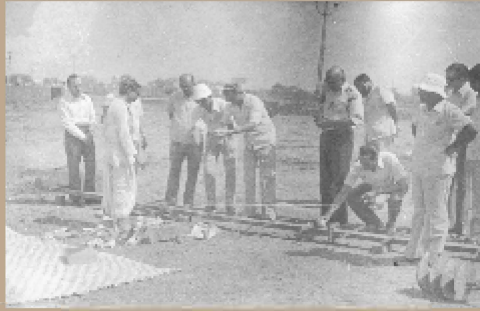


ANNUAL REPORT

2021-2022



ON WAY TO BHOOMI POOJA-1977



BHOOMI POOJA IN PROGRESS



PILING-BEGINNING OF CIVIL CONSTRUCTION



FACTORY BUILDING CONSTRUCTION



CHEMICAL PLANT - TUNGSTEN ORE TO APT



WORKFORCE ASSEMBLED - SHIFT CHANGE



INSTALLATION OF MACHINERY



PRODUCTION AREA - INSIDE VIEW



COMPANY'S AGM IN PROGRESS



Rapicut Carbides Limited

Since 1977

QUALITY POLICY



“

Total Customer Satisfaction Shall Be Our Prime Corporate Objective.

We Shall Achieve This Through Inculcating Team Spirit In
Every Member Of The Company.

The Spirit Of Excellence Is The Corner Stone Of All We Do.

Quality With Us Is A Way Of Life.

Value For Money To The Customer, Continuous Improvement

And Moving Towards Zero Defect Is Our Consistent Endeavour.

We Shall Continually Meet Statutory & Legal Requirement
And Interested Party Requirement Along With Customer Requirement

”



Abhishek V. Gami
Managing Director

BOARD OF DIRECTORS

Dhananjay D. Kanitkar

Chairman, Non-Executive Director (Appointed w.e.f. February 07, 2022)

Abhishek V. Gami

Managing Director

Kishore D. Sharma

Independent Director

Shruti A. Gami

Non-Executive Director

Atul R. Garg

Independent Director (Appointed w.e.f. February 07, 2022)

MANAGEMENT TEAM

Vaibhav P. Shah

Chief Financial Officer (Appointed w.e.f February 04, 2022)

Komal P. Soni

Company Secretary & Compliance Officer (Appointed w.e.f February 06, 2022)

Sanjay Kumar

DGM (Sales & Marketing)

CONSULTANT TEAM

Jagdish C. Bhatia

Strategic Business Advisor

Balaram D. Markad

Senior Technical Advisor

Kirit S. Dave

VP - HR & Admin

Parshuram G. Gawali

DGM (Production)

REGISTRAR & SHARE TRANSFER AGENTS

Link Intime India Private Limited.

C-101, 247 Park, L B S Marg,
Vikhroli West, Mumbai- 400083.
Tel : 022 49186000 / 49186270
Email ID : rnt.helpdesk@linkintime.co.in
Website : www.linkintime.co.in

REGISTERED OFFICE & WORKS

Rapicut Carbides Limited

119, GIDC Industrial Area, Ankleshwar - 393 002.
Tel / Landline : (+91) 7573022016 / 7622002203
CIN : L28910GJ1977PLC002998
E-mail : info@rapicutcarbides.com
investors@rapicutcarbides.com
Web : www.rapicutcarbides.com

Bankers

State Bank of India

Auditors

K C Mehta & Co.
Chartered Accountants
Vadodara.

Area Sales Force At :

Mumbai, Pune, Kolkatta, Chennai.

Sales Representative

Bangalore

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NOTICE

45th Annual General Meeting

NOTICE is hereby given that the 45th Annual General Meeting ('AGM') of the Members of Rapicut Carbides Limited ('Company') will be held on Tuesday, August 30, 2022 at 12.00 noon through Video Conferencing (VC) facility or Other Audio Visual Means (OAVM), to transact the following business:

Ordinary Business

1. To receive, consider and adopt the Audited Financial Statements including the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and Cash Flow Statement for the Financial Year ended on that date, along with reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri. Abhishek V. Gami (DIN: 07570948), who retires by rotation and being eligible, offers himself for re-appointment.

Special Business:

3. **Appointment of Shri. Atul Ravindra Garg (DIN: 07148330) as an Independent Director.**

To consider and if thought fit to pass with or without modification(s) the following resolution as an ORDINARY RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 149, 152, 161 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualifications of Directors) Rules, 2014 and applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), (including any statutory modifications or re-enactment thereof for the time being in force) and in accordance with Articles of Association of the Company and any other law as may be applicable, Shri. Atul Ravindra Garg (DIN: 07148330), who has been appointed as an Additional Director, in the capacity of Non-Executive & Independent Director of the Company with effect from 7th February, 2022 pursuant to Section 161 of the Act and as recommended by the Nomination and Remuneration Committee and whose term of office expires at this Annual General Meeting (AGM) and who has submitted a declaration confirming that he meets the criteria of independence as specified in the Act and Listing Regulations and who is eligible for appointment and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member, proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term of 2 (two) consecutive years commencing from 7th February, 2022 upto 6th February 2024, whose period of office will not be liable to determination by retirement of Directors by rotation."

"RESOLVED FURTHER THAT the Board of Directors and the Company Secretary of the Company be and are hereby jointly and severally authorized to do all such acts, deeds and things as may be considered expedient to give effect to this resolution."

