and are not prejudicial to the company's Interest
 - b) Schedule of repayment of principal and interest has been stipulated and receipts are regular.
 - c) There is no such amount which overdue more than 90 Days of is above mentioned loan.
4. According to the records of the company examined by us and as per the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The company has not accepted any deposits from the public covered under section 73 to 76 of the Companies Act, 2013.
6. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013.
 - a) According to the information and explanations provided to us and based on the records of the company examined by us, the company is not regular in depositing undisputed statutory dues including goods and service tax, Tax deducted at source, Tax collection at source, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, following undisputed amounts were payable in respect of the above were in arrears as on 31st march, 2021 for a period of more than six months from the date on when they become payable
- 7.

Nature of Tax	Period	Amount (In Lakh)
Tax collected at Source	2017-18	11.41
Coal Cess	2017-18	32.22
Excise Duty	2016-17	24.32
Tax Deducted at Source (Demand)	2011-21	43.11
CST under Karsamdhan Yojna	2011-13	5.36
Total		116.42

b) According to the information and explanations given to us and based on the records of the company examined by us, there are no outstanding dues of Income tax or Sales tax or Service tax or Duty of Customs or duty of excise or value added tax which should be deposited on account of any dispute except as mentioned below:

Name of the statute	Nature of Dues	Period	Forum where dispute is pending	Outstanding Amount involved (Rs. In Lakh)
Income Tax Act	Income Tax	2015-16	CIT (A)	64.82
Income Tax Act	Income Tax	2016-17	CIT (A)	288.59
Income Tax Act	Income Tax	2018-19	CPC	105.80
Grand Total				459.21

8. According to the information and explanations given to us and based on the records of the company examined by us, the company has made defaults in repayment of loans or borrowing/interest to a financial institution, bank, Government or dues to debenture holders. Details as follows: -

S.no	Particulars	Type of Institution	Amount of default (Rs. In Lakh)	Period of Default
1.	Mas Finance Service Ltd	NBFC	50.96	10 Months
2.	AAC SABL	Debenture Holders	39.87	18 months
			320.00	12 months
			320.00	9 months
			46.40	12 months
			46.40	9 months
Grand Total			823.63	



9. According to the information and explanations given to us and based on the records of the company examined by us, company has not raised money by way of initial public offer during the year. Hence, clause 3(ix) of the Order is not applicable to it.
10. During our examination of the books and records of the company carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud by the company or on the company by its officers or employees noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.
11. According to the records of the company examined by us and as per the information and explanations given to us, the company has complied with the provisions of Section 197 read with Schedule V to the Act.
12. In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company. Hence, clause 3(xii) of the Order is not applicable to it.
13. According to the information and explanations given to us and based on the records of the company examined by us, the company is in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable rules, and where applicable, for all transactions with the related parties and the details of the related party transaction have been disclosed in the financial statements in note no. 25.11a and 25.11bas required by the applicable accounting standards.
14. According to the information and explanations given to us and based on the records of the company examined by us, the company has not made any preferential allotment or private placement of shares during the year. Hence, clause 3(xiv) of the Order is not applicable to it.
15. According to the records of the company examined in course of our audit and as per information and explanations given to us, the company has not entered in any non-cash transaction with directors or persons connected with him. Hence, provisions of Section 192 are not applicable to the company.
16. According to information and explanations provided to us and on the basis of records of the company examined by us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Morbi

Dated: 30.06.2021

ASHOK HOLANI AND COMPANY
Chartered Accountant
FRN : 009840C

Sd/-
RAHUL JANGIR
Partner
Membership No. 435804
UDIN: 21435804AAAADN7936



Annexure B referred to in paragraph 8(g) of our report of even date to the members of LEXUS GRANITO INDIA LIMITED on the Financial Statements of the company for the year ended March 31, 2021.

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 LEXUS GRANITO INDIA LIMITED. ("The Company") as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

Place: Morbi
Dated: 30.06.2021

ASHOK HOLANI AND COMPANY
Chartered Accountant
FRN : 009840C

Sd/-
RAHUL JANGIR
Partner
Membership No. 435804
UDIN: 21435804AAAADN7936

Balance Sheet



Balance Sheet as at 31 March, 2021				
Particulars		Note No.	As at 31 March, 2021	As at 31 March, 2020
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	191,907,240	191,907,240
	(b) Reserves and surplus	3	(10,831,251)	475,790,573
2	Non-current liabilities			
	(a) Long-term borrowings	4	323,192,121	250,755,871
	(b) Deferred Tax Liability (net)	25.10	8,327,950	13,821,133
	(c) Other long-term liabilities	5	29,595,420	25,855,942
	(d) Long Term Provisions	6	3,996,535	4,411,742
3	Current liabilities			
	(a) Short-term borrowings	7	222,418,771	219,936,987
	(b) Trade payables	8	423,377,480	428,102,574
	(c) Other current liabilities	9	248,416,565	234,316,193
	(d) Short-term provisions	10	401,383	910,363
	TOTAL		1,440,802,213	1,845,808,619
B	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment			
	(i) Tangible assets	11	452,485,874	499,126,756
	(ii) Intangible assets		262,294	298,074
	(iii) Capital work-in-progress		-	-
	(iv) Intangible assets under development		-	-
	(v) Fixed assets held for sale		-	-
	(b) Non-current investments	12	452,748,168	499,424,830
	(c) Deferred tax assets (net)		23,619,100	23,619,100
	(d) Long-term loans and advances	13	-	-
	(e) Other non-current assets	14	28,575,483	43,065,788
			17,171,980	12,979,563
2	Current assets			
	(a) Inventories	15	574,280,269	830,117,285
	(b) Trade receivables	16	328,911,965	426,498,017
	(c) Cash and cash equivalents	17	1,759,834	510,549
	(d) Short-term loans and advances	18	13,735,414	9,593,487
	(e) Other Current assets		-	-
	TOTAL		1,440,802,213	1,845,808,619
The accompanying notes 1 to 25 are an integral part of the financial statements				