4. **Appointment of Shri. Dhananjay D. Kanitkar (DIN: 03523774) as a Director.**

To consider and if thought fit to pass with or without modification(s) the following resolution as an SPECIAL RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 152, 161, and any other applicable provisions of the Companies Act, 2013 ("the Act") read with the Companies (Appointment and Qualifications of Directors) Rules, 2014 and applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), (including any statutory modifications or re-enactment thereof for the time being in force) and in accordance with Articles of Association of the Company and any other law as may be applicable, Shri. Dhananjay D. Kanitkar (DIN: 03523774), who has been appointed as an Additional Director by the Board with effect from 7th February, 2022 and who holds office upto the date of this Annual General Meeting in terms of Section 161 of the Act and as whose appointment is recommended by the Nomination and Remuneration Committee and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Act, proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, whose period of office will be liable to determination by retirement of Directors by way of rotation".

“RESOLVED FURTHER THAT the Board of Directors and the Company Secretary of the Company be and are hereby jointly and severally authorized to do all such acts, deeds and things as may be considered expedient to give effect to this resolution.”

5. **Re-appointment of Shri. Kishore D. Sharma (DIN: 08763613) as an Independent Director for the second term of 5 (Five) consecutive years.**

To consider and if thought fit to pass with or without modification(s) the following resolution as a SPECIAL RESOLUTION:

“RESOLVED THAT pursuant to the provisions of Section 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) read with Schedule IV thereto and the Companies (Appointment and Qualifications of Directors) Rules, 2014 and applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and in accordance with Articles of Association of the Company and any other law as may be applicable, Shri. Kishore D Sharma (DIN: 08763613), who has been appointed as an Additional Director, in the capacity of Non-Executive & Independent Director of the Company with effect from July 1, 2022, on expiry of his first term of appointment as an Independent Director of the Company on June 30, 2022, pursuant to Section 149 and 161 of the Act and whose term of office as an Additional Director (Non-Executive & Independent) expires at this Annual General Meeting (AGM) and as recommended by the Nomination and Remuneration Committee and who has submitted a declaration confirming that he meets the criteria of independence as specified in the Act and Listing Regulations and who is eligible for re-appointment and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member, proposing his candidature for the office of Director, be and is hereby re-appointed as an Independent Director of the Company, not liable to retire by rotation, for a second term of 5 (Five) consecutive years commencing from July 1, 2022 up to June 30, 2027.”

“RESOLVED FURTHER THAT the Board of Directors and the Company Secretary of the Company be and are hereby jointly and severally authorized to do all such acts, deeds and things as may be considered expedient to give effect to this resolution.”

NOTES

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') has vide its General Circular No. 20/2020 dated 5th May, 2020 read with General Circular No. 14/2020 dated 8th April, 2020, General Circular No. 17/2020 dated 13th April, 2020, General Circular No. 02/2021 dated 13th January, 2021, General Circular No. 19/2021 dated 8th December, 2021, General Circular No. 21/2021 dated 14th December, 2021 and General Circular No. 2/2022 dated May 05, 2022 (collectively referred to as 'MCA Circulars') and the Securities and Exchange Board of India vide its Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 read with Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May, 2022 (collectively referred to as 'SEBI Circulars') permitted the holding of the Annual General Meeting ('AGM') through Video Conferencing ('VC') facility or other audio visual means ('OAVM'), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ('Act'), Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations, 2015') and MCA Circulars, the AGM of the Company will be held through VC/OAVM on Tuesday, August 30, 2022 at 12.00 noon (IST). The deemed venue for the 45th AGM will be 119, GIDC Industrial Area, Ankleshwar – 393002, Gujarat, India. Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. In Compliance with the MCA Circulars and SEBI Circulars, the Notice of the 45th AGM along with the Annual Report 2021-22 are 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 will also be available on the Company's website at www.rapicutcarbides.com, website of stock exchange i.e. BSE Limited at www.bseindia.com and on the website of Central Depository Services (India) Limited at www.evotingindia.com.
3. Since this AGM is being held through VC / OAVM, pursuant to MCA Circulars, physical attendance of the Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM. Hence the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
4. Corporate Members intending to authorise their representatives pursuant to Section 113 of the Act, to attend the AGM through VC/OAVM are requested to send a certified copy of the Board Resolution / authorization letter to the Company by e-mail at investors@rapicutcarbides.com.

5. Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Act.
6. The details of the Directors seeking appointment / re-appointment at the AGM, pursuant to the provisions of Regulation 36(3) of the SEBI Listing Regulations, 2015 and para 1.2.5 of the Secretarial Standards on General Meetings (SS-2) and other applicable provisions are provided in Annexure –A to this Notice.
7. All documents referred to in the Notice will also be available electronically for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send a request from their registered Email Id mentioning their name, DP ID and Client ID / Folio No., PAN, Mobile No. to the Company at investors@rapicutcarbides.com
8. As per Regulation 40 of the SEBI Listing Regulations, 2015 as amended, securities of listed companies can be transferred only in dematerialised form. With effect from January 24, 2022, transmission or transposition of securities held in physical or dematerialized form shall be effected only in dematerialized form. 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 dematerialised form. Members can contact the Company's Registrar and Transfer Agent, M/s Link Intime India Private Limited at rnt.helpdesk@linkintime.co.in for assistance in this regard.
9. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, PAN, registration of nomination, power of attorney registration, Bank Mandate details, etc. to their Depository Participants (DP) in case the shares are held in electronic form and to the Registrar and Transfer Agent at rnt.helpdesk@linkintime.co.in in case the shares are held in physical form, quoting their folio number. Further, Members may note that Securities and Exchange Board of India ('SEBI') has mandated the submission of PAN by every participant in the securities market.
10. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form No. SH-14. The said forms can be downloaded from the Registrar and Transfer Agent's website at www.linkintime.co.in under 'Downloads' section. Members are requested to submit the said form to their DP in case the shares are held in electronic form and to the Registrar at rnt.helpdesk@linkintime.co.in, in case the shares are held in physical form, quoting their folio number.
11. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned DP and holdings should be verified from time to time.
12. The Company has uploaded the information in respect of the Unclaimed Dividends of the Financial Years 2014-2015 to 2018-2019 under "Investor Section" on the website of the Company viz. <http://www.rapicutcarbides.com/finance.htm>. Members who have not claimed dividend for previous year(s) are requested to claim the same by approaching the Company or Registrar and Transfer Agent.
13. In terms of Section 124 of the Act, all unpaid and unclaimed dividend for the Financial Year ended March 31, 2015 will be transferred to the Investor Education and Protection Fund set up by the Government u/s 125 of the Act within 30 days from the due date i.e. November 01, 2022 and thereafter no claim shall lie against the Company in respect of the said unpaid or unclaimed amount. Shareholders may approach IEPF Authority for claiming the dividend transferred to Investor Education and Protection Fund and follow the procedure as per Rule 7 of IEPF (Accounting, Audit, Transfer and Refund) Rules, 2016 (hereinafter referred as "IEPF Rules") for claiming unpaid dividend.

As per Section 124 (6) of the Act read with the IEPF Rules as amended, all the shares in respect of which dividend has remained unpaid / unclaimed for seven consecutive years or more are required to be transferred to IEPF Demat Account. The Company had sent notice through Registered Post to all the members whose Dividends are lying unpaid/unclaimed for seven consecutive years or more. Members are requested to claim the same. In case the dividends are not claimed, necessary steps will be initiated by the Company for transfer of shares to IEPF without further notice. Please note that no claim shall lie against the Company in respect of the shares so transferred to IEPF.

In the event of transfer of shares and the unclaimed dividends to IEPF, members are entitled to claim the same from IEPF by submitting an online application in the prescribed Web based Form IEPF-5 available on the website www.iepf.gov.in and sending a physical copy of the same duly signed to the Company along with the requisite documents enumerated in the Form IEPF-5.

14. 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 the SEBI Listing Regulations, 2015 (as amended), and MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system during the AGM will be provided by CDSL.
15. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc., who are allowed to attend the AGM without restriction on account of first come first served basis.

The instructions for shareholders for remote e-voting and joining virtual meetings are as under:

- (i) The remote e-voting period begins on Saturday, August 27, 2022 at 9.00 am and ends on Monday, August 29, 2022 at 5.00 pm. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Tuesday, August 23, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for remote e-voting after Monday, August 29, 2022 (5.00 p.m. IST). Members have the option to cast their vote on any of the resolutions using the remote e- voting facility either during the aforesaid voting period or during the AGM.
- (ii) Shareholders who have already voted prior to the Meeting date would not be entitled to vote during the AGM.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 December 9, 2020, under Regulation 44 of the SEBI Listing Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1) Existing user who have opted for Easi/Easiest I. Visit URL: https://web.cdslindia.com/myeasi/home/login or URL: www.cdslindia.com II. Click on New System Myeasi III. Login with your registered user ID and password. IV. The user will see the e-Voting Menu. The Menu will have links of e-voting service provider (ESP) V. Click on e-Voting service provider name to cast your vote. 2) User not registered for Easi/Easiest I. Option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration II. Proceed with completing the required fields. III. Follow the steps given in point 1 3) Alternatively, by directly accessing the e-Voting website of CDSL I. Visit URL: www.cdslindia.com II. Provide your DematAccount Number and PAN No. III. System will authenticate user by sending OTP on registered Mobile & Email as recorded in the dematAccount. IV. After successful authentication, user will be provided links for the respective ESP where the e-Voting is in progress
Individual Shareholders holding securities in demat mode with NSDL	1) User already registered for IDeAS facility: I. Visit URL: https://eservices.nsdl.com II. Click on the "Beneficial Owner" icon under "Login" under 'IDeAS' section. III. On the new page, enter User ID and Password. Post successful authentication, click on "Access to e-Voting" IV. Click on Company name or e-Voting service provider and you will be re-directed to e-Voting service provider website for casting the vote during the remote e-Voting period. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Alternatively by directly accessing the e-Voting website of NSDL I. Open URL: https://www.evoting.nsdl.com/ II. Click on the icon "Login" which is available under 'Shareholder/Member' section. III. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password / OTP and a Verification Code as shown on the screen. IV. Post successful authentication, you will be requested to select the name of the Company and the e-Voting Service Provider name. V. On successful selection, you will be redirected to e-Voting page for casting your vote during the remote e-Voting period.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	I. You can also login using the login credentials of your demat account through your DP registered with NSDL/CDSL for e-Voting facility. II. Once logged-in, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against Company name or e-Voting service provider and you will be redirected to e-Voting service provider's website for casting your vote during the remote e-Voting period without any further authentication.