In terms of our report of even date

FOR ASHOK HOLANI & CO.
Chartered Accountants

RAHUL JANGIR
M.No. - 435804
PARTNER

Date :30.06.2021
Place:- Morbi
UDIN:21435804AAAAADN7936

For and on behalf of the Board of Directors of
Lexus Granito (India) Limited

Anilkumar B Detroja
Managing Director
DIN:- 03078203

Nilesh B Detroja
Whole Time Director
DIN:- 01725545

Dilip Fultariya
Chife Financial Officer

Kirti Goyal
Company Secretary

Statement of Profit & Loss



Statement of Profit and Loss for the period ended 31 March 2021			
Particular	Note No.	For the year ended 31 March, 2021	For the year ended 31 March, 2020
Gross Income			
Revenue from operations	19	1,016,331,026	1,006,492,381
Other income	20	857,520	30,555,586
Total revenue		1,017,188,546	1,037,047,968
Expenses			
Cost of materials consumed	21(a)	232,631,992	291,216,996
Purchases of stock-in-trade	21(b)	35,609,511	50,636,209
Changes in inventories of finished goods, work-in-progress	21(c)	360,150,600	(164,280,889)
Employee benefits expense	22	36,089,837	55,824,981
Finance costs	23	61,607,242	76,218,048
Depreciation and amortisation expense	11	92,466,056	108,827,357
Other expenses	24	690,748,315	629,715,130
Total expenses		1,509,303,553	1,048,157,832
Profit / (Loss) before tax		(492,115,007)	(11,109,865)
Exceptional / Extraordinary Items			
Profit Before Tax		(492,115,007)	(11,109,865)
Tax expense:			
(a) Current tax expense for current year			5,855,703
(b) Deferred tax	25.10	(5,493,183)	1,718,716
		(5,493,183)	7,574,419
Profit / (Loss) for the year		(486,621,824)	(18,684,284)
Earnings per share (Face Value of Rs.10/-each):	25.9		
(a) Basic		(25.36)	(0.97)
(b) Diluted		(25.36)	(0.97)
The accompanying notes 1 to 25 are an integral part of the financial statements			
In terms of our report of even date FOR ASHOK HOLANI & CO. Chartered Accountants		For and on behalf of the Board of Directors of Lexus Granito (India) Limited	
RAHUL JANGIR M.No. - 435804 PARTNER		Anilkumar B Detroja Managing Director DIN:- 03078203	Nilesh B Detroja Whole Time Director DIN:- 01725545
Date :30.06.2021 Place:- Morbi UDIN:21435804AAAADN7936		Dilip Fultariya Chife Financial Officer	Kirti Goyal Company Secretary

Cash Flow Statement



Cash flow Statement for the year ended 31 March, 2021

CIN-L26914GJ2008PLC053838

Particulars	For The Year Ended 31st March, 2021	For The Year Ended 31st March, 2020
A. Cash flow from operating activities		
Net Profit before tax as per Profit & Loss Account	(492,115,007)	(11,109,865)
Adjustments for:		
Depreciation and amortisation	92,466,056	108,827,357
Finance costs	61,607,242	76,539,493
Interest income	(845,087)	(1,220,388)
Prior Period Expenses	-	-
Operating profit / (loss) before working capital changes	(338,886,797)	173,036,597
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	255,837,016	(78,539,794)
Trade receivables	97,586,052	(38,921,373)
Short-term loans and advances	(4,141,927)	(265,845)
Other Current Assets	-	-
Other Non Current assets	(4,192,417)	(783,564)
	345,088,724	(118,510,576)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(4,725,094)	(13,762,173)
Other current liabilities	14,100,372	73,891,083
Other long-term liabilities	3,739,477	14,844,830
Long-term provisions	(415,207)	(1,246,157)
Short-term provisions	(508,980)	(14,911,328)
	12,190,568	58,816,256
Cash generated from operations	18,392,495	113,342,276
Net income tax (paid) / refunds	-	(5,855,703)
Net cash flow from operating activities (A)	18,392,495	107,486,573
B. Cash flow from investing activities		
Capital expenditure on fixed assets, including capital advances	(46,179,394)	(12,923,916)
Investment Purchased	-	-
Long-term loans and advances	14,490,305	50,109,519
Proceeds From Sale Of Fixed Assets	390,000	-
Proceeds From Sale Of Investment	-	-
Net Increase/(Decrease) in Investment in term deposits	-	-
Interest received	845,087	1,220,388
- Others	-	-
	(30,454,002)	38,405,991
Net cash flow used in investing activities (B)	(30,454,002)	38,405,991
C. Cash flow from financing activities		
Proceeds from Share Capital	-	-
Proceeds from Security Premium	-	-
Proceeds from long-term borrowings	72,436,250	(70,331,656)
Dividends Paid (including dividend distribution tax)	-	-
Net increase/ (decrease) in working capital borrowings	2,481,784	980,492
Finance cost paid during the year	(61,607,242)	(76,539,493)
Net cash flow used in financing activities (C)	13,310,792	(145,890,657)



Particulars	For The Year Ended 31st March, 2021	For The Year Ended 31st March, 2020
Net increase / (decrease) in Cash and cash equivalents (A-B-C)	1,249,285	1,908
Cash and cash equivalents at the beginning of the year	510,549	508,641
Effect of exchange differences on restatement of foreign		
Cash and cash equivalents at the end of the year	1,759,834	510,549
Reconciliation of Cash and cash equivalents with the Balance Sheet (Refer Note 12)		
Cash and cash equivalents as per Balance Sheet (Refer Note 12)	1,759,834	510,549
Less: Bank balances not considered as Cash and cash equivalents		
Net Cash and cash equivalents (as defined in AS 3 Cash Flow)	1,759,834	510,549
Add: Current investments considered as part of Cash and cash		
Cash and cash equivalents at the end of the year *	1,759,834	510,549
* Comprises:		
(a) Cash on hand	1,518	238,769
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	1,758,316	271,780
(ii) In EEFC accounts		
(iii) In deposit accounts with original maturity of less than 3		
(iv) In earmarked accounts (give details) (Refer Note (ii))		
(d) Others (specify nature).		
Deposits		
(e) Current investments considered as part of Cash and cash		
Notes:		
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.		
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.		
See accompanying notes forming part of the financial		
<p>In terms of our report of even date FOR ASHOK HOLANI & CO Chartered Accountants</p> <p>RAHUL JANGIR M.No. - 435804 PARTNER</p> <p>Date :30.06.2021 Place : Morbi</p>		
<p>For and on behalf of the Board of Directors of Lexus Granito (India) Limited</p> <p>Anilkumar B Detroja Managing Director DIN:- 03078203</p> <p>Nilesh B Detroja Whole Time Director DIN:- 01725545</p> <p>Dilip Fultariya Chife Financial Officer</p> <p>Kirti Goyal Company Secretary</p>		

Notes forming part of the financial statements

Note 2 Share capital

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
(a) Authorised Equity shares of Rs.10/- each with voting rights	22,000,000	220,000,000	22,000,000	220,000,000
(b) Issued Equity shares of Rs.10/- each with voting rights	19,190,724	191,907,240	19,190,724	191,907,240
(c) Subscribed and fully paid up Equity shares of Rs.10/- each with voting rights	19,190,724	191,907,240	19,190,724	191,907,240
Total	19,190,724.00	191,907,240.00	19,190,724	191,907,240.00

Refer Notes 2.1 to 2.4 below

Note 2.1 Reconciliation of number of Equity Share outstanding is set as below

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
As at the start of the year	19,190,724	191,907,240	19,190,724	191,907,240
As at the end of the year	19,190,724	191,907,240	19,190,724	191,907,240
	19,190,724	191,907,240	19,190,724	191,907,240

Note 2.2 Shareholders holding more than 5% of the Equity share in the company

Name of the ShareHolders	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
1. Pavan Blackrock Pvt. Ltd.	5,550,974	55,509,740	9,050,974	90,509,740
2. Sainathkripa Commercial LLP	4,388,000	43,880,000	888,000	8,880,000
3. Lexus Ceramic Pvt. Ltd.	1,953,992	19,539,920	1,953,992	19,539,920
	11,892,966	118,929,660	11,892,966	118,929,660

Note 2.3 Rights, preferences and restrictions attached to the equity 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.