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

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

Login Type	Helpdesk Details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 18001020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode:

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

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders). Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact the Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. If both the details are not recorded with the depository or Company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the Rapicut Carbides Limited on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) Additional Facility for Non – Individual Shareholders and Custodians – Remote Voting only.
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively, Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address at investors@rapicutcarbides.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.

3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 10 days prior to Meeting mentioning their name, demat account number/folio number, email ID, mobile number at investors@rapicutcarbides.com. The speakers will be allowed to speak depending upon the availability of time at the discretion of the Chairman. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at investors@rapicutcarbides.com. These queries will be replied to by the Company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

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 Company/RTA Email ID.
2. For Demat shareholders - Please update your Email ID & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders- Please update your Email ID & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

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

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

Date: August 01, 2022
Place : Ankleshwar.

By Order of the Board

Komal P. Soni
Company Secretary
M. No. : A66843

EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 3

Appointment of Shri. Atul Ravindra Garg (DIN: 07148330) as an Independent Director.

The Board of Directors of the Company, based on the recommendation of Nomination and Remuneration Committee at its Board Meeting dated 4th February, 2022, appointed Shri. Atul Ravindra Garg (DIN: 07148330) as an Additional Director - Independent with effect from 7th February, 2022 pursuant to Section 161 of the Act.

As an Additional Director, Shri. Atul Ravindra Garg holds office till the date of this 45th AGM and is eligible for being appointed as an Independent Director of the Company. The Company has received notice from a member, proposing his candidature for the office of Director under Section 160 of the Companies Act, 2013.

Shri. Atul Ravindra Garg is a graduate in Public Finance. He is Past Chairman of Gujarat Council of Confederation of Indian Industry, Chairman of Services Sub-group on National CII MSME Committee, Chairman of zonal council, and on several regional and state committees. He is having over 3.5 decades of experience in Information Technology business management, product ideation and development, process and technologies, people/resource Management. He is also associated with various professional Industries, Management and Educational Institutes, and is Co-founder of Skilltelligent Solutions – an industrial workforce training organization where his Company works with shop floor workforce to build right competencies and productivity.

The Company has received necessary declaration(s) from Shri. Atul Ravindra Garg confirming that he meets the criteria of Independence as prescribed under the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations, 2015”).

In the opinion of the Board,

- i. Shri. Atul Ravindra Garg fulfils the conditions specified in the Act and the Rules framed thereunder read with the Listing Regulations for his appointment as an Independent Director and is independent of the management.
- ii. He is a person of integrity, possesses relevant expertise & his experience in the industry will add tremendous value to the Board and the Company and it is desirable to appoint Shri. Atul R. Garg as an Independent Director.
- iii. In compliance with the provisions of the Act and the SEBI Listing Regulations, the approval of the Members is sought for the appointment of Shri. Atul Ravindra Garg as an Independent Director for a term of two consecutive years commencing from 7th February, 2022 upto 6th February 2024.

Except Shri. Atul Ravindra Garg, none of the other Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution set out at item no. 3 of the Notice.

The details as required to be provided pursuant to the requirements of Regulation 36(3) of the SEBI Listing Regulations, 2015 and Secretarial Standard on General Meetings (SS-2), in respect of all the Directors seeking appointment / reappointment at the 45th Annual General Meeting, are provided in the Annexure A to this Notice and forms part of the Statement.

The Board of Directors recommends the Ordinary Resolution set out at Item No. 3 of the Notice for the approval of the Members.

Item No. 4

Appointment of Shri. Dhananjay D. Kanitkar (DIN: 03523774) as a Director.

Shri. Dhananjay D. Kanitkar (DIN.: 03523774) has been appointed as an Additional Director in the capacity of Non-Executive Director of the Company, by the Board at its Meeting held on 4th February, 2022 with effect from 7th February, 2022 upon the recommendation of Nomination and Remuneration Committee. In terms of Section 161 of the Act, Shri. Dhananjay D. Kanitkar holds office as an Additional Director up to the date of this 45th Annual General Meeting and is eligible for appointment as a Director.

In terms of Section 160 of the Act, the Company has also received a notice in writing from a Member proposing his candidature for the office of Non-Executive Director of the Company.

Shri. Dhananjay D. Kanitkar holds Bachelor of Engineering (Mechanical) Degree in Diploma in Business Management and certification in Production Planning, Industrial Engineering and Quality Assurance. He has spent most of his career in Tungsten Carbide industry and has worked in Senior Management level as Chief of Operations for 15 years. He has worked in various capacities in Sandvik Asia Ltd. He has worked in Rapicut Carbides Limited as General Manager and Senior Vice President (Operations) from 1990 to 2004. After retirement from Rapicut Carbides Limited in 2004, he has been working as Freelance Consultant for setting up manufacturing facilities.

The Company has immensely benefited during the tenure of Shri. Dhananjay D. Kanitkar as an Independent Director of the Company and the Board is satisfied with the integrity, expertise, and experience (including the proficiency) of the Director. The Board considers that his association would be of significant benefit to the Company and accordingly, the Board recommends appointment of Shri. Dhananjay D. Kanitkar as a Non Executive Director with effect from February 07, 2022 for the approval by the shareholders of the Company.

Regulation 17(1A) of the SEBI Listing Regulations, 2015 specifies that, no Company shall appoint or continue the directorship of any person as a non-executive Director who has attained the age of 75 years unless a special resolution is passed to that effect.

Shri. Dhananjay D. Kanitkar is aged 76 Years and therefore his appointment on the Board of the Company shall require approval of the shareholders by Special Resolution.

In compliance with the provisions of the Act and the SEBI Listing Regulations, the approval of the Members of the Company is required for appointment of Shri. Dhananjay D. Kanitkar as a Director of the Company liable to retire by rotation by way of Special Resolution.

Except Shri. Dhananjay D. Kanitkar, none of the other Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in this resolution.

The details as required to be provided pursuant to the requirements of Regulation 36(3) of the SEBI Listing Regulations, 2015 and Secretarial Standard on General Meetings (SS-2), in respect of all the Directors seeking appointment / reappointment at the 45th Annual General Meeting, are provided in the Annexure A to this Notice and forms part of the Statement.

The Board of Directors recommends the Special Resolution set out at Item No. 4 of the Notice for the approval of the Members.

Item No. 5**Re-appointment of Shri. Kishore D. Sharma (DIN: 08763613) as an Independent Director for the second term of 5 (Five) consecutive years.**

Shri Kishore D Sharma (DIN: 08763613) was appointed as an Independent Director of the Company pursuant to the provisions of Sections 149, 152 of the Companies Act, 2013 ('the Act') read with rules framed thereunder and applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations, 2015') for the first term of two consecutive years, from July 01, 2020 till June 30, 2022. Accordingly, with effect from July 01, 2022, Shri Kishore D. Sharma ceased to be a Director.

The Board of Directors at its meeting held on May 28, 2022, on the recommendation of the Nomination and Remuneration Committee and based on the performance evaluation, considered and approved the appointment of Shri. Kishore D Sharma (DIN: 08763613), as an Additional Director - Independent of the Company, who holds office till the date of this 45th AGM and is eligible for being re-appointed as an Independent Director of the Company. The Company has received notice from a member, proposing his candidature for the office of Director under Section 160 of the Companies Act, 2013.

Shri. Kishore Dindayal Sharma has vast experience in the field of Corporate Relations. He has previously worked with Neelkamal Group of Companies at Dubai as Store Incharge. He has worked with Pantaloon Retail India Ltd as Department Manager and also with Trent Ltd (Westside Store) as Asst Store Manager-Operations. He has also worked with Confederation of Indian Industry (CII) as Head of South Gujarat Zone. He has also worked with Steam House as Head of Corporate Affairs. Presently he is working with Auro University as Manager Corporate Relations.

Pursuant to the provisions of the Companies Act, 2013, an Independent Director shall hold office for a term upto five consecutive years on the Board of the Company and shall be eligible for re-appointment on passing of a Special Resolution by the Company and disclosure of such appointment in the Board Report.

The Company has received necessary declaration(s) from Shri Kishore D Sharma confirming that he meets the criteria of Independence as prescribed under the Act and the SEBI Listing Regulations, 2015.

The Company has immensely benefited during the tenure of Shri. Kishore D Sharma as an Independent Director of the Company and the Board is satisfied with the integrity, expertise, and experience (including the proficiency) of the Independent Director, who is being re-appointed at this AGM.

Based on the performance evaluation of the Independent Director and as per the recommendations of the Nomination and Remuneration Committee, given his background, experience and contribution, in the opinion of the Board, his experience in the industry will add substantive value to the Board and the Company and it is desirable to appoint Shri Kishore D. Sharma as an Independent Director for the second term of five consecutive years. In the opinion of the Board, Shri Kishore D. Sharma fulfils the conditions for his appointment as an Independent Director as specified in the Act and the SEBI Listing Regulations, 2015 and he is independent of the management.

The Board considers that his association would be of significant benefit to the Company and accordingly, the Board recommends appointment of Shri. Kishore D. Sharma as an Independent Director for the second term of 5 (five) consecutive years with effect from July 01, 2022 upto June 30, 2027, for the approval by the shareholders of the Company.

Except Shri. Kishore D. Sharma, none of the other Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in this resolution.

The details as required to be provided pursuant to the requirements of Regulation 36(3) of the SEBI Listing Regulations, 2015 and Secretarial Standard on General Meetings (SS-2), in respect of all the Directors seeking appointment / reappointment at the 45th Annual General Meeting, are provided in the Annexure "A" to this Notice and forms part of the Statement.

The Board of Directors recommends the Special Resolution set out at Item No. 5 of the Notice for the approval of the Members.

Annexure-A

Details of the Directors seeking Appointment/Re-appointment at the 45th Annual General Meeting pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2 are as under:

Name of the Director	Shri. Atul Ravindra Garg	Shri. Dhananjay D. Kanitkar	Shri. Kishore D. Sharma	Shri. Abhishek V Gami
Date of Birth	13-09-1964	16-08-1946	15-09-1978	29-09-1988
Age	57 Years	76 Years	44 Years	34 Years
Date of first Appointment on the Board	February 07, 2022	June 15, 2011	July 01, 2020	July 01, 2020
Director Identification Number	07148330	03523774	08763613	07570948
Qualifications	Graduate in Public Finance	BE Mechanical, Diploma in Business Management, Certification in Production Planning, Industrial Engineering and Quality Assurance.	B.Com	B.SC Chemistry (Gold Medalist), M.SC (Organic).
Nature of Expertise in specific functional areas	Information Technology business management, product ideation and development, process and technologies, people/resource management; setting up systems and best practices in manufacturing industries.	Extensive experience of over 30 years in leadership position mainly involving Production, Quality Assurance, Marketing, Administration, Business Management.	Expertise in Liaisoning PR, Business Development, Devising and Managing Events	Expertise in processing of Tungsten and its base Raw Material. Extensive experience in Production, Marketing, Quality Assurance and Administration.
Directorships in other Companies	- Skilltelligent Solutions Pvt. Ltd. - TIX Ecosystems Pvt. Ltd. - Anjaleem Enterprise Pvt. Ltd. - Dezai Family Foundation	Nil	Nil	Nil
Chairman/ Member of the Committees of the Board of Directors of the Company	Member of Audit Committee and Nomination and Remuneration Committee	Nil	Chairman of Audit Committee, Nomination and Remuneration Committee and Stakeholder's Relationship Committee.	Member of Audit Committee and Stakeholder's Relationship Committee
Chairman/Member of the Committees of the Board of Directors of other Companies in which he is a Director*	Nil	Nil	Nil	Nil
No. of Shares held in the Company	0 Shares	750 Shares	50 Shares	16,44,673 Shares
Relationship with other Directors and other Key Managerial Personnel	NA	NA	NA	Husband of Smt. Shruti A. Gami (Non-Executive Director)
No. of Meetings of the Board attended during the FY 2021-2022.	NA	4 out of 4	4 out of 4	4 out of 4

Terms and conditions of Appointment / Re-appointment	As per Resolution at Item No. 3 of the accompanying Notice of AGM read with Explanatory Statement thereto .	As per Resolution at Item No. 4 of the accompanying Notice of AGM read with Explanatory Statement thereto .	As per Resolution at Item No. 5 of the accompanying Notice of AGM read with Explanatory Statement thereto .	Re-appointment in terms of Section 152(6) of the Companies Act, 2013.
Details of Remuneration sought to be paid**	Nil	Nil	Nil	Rs. 42,00,000 p.a. (As approved by Shareholders at their Meeting held on 28th September, 2020 for a period of 3 Years w.e.f July 01, 2020)
Remuneration last drawn**	Nil	Nil	Nil	Rs. 42,00,000 p.a. (As approved by Shareholders at their Meeting held on 28th September, 2020 for a period of 3 Years w.e.f July 01, 2020)

*includes Directorships and Memberships of the Committees of the Board of Listed Companies from which the person has resigned in the past three years.

**Non Executive Directors & Independent Directors are paid Sitting Fees for attending the Board and Committee Meetings as per the statutory provisions.

BOARD'S REPORT

Dear Members,

Your Directors have pleasure in presenting their 45th Annual Report together with the Audited Financial Statements for the year ended March 31, 2022. The Company operates only in one business segment viz., Tungsten and Tungsten Carbide Products.

Operations and State of Affairs of the Company:

	(Rs. in Lakhs)	
Particulars	Year ended 31/03/2022	Year ended 31/03/2021
Revenue from Operations	3,613.64	2,801.09
Profit before Depreciation and Tax (Including Deferred Tax)	(38.46)	(88.88)
Profit after Depreciation and Tax	(105.56)	(81.65)
Reassessment of Losses (Profit) on defined employee benefit plans and fair value of loan	(1.14)	(14.87)
Total Comprehensive income for the year	(106.71)	(96.52)
Add:		
Profit brought forward from previous year	1,127.11	1,221.00
Profit available for appropriation	1,022.68	1,127.11
Appropriations		
Dividend and Dividend Tax	-	-
Transfer to General Reserve	-	-
Profit carried to Balance Sheet	1,022.68	1,127.11

The Company's performance for the Financial Year 2021-22 (Rs. 3,613.64 Lakhs) has shown substantial improvement in Revenue from Operations in comparison with the previous year 2020-21 (Rs. 2,801 lakhs) on account of perceptible revival in economy post the COVID-19 impact in the Financial Year 2020-21.

However, with the abrupt and steep rise in cost of raw materials and consumables, it was not possible for the Company to appreciably pass on the cost push to the customers, in the face of stiff Competitive Environment. The Management continues its focus on appropriate decisions in response to the improving overall market conditions.

DIVIDEND

The Board of Directors of your Company, after considering relevant circumstances and loss for the Financial Year 2021-22 (year under review), has decided that it would be prudent, not to recommend any Dividend for the year under review.

TRANSFER TO RESERVES

Due to losses in the FY 2021-22, no amount has been transferred to Reserves.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report as required under Regulation 34(2)(e) read with Schedule V of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") forms part of this Annual Report. Certain Statements in the said report may be forward-looking. Many factors may affect the actual results, which could be different from what the Directors envisage in terms of the future performance and outlook. The Management Discussion and Analysis Report is annexed as Annexure -A.

SUBSIDIARIES, ASSOCIATES, AND JOINT VENTURE

The Company does not have any Subsidiary or Associate Company and has not entered into any Joint Venture during the year under review.

DEPOSITS

The Company has not accepted any deposits under Section 73 of the Companies Act, 2013 ("the Act") and rules made thereunder and no amount on account of repayment of deposits or interest thereon was due during the year under review.

CHANGE IN CAPITAL STRUCTURE

There is no change in the paid-up equity share capital of the Company during the year under review. The paid-up Equity Share Capital of the Company as on March 31, 2022, is Rs. 5,37,12,450/-.

DIRECTORS

During the year under review, Shri. Dhananjay D.Kanitkar (DIN: 03523774) ceased to be an Independent Director of the Company on completion of second term of his appointment on 6th February, 2022.