Note 2.4 Dividend declared/paid

The Company has not declared and paid any dividends during the year.



Notes forming part of the financial statements

Note 3 Reserves and surplus

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Securities Premium		
Opening balance	298,492,872	298,492,872
Closing balance	298,492,872	298,492,872
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	177,297,701	195,981,986
Add: Profit/(Loss) for the year	(486,621,824)	(18,684,284)
Closing balance	(309,324,123)	177,297,701
Total	(10,831,251)	475,790,573



Note 4 Long-term borrowings				
Particulars	Non current Portion	Current Maturities	Non current Portion	Current Maturities
	As at 31 March, 2021	As at 31 March, 2021	As at 31 March, 2020	As at 31 March, 2020
A. Bonds/ Debentures				
Unsecured				
13.05% Lexus Granito 2020 (640 Redeemable Non-convertible unsecured Debentures of face value of Rs. 100000)		64,000,000	-	64,000,000
Total (A)	-	64,000,000	-	64,000,000
B. Term loans				
a). From banks				
Secured				
1.State Bank of India Term Loan-1	-	24,400,000	5,586,917	43,200,000
2.State Bank of India Term Loan-2	45,471,954	60,000,000	78,944,765	42,000,000
3.State Bank of India Term Loan-3	1,222,225	14,666,664	-	-
4.State Bank of India Term Loan-4	63,709,367	15,263,882	-	-
5.HDFC Bank Limited	1,805,103	1,146,283	-	-
Total (B)	112,208,649	115,476,829	84,531,682	85,200,000
b). From other parties				
Unsecured				
1.HDFC Bank Limited	-	-	-	172,326
2.Ashv Finlease Limited (Erstwhile Jainsons Finlease Ltd.)	10,517,794	4,212,625	-	12,800,000
3.Mas Financial Services Limited	-	4,286,628	-	2,409,787
Total (C)	10,517,794	8,499,253	-	15,382,113
Total (A+B+C)	122,726,443	187,976,082	84,531,682	164,582,113
B. Loans and advances from related parties (Refer note no.25.13(a) and (b))				
Unsecured				
Anilbhai Babubhai Detroja	58,307,590	-	47,337,587	-
Hiteshbhai Babubhai Detroja	38,424,924	-	26,612,469	-
Nileshbhai Babubhai Detroja	74,036,552	-	75,641,633	-
Muktaben B Detroja	-	-	237,500	-
Babulal M Detroja	27,826,612	-	13,675,000	-
Parulben N Detroja	1,870,000	-	1,720,000	-
Vinayak Poliplast Pvt Ltd	-	-	1,000,000	-
Total	200,465,678	-	166,224,189	-
Grand Total	323,192,121	187,976,082	250,755,871	164,582,113

Note 4.1 Additional information to Secured/Unsecured long term borrowings

The Long term Portion of term loans are shown under long term borrowings and current maturities of long term borrowings are shown under the

Note 4.2 Details of securities and terms of repayments

I. Unsecured

(A). Bonds/Debenture

The company has issued 640 rated, unlisted, taxable, transferable, redeemable non convertible unsecured debenture of face value of Rs.100000 each. The debenture carries 14.50% Rate of Interest and payable Half yearly. The debenture are redeemable in two installments of Rs.3.20 Cr due on 08.04.2020 and 12.06.2020. The debentures were due for redemption in the current year but company requested to restructure the above redemption dates due to liquidity issues which is under consideration with the lender. The entire amount is reflected under current maturities of long term debt under note-9 "other current liabilities".

II. Secured

(B). Term Loans

(a). Banks

1. State Bank Of India - Note 4(B)(a)(1 to2)

The company has taken 2 term loans from State Bank Of India amounting as T/L No.1 for Rs.15 Cr and T/L No.2 for Rs.21 Cr for setting up company's Plant situated at Surey No.800, Off NH-8A, Lakhdirpur Road, Village Ghutu, Morbi. The Loans are secured by hypothecation of entire plant & machineries along with other fixed asset to be created out of bank finance(Present & future). Collateral security is Extension of hypothecation of units entire current asset including stock of raw materials, stock in process, finished goods ,stores and spares etc. bills/book-debt/receivables and other current asset (Present & future). Both term loans is renewed as on 26.02.2021. The Loans carries ROI of 14.75%. The Loans are repayable in 67 Months from original Sanction. The period of maturity of T/L No. 1 & T/L No.2 w.r.t balance sheet date is 7 months and 1 year 7 months respectively.



2. State Bank Of India - Note 4(B)(a)(3)

Company has taken Loan (common COVID-19 emergency credit Line) from State Bank Of India amounting as for Rs.2.20 Cr which is used to augment net working capital , to meet operational liabilities & restart their businesses during COVID-19 crisis. .The Loans is secured by hypothecation of entire current asset including stock of raw materials, stock in process,finished goods ,stores and spares etc. bills/book-debt/receivables and other current asset (Present & future). Loan is further secured by equitable mortgage of factory land admeasuring 40873 sq. mtr. & building thereon .Collateral security Is Extension of hypothecation of entire plant & machineries along with other fixed asset to be created out of bank fianace(Present & future)The Loans carries ROI of 7.00%.The Loans is sanctioned for 2 years and there will be monotorium of 6 months . The repayment shall commence from Nov.2021 in 18 monthly insttalement of Rs.12,22,222 .The period of maturity w.r.t balance sheet date is 1 years & 1 months.

3. State Bank Of India - Note 4(B)(a)(4)

As per loan agreement executed on 21.10.2020 , the company has taken Loan (Guaranteed Emergency Credit Line) from State Bank Of India amounting for Rs.7.85 Cr which is used to augment net working capital , to meet operational liabilities & restart their businesses during COVID-19 crisis. The Loans are secured on 2nd charge with the existing credit facility in respect of loan granted by State Bank of India as well as cash flow of repayments. The Loans carries ROI of 7.40%. The Loans is sanctioned for 4 yeras and there will be monotorium of 12 months . The repayment shall commence from Sep.2021 in 36 monthly insttalement of Rs.2,18,0556 .The period of maturity w.r.t balance sheet date is 3 years & 5 months.