During the year under review, on the recommendation received from the Nomination & Remuneration Committee, the Board had appointed;

- Shri. Atul R. Garg (DIN: 07148330) as an Additional Independent Director with effect from 7th February, 2022 not liable to retire by rotation;
- Shri. Dhananjay D. Kanitkar (DIN: 03523774) as an Additional Director – Non-Executive with effect from 7th February, 2022;

both of whom hold office upto the date of the forthcoming 45th Annual General Meeting.

Shri Kishore D. Sharma (DIN: 08763613) was re-appointed as an Additional Independent Director for the second term of five years with effect from 1st July, 2022 subject to approval of the Members at the ensuing 45th Annual General Meeting.

The Board recommends;

- Appointment of Shri. Atul R. Garg as an Independent Director, not liable to retire by rotation, for a period of two years from 7th February, 2022 to 6th February, 2024.
- Shri. Kishore D. Sharma is eligible to be re-appointed as an Independent Director. It is proposed to appoint Shri. Kishore D. Sharma as an Independent Director, not liable to retire by rotation, for a second term of five years from 1st July, 2022 to 30th June, 2027.
- Shri. Dhananjay D.Kanitkar is eligible to be appointed as Director. He is proposed to be appointed as a Non-Executive, Non-Independent Director, liable to retire by rotation. He was re-appointed as a Chairman of the Company effective 7th February, 2022.

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Shri. Abhishek V. Gami retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

Details of Directors seeking appointment or re-appointment, as required by Regulation 36 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), are given in the Notice of the forthcoming 45th Annual General Meeting.

The above appointments and re-appointments form a part of the Notice of the forthcoming 45th Annual General Meeting, and the Resolutions are recommended for Members' approval.

KEY MANAGERIAL PERSONNEL

Shri. Abhishek V. Gami, Managing Director, Shri. Vaibhav P. Shah, Chief Financial Officer (w.e.f. 4th February, 2022) and Ms. Komal P. Soni, Company Secretary (w.e.f. 6th February, 2022) are the Key Managerial Personnel of the Company.

There were following changes in the Key Managerial Personnel of the Company during the year:

Shri. Balaram D. Markad ceased to be Key Managerial Personnel (Chief Operating Officer) pursuant to his retirement at the close of business hours on 1st June, 2021.

Shri Kamlesh M.Shinde ceased to be a Key Managerial Personnel (Company Secretary) pursuant to his resignation at the close of business hours on 3rd September, 2021.

Shri. Ashwin R. Master ceased to be Key Managerial Personnel (Chief Financial Officer) pursuant to his superannuation at the close of business hours on 30th September, 2021.

Shri. Vaibhav P. Shah was appointed as the Chief Financial Officer and was designated as a Key Managerial Personnel with effect from 4th February, 2022. Ms. Komal P. Soni was appointed as the Company Secretary and Compliance Officer and was designated as a Key Managerial Personnel with effect from 6th February, 2022.

MEETINGS OF THE BOARD

Four (4) Board Meetings were held during the Financial Year ended March 31, 2022 on the following dates:

(i) June 28, 2021, (ii) August 14, 2021, (iii) November 12, 2021 and (iv) February 04, 2022.

INDEPENDENT DIRECTORS

The Company has received declarations / confirmations from all the Independent Directors of the Company as required under Section 149(7) of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualifications of Directors) Rules, 2014 stating that they meet criteria of Independence as defined under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations

PERFORMANCE EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and the Listing Regulations to the extent applicable, the Board has carried out the Annual performance evaluation of the Directors individually as well as evaluation of the working of the Board and of the Committees of the Board, by way of individual and collective feedback from Directors.

The following were the Evaluation Criteria:

- Knowledge and Skills
- Professional Conduct
- Duties, Role and Functions
- Fulfilment of the Independence Criteria and their independence from the management;
- Performance as Team Leader/Member
- Evaluating Business Opportunity and analysis of Risk Reward Scenarios
- Set Key Goals and Achievements
- Professional Conduct and Integrity
- Sharing of Information with the Board.

The Directors expressed their satisfaction with the evaluation process.

AUDIT COMMITTEE

The Audit Committee comprises of the Directors viz. Shri. Kishore D. Sharma, Independent Director as Chairman of the Committee, Shri. Abhishek V.Gami, Managing Director and Shri. Atul R. Garg, Independent Director as Members effective from February 7, 2022.

The Committee inter alia reviews the Internal Control System, Reports of Internal Auditors, Key Audit Matters presented by the Statutory Auditors and Compliance of various Regulations. The Committee also reviews the Financial Statements before they are placed before the Board of Directors.

There was no instance where the recommendation by the Audit Committee was not accepted by the Board.

VIGIL MECHANISM

Pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism or Whistle Blower Policy for Directors, Employees and other Stakeholders to report genuine concerns has been established. The same is uploaded on the website of the Company and the web-link as required under the Listing Regulations is: www.rapicutcarbides.com/finance.htm

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY AND COMPLIANCE

The Company's internal control procedures which include Internal Financial Controls, ensure compliance with various

policies, practices and statutes keeping in view the Organisation's size and nature of the business. The Internal Auditor carries out extensive audits throughout the year.

Your Company has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and the timely preparation of reliable Financial Disclosure.

CORPORATE SOCIAL RESPONSIBILITY

The Company is not falling under the criteria mentioned in Section 135(1) of the Companies Act, 2013. Therefore, the Company is not required to develop or implement policy on any Corporate Social Responsibility initiatives.