4. HDFC Bank Limited -Note 4(B)(a)(5)

Secured on hypothecation of Volvo Car owned by the company as specified in the Repayment schedule. The Loan is repayable in 36 Monthly Installments of Rs. 1,13,294/-. The period of maturity w.r.t balance sheet date is 2 years & 5 months.

(b). Others

1. ASHV Finance Ltd (Erstwhile Jainsons finlease Ltd.)-Note 4(B)(b)(2)

Unsecured Business Loan as specified in the schedule annexure to the original loan agreement executed on 27.03.2017. The Loan is repayable in two equal bullet payments in 38th and 41th month from the date of execution of loan agreement.

Further this loan is restructured as on 31.12.2020 .As per restructuring agreement loan is restrcutred for Rs.1.43 Cr.The Loans is sanctioned for 3 years and there will be monotorium of 3 months The repayment shall commence from May 2021 in 33 monthly insttalement of. 5,73,801.The period of maturity w.r.t balance sheet date is 2 years & 10 months.

2. Mas Financial Services Ltd -Note 4(B)(b)(4)

Unsecured Loan as specified in the schedule annexure to the loan agreement executed on 01.06.2017. The Loan is repayable in 35 Monthly Installments of Rs. 12,20,892/-. The loan was scheduled to be compeltely repaid in May 2020 but company requested to restructre the above repayment date due to liquidity isuees which is under consideration with the lender. The entire outstanding amount of the lender along with interest is reflecting in note 9 "other current liabilities".

Note 4.3 Details of Long term Borrowings guaranteed by some of directors and others

The terms loan with State Bank Of India has been guaranteed by all the directors of the company



Notes forming part of the financial statements

Note 5 Other long-term liabilities

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Trade Payables:		
(i) Acceptances	27,214,949	19,545,521
(ii) Other than Acceptances		
(b) Others:		
(i) Payables on purchase of fixed assets	634,968	4,564,918
(ii) Contractually reimbursable expenses		
(iii) Interest accrued but not due on borrowings		
(iv) Interest accrued on trade payables		
(v) Interest accrued on others		
(vi) Trade / security deposits received		
(vii) Advances from customers	1,745,503	1,745,504
(viii) Income received in advance (Unearned revenue)		
Total	29,595,420	25,855,942

Note 6 Long-term provisions

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Provision for employee benefits:		
(i) Provision for Gratuity	3,996,535	4,411,742
(ii) Provision for Bonus		
(iii) Provision for Ex- Gratia		
(iv) Provision for leaves		
Total	3,996,535	4,411,742



Notes forming part of the financial statements

Note 7 Short-term borrowings

Particulars	As at 31 March, 2021	As at 31 March, 2020
(A) Loans repayable on demand		
From banks		
Secured		
a) State Bank Of India Morbi	-	19,983,439
b). State Bank Of India Rajkot	222,418,771	199,953,548
Unsecured		
	222,418,771	219,936,987
From Other Parties		
Secured		
Unsecured		
	-	-
	-	-
Total	222,418,771	219,936,987

Notes:

7.1 Details of security for the secured short-term borrowings:

Particulars	Nature of security	As at 31 March, 2021	As at 31 March, 2020
<u>Loans repayable on demand</u> <u>from banks:</u>			
a) State Bank Of India	Secured by hypothecation of stock & debtors of the company and personnel guarantee of all the directors of the company. The loan is further secured by EQM of the factory Land & Building, EQM of Directors and their family members immovable property and lien on the units of mutual funds of the company in the Bank. The Loan carries ROI of 13.25% on monthly rests.	-	19,983,439
a) State Bank Of India	The Loans is secured by hypothecation of entire current asset including stock of raw materials, stock in process, finished goods ,stores and spares etc. bills/book-debt/receivables and other current asset (Present & future). Loan is further secured by equitable mortgage of factory land admeasuring 40873 sq. mtr. & building theron .Collateral security is Extension of hypothecation of entire plant & machineries along with other fixed asset to be created out of bank fiannce(Present & future). The Loan carries ROI of 14.75% on monthly rests.	222,418,771	199,953,548
Total - From banks		222,418,771	219,936,987



Notes forming part of the financial statements

7.2 Details of short-term borrowings guaranteed by some of the directors or others:

Particulars	As at 31 March, 2021	As at 31 March, 2020
Loans repayable on demand from banks	222,418,771	219,936,987



Notes forming part of the financial statements

Note 8 Trade payables

Particulars	As at 31 March, 2021	As at 31 March, 2020
Trade payables:		
(A) total outstanding dues of micro enterprises and small enterprises	127,681,571	73,937,896
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	295,695,909	354,164,678
Total	423,377,480	428,102,574

Note 8.1 "For the disclosure of the suppliers under the Micro, small and medium enterprises Development Act, 2006 refer note no.25.3.

Note 9 Other current liabilities

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Current maturities of long-term debt (Refer Note (i) below)	123,976,082	164,582,113
(b) Interest accrued but not due on borrowings	-	5,276,643
(c) Interest accrued and due on borrowings	3,053,730	4,479,073
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	25,978,195	28,797,862
(ii) Advances from customers	18,141,107	21,728,193
(iii) Loan payment over due	-	9,452,309
(iv) Unpaid matured debenture & interest accrued there on	77,267,451	-
Total	248,416,565	234,316,193

Note (1) For the Current Maturities of long term borrowings (refer note 4 and note 4.1 in Note 4- Long term borrowings for details of borrowings, gurantee and details of current maturities



Notes forming part of the financial statements
Note 10 Short-term provisions

Particulars	As at 31 March 2021	As at 31 March, 2020
(a) Provision for employee benefits:		
(i) Provision for Gratuity	-	-
(ii) Provision for Bonus	-	-
(iii) Provision for Ex- Gratia	-	-
(iv) Provision for leaves	-	-
(b) Provision - Others:		
(i) Provision for Income tax	-	-
(ii) Provision - others		
a. Provision for Review Fees	-	573,370
b. Provision for Others	401,383	336,993
Total	401,383	910,363



Notes forming part of the financial statements
 Note 11 Property, Plant and Equipment

Tangible assets	Gross block			Depreciation and Amortisation			Net block	
	Balance as at 1 April, 2020	Additions	Disposals	Balance as at 1 April, 2020	Depreciation/amortisation expense for the year	Balance as at 31st March 2021	Balance as at 31st March 2021	Balance as at March, 2020
A. Tangible Assets								
Land (Free Hold)	592,297	-	-	-	-	-	592,297	592,297
Factory Building	76,303,933	745,904	390,000	28,857,628	4,598,895	33,456,524	43,203,313	47,446,305
Plant & Machinery	1,085,416,679	38,220,752	-	655,366,594	81,429,748,09	736,796,342	386,841,089	430,050,085
Electrification	27,418,420	-	-	13,811,470	2,476,942	16,288,312	11,130,108	13,606,950
Furniture & Fixture	6,462,289	301,642	-	5,116,416	424,160	5,540,576	1,229,355	1,345,873
Vehicles	21,946,341	5,324,975	-	16,249,922	2,962,852	19,212,774	8,059,542	5,696,419
Computer System	358,191	473,509	-	299,200	154,662	453,862	377,838	58,991
Office Equipment	703,499	1,112,613	-	373,562	383,117	756,779	1,059,333	329,836
Total (A)	1,219,201,648	46,179,394	390,000	1,264,991,042	92,430,277	812,505,169	452,885,674	499,126,756
Previous year Total	1,206,277,732	12,923,916	-	611,287,801	108,787,090	720,074,892	499,126,756	594,989,931
B. Intangible Assets								
Software	946,883	-	-	648,809	35,780	684,589	262,294	298,074
Total (B)	946,883	-	-	648,809	35,780	684,589	262,294	298,074
Previous year Total	946,883	-	-	608,543	40,267	648,809	298,074	338,340
Grand Total (A+B)	1,220,148,531	46,179,394	390,000	1,265,939,925	92,466,056.16	813,189,757	452,748,168	499,424,830
Previous year	1,207,224,615	12,923,916	-	611,896,344	108,827,357	720,723,701	499,424,830	595,328,271



Notes forming part of the financial statements
 Note 12 Non-current Investments

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Quoted	Unquoted	Quoted	Unquoted
Investments (At cost):				
A. Trade				
(a) Investment in equity instruments				
(b) Investment in preference shares				
(c) Investment in debentures or bonds				
B. Non Trade				
(a) Investment in equity instruments				
SBI Mutual Fund		23,530,000		23,530,000
Geeta Power		74,100		74,100
(b) Investment in preference shares				
(c) Investment in debentures or bonds				
Total - Trade (A)		23,604,100		23,604,100
C. Other Investments				
(i) Of Related Parties				
D Other non-current investments				
National Saving Certificates		15,000		15,000
Total - Other Investments (B)		15,000		15,000
Total (A+B)		23,619,100		23,619,100
Less: Provision for diminution in value of investments				
Aggregate amount of quoted investments				
Aggregate market value of listed and quoted investments				
Aggregate value of listed but not quoted investments				
Aggregate amount of unquoted investments				
Total		23,619,100		23,619,100



Notes forming part of the financial statements

Note 13 Long-term loans and advances

Particulars	As at 31st March, 2021	As at 31st March, 2020
(a) Loans and advances to related parties		
Unsecured, considered good	-	-
Less: Provision for doubtful loans and advances	-	-
(b) Security deposits		
Unsecured, considered good	12,500	884,838
Less: Provision for doubtful deposits	12,500	884,838
	12,500	884,838
(c) Loans and advances to employees		
Unsecured, considered good	-	-
Doubtful	-	-
Less: Provision for doubtful loans and advances	-	-
(d) Prepaid expenses - Unsecured, considered good (For e.g. Insurance premium, Annual maintenance contracts, etc.)	-	-
(e) Balances with government authorities		
Unsecured, considered good	-	-
(i) Balance with government Authority	26,715,529	39,245,995
	26,715,529	39,245,995
(f) Others (Advance recoverable in cash or Kind)		
Unsecured, considered good	58,111	2,934,955
Doubtful	1,789,343	-
Less: Provision for other doubtful loans and advances	1,847,454	2,934,955
	1,847,454	2,934,955
Total	28,575,483	43,065,788

Note: 13.1 Long-term loans and advances include amounts due from:

Particulars	As at 31 March, 2021	As at 31 March, 2020
Directors *	-	-
Other officers of the Company *	-	-
Firms in which any director is a partner (give details per firm)	-	-
Private companies in which any director is a director or member	58,111	58,111
	58,111	58,111



Notes forming part of the financial statements

Note 14 Other non current assets

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Long Term trade receivables		
Secured Considered Good		
Unsecured Considered Good		
Doubtful		
(b) Deposits		
(i) Bank Deposit with More than 12 Months	17,171,980	12,979,563
Total	17,171,980	12,979,563



Notes forming part of the financial statements

Note 15 Inventory

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2021	As at 31 March, 2020
Raw Materials	73,011,154	25,820,390
Packing Materials	53,329,460	39,349,937
Stores Spares Materials	77,207,130	41,776,031
Fuel Materials	29,798	35,184
Colour & Chemical	8,769,609	3,948,684
Semi Finished Goods	96,137,163	91,109,339
Finished Goods	265,795,955	628,077,720
Total	574,280,269	830,117,285

Note 16 Trade receivables

Particulars	As at 31 March, 2021	As at 31 March, 2020
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Secured, considered good	152,314,193	237,259,645
Unsecured, considered good	-	-
Doubtful	-	-
	152,314,193	237,259,645
Less: Provision for doubtful trade receivables	-	-
	152,314,193	237,259,645
Other Trade receivables		
Secured, considered good	176,597,772	189,238,373
Unsecured, considered good	-	-
Doubtful	-	-
	176,597,772	189,238,373
Less: Provision for doubtful trade receivables	-	-
	176,597,772	189,238,373
Total	328,911,965	426,498,017

Note 16.1: Trade receivables include debts due from:

Particulars	As at 31 March, 2021	As at 31 March, 2020
Directors *		
Other officers of the Company *		
Firms in which any director is a partner	4,074,523	-
Private companies in which any director is a director or member		
	4,074,523	-



Notes forming part of the financial statements

Note 17 Cash and cash equivalents

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Cash on hand		
(i) Cash	1,758,316	238,769
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	1,518	271,780
(ii) In Deposit Accounts (Refer Note (i) below)		
(iii) earmarked accounts		
Total	1,759,834	510,549
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements is	1,759,834	510,549

Notes forming part of the financial statements

Note 18 Short term Loans and Advances

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Loans and advances to related parties		
Unsecured, considered good	-	-
Less: Provision for doubtful loans and advances	-	-
b) Security deposits		
Unsecured, considered good	-	-
Less: Provision for doubtful deposits	-	-
(c) Loans and advances to employees and others		
Unsecured, considered good	145,908	-
Doubtful	145,908	-
Less: Provision for doubtful loans and advances	145,908	-
(d) Prepaid expenses - Unsecured, considered good	1,949,046	1,221,209
(e) Balances with government authorities		
Unsecured, considered good		
(i) GST Credit	521,623	2,913,168
(ii) Advance Tax and TDS	593,407	121,445
(iii) MEIS Receivable	6,168,086	-
(iv) Refundable Cess (Export)	750,723	-
	8,033,839	3,034,613
(f) Others (Advance recoverable in cash or Kind)		
Unsecured, considered good	3,606,621	5,337,665
Doubtful	3,606,621	5,337,665
Less: Provision for other doubtful loans and advances	3,606,621	5,337,665
Total	13,735,414	9,593,487

Note:18 .1 Short-term loans and advances include amounts due from:

Particulars	As at 31st March 2021	As at 31 March, 2020
Directors *	-	-
Other officers of the Company *	-	-
Firms in which any director is a partner (give details per firm)	-	-
Private companies in which any director is a director or member	-	-
	-	-



Notes forming part of the financial statements

Note 19 Revenue from operations

	Particulars	As at 31 March, 2021	As at 31 March, 2020
(a)	Sale of products (Refer Note (i) below)	996,994,721	978,986,375
(b)	Other operating revenues (Refer Note (ii) below)	19,336,305	27,506,006
	Total	1,016,331,026	1,006,492,381
Note			
	Particulars	As at 31 March, 2021	As at 31 March, 2020
(i)	Sale of products comprises:		
	a.) Traded Goods		
	Vitrified Tile	26,950,137	22,494,555
	Wall Tile	2,324,096	6,882,099
	Raw Material	3,444,979	1,310,765
	MEIS License Sales	5,501,802	19,168,007
	Other Sales	3,816,317	1,606,310
		42,037,331	51,461,736
	b.) Manufacture Goods		
	Vitrified Tile	660,578,396	610,110,912
	Wall Tile	291,909,615	308,976,879
	Broken Tile	1,698,176	1,507,246
	Scrap and Waste	771,203	6,929,603
		954,957,390	927,524,639
	Total - Sale of traded goods	996,994,721	978,986,375
(ii)	Other operating revenues		
	Duty Drawback Income	3,566,906	5,675,831
	MEIS Income	6,168,085	8,824,464
	Freight Income	7,631,739	691,153
	Insurance on Sales	1,895,065	890,059
	Foreign Exchange Rate Difference	74,510	11,424,499
		19,336,305	27,506,006
	Total - Other operating revenues	1,016,331,026	1,006,492,381



Notes forming part of the financial statements

Note 20 Other income

	Particulars	As at 31 March, 2021	As at 31 March, 2020
(a)	Interest income (Refer Note (i) below)	845,087	1,220,388
(b)	Other non-operating income (net of expenses directly attributable to such income) (Refer Note (ii) below)	12,433	29,335,198
	Total	857,520	30,555,586
Note	Particulars	As at 31 March, 2021	As at 31 March, 2020
(i)	Interest Income		
	Interest Income on FD	732,005	1,204,691
	Interest Income from Late Payment	25,474	15,697
	Other interest income	87,608	-
	Total	845,087	1,220,388
(ii)	Other non-operating income comprises:		
	Kasar	633	126,536
	Rebate Income	11,800	79,705
	Credit Written Back	-	27,713,157
	Excess provision written back	-	1,207,307
	Prior period income	-	208,493
	Total	12,433	29,335,198



Notes forming part of the financial statements

Note 21.a Cost of materials consumed

Particulars	As at 31 March, 2021	As at 31 March, 2020
Opening stock	25,820,390	102,639,480
Add: Purchases	282,719,416	214,397,905
Less: Closing stock	75,907,814	25,820,390
Total	232,631,992	291,216,996
Material consumed comprises:		
Raw Materials	229,735,333	291,216,996
Purchase of Semi Finished Goods	2,896,659	-
Total	232,631,992	291,216,996

Note 21.b Purchase of traded goods

Particulars	As at 31 March, 2021	As at 31 March, 2020
Traded goods		
Vitrified Tile	23,191,503	6,407,341
Wall Tile	1,260,000	20,410,201
Raw Material	2,812,228	1,092,304
MIES License Purchase	5,943,919	21,387,769
Other Goods	2,401,861	1,338,594
Total	35,609,511	50,636,209

Note 21.c Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	As at 31 March, 2021	As at 31 March, 2020
A. Inventories at the end of the year: (As verified and certified by the management)		
Finished goods	265,795,955	628,077,720
Work In Progress	93,240,504	91,109,339
Total A	359,036,459	719,187,059
Inventories at the beginning of the year:		
Finished goods	628,077,720	477,213,151
work In Progress	91,109,339	77,693,019
Total B	719,187,059	554,906,170
Net (increase) / decrease	360,150,600	(164,280,889)



Notes forming part of the financial statements

Note 22 Employee benefits expense

Particulars	As at 31 March, 2021	As at 31 March, 2020
Salaries & Wages	33,982,355	55,124,915
Contribution to Provident and Other Funds	533,956	873,986
Staff Welfare Expenses	1,988,733	1,072,237
Contribution to Gratuity Fund	(415,207)	(1,246,157)
Total	36,089,837	55,824,981

Note 23 Finance costs

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Interest expense on:		
(i) Borrowings	56,840,476	70,277,379
(ii) Trade payables	1,107,364	961,342
(b) Other borrowing cost		
Bank Charges	3,659,402	4,979,327
Total	61,607,242	76,218,048



Notes forming part of the financial statements

Note 24 Other expenses

Particulars	As at 31 March, 2021	As at 31 March, 2020
Manufacturing Expenses		
Packing Materials Consumed	51,147,952	31,833,561
Stores Spares Materials Consumed	29,587,990	43,122,007
Factory Electric power and Gas Expenses	363,722,364	359,789,047
Fuel Consumbed	35,898,344	29,424,999
Color and Chemical	71,072,527	61,077,791
Jobworks Expenses	155,655	360,407
Machinery Repair & Maintainance	4,921,497	1,333,795
Clearing & Forwarding Expense	9,726,974	13,575,542
Freight	90,730,955	61,607,725
Digital Design Expense	2,290,802	328,680
Total	659,255,059	602,453,554
Administrative Expenses		
Advertisement Expenses	-	32,080
Corporate Social Responsibility	-	101,000
Land Revenue Charges	57,216	28,610
Discount	1,369,775	3,044,315
Donation	1,273,236	20,000
Guest arragement expense	127,536	333,284
ECGC Premium	-	15,968
Electricity Connection Charges	117,208	18,304
Insurance	2,012,868	783,644
Legal & Professional Fees	2,989,957	3,273,236
License Fees	25,740	19,000
Loss on asset	138,602	-
Commision Charges	101,889	-
Baddebt writtenoff	7,227,021	2,536,166
Miscellneous expenses	53,656	17,832
Marketing Expenses	4,465,150	5,000,981
Annual Listing and Custodian Expenses	94,773	145,000
NCD Reviewing Fees	-	1,920,000
Office Expenses	461,246	625,788
Office rent	3,681,240	3,850,670
Payments to auditors (Refer to note)	549,000	1,210,000
Other Interest and Penalty Allowable	173,581	576,466
Late fees and Penalty expense	55,113	1,290,945
Postage & Courier	161,629	493,833
Printing & Stationary	819,907	251,791
Repair & Maintainance	1,718,199	304,908
Security Services Expenses	-	203,755
Telephone & DTH Expense	340,635	500,506
Hotel and Travelling Expense	231,488	595,287
Licence Renewal Fees	-	68,208
Prior Period Expense	2,035,800	-
Stamping Charges	1,210,790	-
Total	31,493,255	27,261,576
Grand Total	690,748,315	629,715,130



Notes forming part of the financial statements

Notes: 24.1

Particulars	As at 31 March, 2021	As at 31 March, 2020
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	354,000	300,000
As auditors - Internal audit	160,000	880,000
For other services	35,000	30,000
Total	549,000	1,210,000



Notes forming part of the financial statements

Note 25 Additional information to the financial statements

Note	Particulars		
25.1	The Schedule III has used for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.		
25.2	Contingent liabilities and commitments (to the extent not provided for)		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
(i)	Contingent liabilities		
	(a) Claims against the Company not acknowledged as debt		
	1. The Income Tax Department has raised demands in regards to tax deducted at source for non compliances to the provision of the act that has been verified from TRACES are as follows:		
	Financial Year	Amount	
	2011-12	120,490	
	2012-13	20,460	
	2017-18	2,517,540	
	2018-19	823,470	
	2019-20	804,330	
	2020-21	25,000	
		4,311,290	4,275,660
	2. The Income Tax Department(Income tax Officer , Ward -5, Morbi) has passed an order dated 22.12.2016 under sec. 143(3) determining total income of the assessee company for the AY 2014-15 by adding Rs. 10,00,000/- to the total income disclosed by the assessee in the ITR and issued notice for demand amounting to Rs. 2,17,020/- . The assessee company has filed an appeal to CIT (Appeals) dated 05.01.2017 against the said order and deposited Rs. 32,553/- as 15% of total demand raised. This demand is settled through THE DIRECT TAX VIVAD SE VISHWAS SCHEME as per certificate issued as on 27.01.2021		184,467
	3. The Income Tax Department(DC/ACIT,CIR, Morbi) has passed an order dated 26.12.2018 under sec. 143(3) determining total income of the assessee company for the AY 2015-16 by adding Rs. 1,76,79,000/- to the total income disclosed by the assessee in the ITR and issued notice for demand amounting to Rs. 51,92,370/-. The assessee company has filed an appeal to CIT (Appeals) dated 05.01.2019 against the said order and deposited Rs. 3,46,474/- of total demand raised, an the matter is pending for adjudication.	4,845,596	4,845,596
	4. The Income Tax Department(DC/ACIT,CIR, Morbi) has passed an order dated 28.12.2018 under sec. 143(3) determining total income of the assessee company for the AY 2016-17 by adding Rs. 9,71,65,236/- to the total income disclosed by the assessee in the ITR and issued notice for demand amounting to Rs. 2,98,55,349/- . The assessee company has filed an appeal to CIT (Appeals) dated 02.01.2019 against the said order and deposited Rs. 9,96,070/- of total demand raised, an the matter is pending for adjudication.	28,859,280	28,859,279
	5. The Income Tax Department(DC/ACIT,CIR, Morbi) has passed an order dated 14.06.2019 under sec. 271BA for AY 2015-16 stating that the Assessee is failed to furnish report under Section 92E to report specified domestic transactions so initiated penalty proceedings and raised notice of demand of Rs. 1,00,000/-.The assessee company has filed an appeal to CIT (Appeals) dated 22 06.2019 against the said order and the matter is pending for adjudication.This demand is settled through THE DIRECT TAX VIVAD SE VISHWAS SCHEME as per certificate issued as on 24.02.2021		100,000



Notes forming part of the financial statements

<p>5. The Income Tax Department(DC/ACIT,CIR, Morbi) has passed an order dated 14.06.2019 under sec. 271AA for AY 2015-16 stating that the Assessee is failed to comply with provision contained in Section 92E/92D of the Income tax Act 1961 to maintain such report and documents & report specified domestic transactions in form 3CEB,so initiated penalty proceedings and raised notice of demand of Rs. 16,36,562/-.The assessee company has filed an appeal to CIT (Appeals) dated 22 06.2019 against the said order and the matter is pending for adjudication.</p>	<p>1,636,562</p>	<p>1,636,562</p>
<p>7. The Income Tax Department (central processing system) served notice U/s 143(1)(a) for proposed addition in taxable income as furnished in return of income filed for AY 2018-19 and raised demand of Rs. 94,17,910/-. The total income disclosed by the assessee in the ITR filed on 23.03.2019 was Rs.7,76,17,710/-. The Assessing authority wide notice served on 10.05.2019 proposed an addition of Rs. 99,97,139/-. In this regards the assessee has accepted an addition of Rs. 87,98,290/, further the case is open for proceedings u/s 143(3) of the Income Tax Act ,1961 and pending for final adjudication.</p>	<p>10,579,860</p>	<p>9,417,910</p>
<p>(b) Guarantees*</p>	<p>50,232,588</p>	<p>49,319,474</p>
<p>1.The State Bank of India Rajkot issued Bank Guarantee to Gujrat Gas Limited on 21.07.2015 on behalf of the company for Rs. 1,65,00,000/- from the period 21.07.2015 to 01.08.2017. It is further renewed upto 01/08/2019 for Rs. 2,10,53,097/-. It is again renewed upto 28.07.2020.It is further renewed upto 21/07/2020 for Rs. 2,27,53,100/-. It is again renewed upto 28.07.2021.</p>	<p>22,753,100</p>	<p>21,053,097</p>
<p>2.The State Bank of India Rajkot Issued Bank Guarantee to Paschim Gujraat Vij Company Limited on 11.06.2015 on behalf of the company for Rs 2,41,46,000/-and renewed it till 11.05.2019 as applied by the company time to time.it is further renewed for Rs. 2,24,36,652 upto 05.11.2021.</p>	<p>22,436,652</p>	<p>22,436,652</p>
<p>3.The State Bank of India Rajkot issued Bank Guarantee of Rs. 400,000/- to Gujrat Pollution Control Board on behalf of the company on 11.04.2019 that is valid upto 10.04.2020.</p>	<p>400,000</p>	<p>400,000</p>
<p>4.The State Bank of India Rajkot issued Bank Guarantee to Gujrat Gas Limited on 14.10.2020 on behalf of the company for Rs. 18,00,000/- from the period 14.10.2020 to 28.07.2021.</p>	<p>1,800,000</p>	<p>-</p>
<p>(c) Other money for which the Company is contingently liable</p>	<p>47,389,752</p>	<p>43,889,749</p>
<p style="text-align: right;">Total (A+b+c)</p>	<p>97,622,340</p>	<p>93,209,223</p>
<p>* For all the Bank Guarantees issued by the State Bank of India Rajkot on behalf of the company, The company has made Fixed Deposit of Rs.98,00,000/- (Ninety eight lakh Rupees) in the State Bank of India Rajkot.Further Fixed deposit of Rs. 73,71,980/- is directly given to Gujrat Gas Limited.</p>		
<p>(ii) Commitments</p>		
<p>(a) Estimated amount of contracts remaining to be executed on capital account and not provided for</p>	<p>-</p>	<p>-</p>
<p>Tangible assets</p>	<p>-</p>	<p>-</p>
<p>Intangible assets</p>	<p>-</p>	<p>-</p>
<p>(b) Uncalled liability on shares and other investments partly paid</p>	<p>-</p>	<p>-</p>
<p>(c) Other commitments (specify nature)</p>	<p>-</p>	<p>-</p>



Notes forming part of the financial statements

25.3 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006			
Particulars		As at 31 March, 2021	As at 31 March, 2020
(i) Principal amount remaining unpaid to any supplier as at the end of the		127,681,571	73,937,896
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the		-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day		-	-
(iv) The amount of interest due and payable for the year		-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year		-	-
(vi) The amount of further interest due and payable even in the succeeding		-	-
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.			
25.4 Value of imports calculated on CIF basis :			
Particulars		As at 31 March, 2021	As at 31 March, 2020
Raw materials		-	472,174
Components		-	-
Spare parts		-	2,412,746
Capital goods		-	2,884,920
Grand Total		33,528,004	2,884,920
25.5 Expenditure in foreign currency			
Particulars		As at 31 March, 2021	As at 31 March, 2020
Royalty		-	-
Know-how		-	-
Professional and consultation fees		925,625	-
Other matters		-	-
Non Convertible Debenture review fees		-	861,898
Advertisement Expense		-	239,691
Total		-	1,101,589
25.6 Details of consumption of imported and indigenous items *			
Particulars		As at 31 March, 2021	As at 31 March, 2020
<u>Imported</u>			
Raw materials		-	472,174
Components		-	-
Spare parts		-	2,412,746
Total		-	2,884,920
<u>Indigenous</u>			
Raw materials		232,631,992	290,744,822
Components		-	-
Spare parts		29,587,990	29,420,815
Total		262,219,982	320,165,637
Total		262,219,982	323,050,557
Details of consumption of imported and indigenous items for the current year is provided by management.			

Notes forming part of the financial statements

25.7	Earnings in foreign exchange :		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	Export of goods calculated on FOB basis	220,992,859	309,897,586
	Royalty, know-how, professional and consultation fees		
	Interest and dividend Other income, indicating the nature thereof.		
25.8	Amounts remitted in foreign currency during the year on account of dividend		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount of dividend remitted in foreign currency		
	Total number of non-resident shareholders (to whom the dividends were Total number of shares held by them on which dividend was due Year to which the dividend relates		
25.9	Earnings Per Share		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	Basic & Diluted		
	Net profit / (loss) for the year attributable to the equity shareholders	(486,621,824)	(18,684,284)
	Weighted average number of equity shares Par value per share	19,190,724	19,190,724
	Earnings per share - Basic & diluted	(25.36)	(0.97)
25.10	Deferred Tax (Liability)/asset		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	Deferred Tax Asset		
	Difference in value of book balances and tax balance		-
	Tax effect of items constituting deferred tax assets		-
	Deferred Tax Liability		
	Difference in value of book balances and tax balance	29,935,117	49,680,564
	Tax effect of items constituting deferred tax liability	(5,493,183)	1,718,716
	Total	(5,493,183)	1,718,716
	Previous Year Deferred Tax Expense / (Saving)	13,821,133 (5,493,183)	12,102,417 1,718,716
		8,327,950	13,821,133
25.11	Employee benefit plans		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	(a) Defined contribution plans		
	The Company is participating under the recognised provident fund during the year for defined contribution plans for qualifying employees. Under the Scheme, 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.	533,956	873,986
(b) Defined benefit plans			
The Company did not made any payment in any plan for securing the liability of gratuity for its employees, However the company has made provision for gratuity in its books of accounts on the basis of actuarial valuation.	(415,207)	(1,246,157)	
25.12	Expenditure on Research & development		
	During the year, the company has not incurred any expenditure on research & development.		



Notes forming part of the financial statements
 Note 25 Additional Information to the financial statements

Note	Particulars				
25.13	Related party transactions				
25.13a	Details of related parties:				
	Description of relationship	Names of related parties			
	Key Management Personnel (KMP)	Mr. Babulal Mahadevbhai Detroja, Mr Anilkumar Babulal Detroja, Mr Nilesh Babulal Detroja, Ms. Parulben Nileshbhai Detroja, Mr Dilipnhai N Fultariya, Miss Kirti Goyal			
	Relatives of KMP	Muktaben B Detroja			
	Company in which KMP / Relatives of KMP can exercise significant influence	Lexus Ceramic Pvt. Ltd., Kartik Industries, Pawan Blackrock pvt ltd, Lioli cermica Pvt ltd			
	Note: Related parties have been identified by the Management.				
	Details of related party transactions during the year ended 31st March 2021 and balances outstanding as at 31st March 2021:				
25.13b		KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
	Purchase of goods			440,643	440,643
	Purchase of Assets			-	-
	Sale Of Goods			10,051,525	10,051,525
	Receiving of services			-	-
	Agency arrangements			-	-
	Maintainnce Charges Paid			-	-
	Transfer of research and development			-	-
	Remuneration to Directors			-	-
	Salary Paid	817,334			817,334
	Rent Paid				-
	Interest Paid				-
	Finance (including loans and equity contributions in cash or in kind)	35,478,988	(237,500)		35,241,488
	Guarantees and collaterals provided				-
	Management contracts including for deputation				-
	Provision for doubtful receivables, loans and				-
	Write off / write back made during the year				-
	Balances outstanding at the end of the year				
	Trade receivables			4,074,523	4,074,523
	Loans and advances			58,111	58,111
	Advance From Customer				-
	Remunartion payables	1,950,581			1,950,581
	Borrowings	200,465,678			200,465,678
	Provision for doubtful receivables, loans and				-



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