POLICY ON NOMINATION AND REMUNERATION

In compliance with the requirements of Section 178 of the Companies Act, 2013, the Company has laid down a Nomination and Remuneration Policy which has been uploaded on the Company's website. The web-link as required under the Companies Act, 2013 is: <http://www.rapicutcarbides.com/finance.htm>

The salient features of the Nomination and Remuneration Policy are as under:

- 1) Setting out the objectives of the Policy
- 2) Definitions for the purposes of the Policy
- 3) Appointment, resignation, retirement and removal of Director, KMP and Senior Management Personnel
- 4) Remuneration for the Whole Time Directors, KMP and Senior Management Personnel.

DIVIDEND DISTRIBUTION POLICY

The Company is not falling under the criteria mentioned in Regulation 43A of the Listing Regulations pertaining to Dividend Distribution Policy. Therefore, the Company is not required to formulate Dividend Distribution Policy.

RELATED PARTY TRANSACTIONS

The particulars of Material Related Party Transactions entered by the Company which were at Arm's Length and were in Ordinary Course of Business under Section 188 of the Companies Act, 2013 are furnished in the prescribed Form AOC-2 as "Annexure B".

All related party transactions entered by the Company during the period under review, were in the ordinary course of business and at arm's length.

The Board has approved a policy for Related Party Transactions which has been uploaded on the Company's website. The web-link as required under the Listing Regulations is: www.rapicutcarbides.com/finance.htm

CORPORATE GOVERNANCE

Pursuant to Regulation 15(2) of the Listing Regulations, the compliance with the Corporate Governance provisions as specified in Regulations 17 to 27, 46(2)(b) to (i) and (t) and Para C, D and E of Schedule V are not applicable to the Company, as the paid up equity share capital of the Company is less than Rs. 10 Crores and net worth is also less than Rs. 25 Crores as on the last day of previous Financial Year. Hence, the Company is not required to furnish Corporate Governance Report.

LISTING OF SECURITIES

The equity shares of the Company are listed on the BSE Limited (BSE) with security ID of 500360. The Company confirms that the Annual Listing Fees to the Stock Exchange for the Financial Year 2022-23 have been paid.

LOANS, GUARANTEES AND INVESTMENTS

During the year under review, your Company has not granted any loans, nor furnished guarantees, nor made investments during the Financial Year ended March 31, 2022 as envisaged under Section 186 of the Act.

DETAILS OF APPLICATION/S MADE / ANY PROCEEDINGS PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR 2022

During the year under review, no application has been made under the Insolvency and Bankruptcy Code, 2016, nor there are any proceedings pending under the said code.

AUDITORS

A. Statutory Auditors

In compliance with the Companies (Audit and Auditors) Rules, 2014, M/s. K C Mehta & Co., Chartered Accountants, were appointed as Statutory Auditors of the Company by the members at their 44th Annual General Meeting held on 28th September, 2021 to hold office for a term of 5 (Five) years i.e. till the conclusion of 49th Annual General Meeting ('AGM') for the Financial Year 2025-26.

The Auditor's Report for the Financial Year 2021-22 does not contain any Qualification, Reservation or Adverse Remark and hence do not call for any comments. The Auditor's Report is enclosed with the Financial Statements in this Annual Report.

B. Secretarial Auditors

In pursuance of Section 204 of the Companies Act, 2013 and the Rules made thereunder, the Board of Directors appointed M/s. Samdani Shah & Kabra, Practising Company Secretaries, as Secretarial Auditors for the Financial Year 2022-23.

The Secretarial Audit Report of M/s. Samdani Shah & Kabra, Practising Company Secretaries for the Financial Year 2021-22, is annexed herewith as Annexure D.

The Secretarial Audit Report does not contain any Qualification, Reservation or Adverse Remark and hence do not call for any comments

During the year under review, the Company has complied with all the applicable provisions of the Secretarial Standards.

C. Internal Auditors

Pursuant to Section 138 of the Companies Act 2013, the Board of Directors appointed M/s. Rays & Associates., Chartered Accountants, Ahmedabad as Internal Auditors of the Company for the Financial Year 2022-23.

D. Cost Auditors

The provisions of the Cost Audit are not applicable to the Company and hence the Company is not required to appoint Cost Auditor. However, Cost Records as specified by the Central Government under Section 148 (1) read with Companies (Cost Records and Audit) Rules, 2014 is applicable to the Company and accordingly cost records are made and maintained by the Company.

RISK MANAGEMENT

The provisions of Regulation 21 of the Listing Regulations pertaining to Risk Management Committee are not applicable to the Company. However, the Company has developed and are implementing on Risk Management Policy including identification of various risks, if any, which in the opinion of the Board may threaten the existence of the Company, the Company has risk assessment and mitigation procedures in place and the Board has been kept informed of such assessment.

MATERIAL CHANGES AND COMMITMENTS AND CHANGE IN NATURE OF BUSINESS

There have been no material changes and commitments affecting the Financial Position of the Company since the closure of the Financial Year i.e. since March 31, 2022 till the date of Board's Report.

Further, it is hereby confirmed that there has been no change in the nature of business of the Company.

ANNUAL RETURN

A copy of the draft Annual Return as required under Section 92(3) and Section 134(3)(a) of the Act has been placed on the Company's website. The web-link as required under the Act is as under: www.rapicutcarbides.com/finance.htm

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

In terms of Sub-section 3(m) of Section 134 of the Act read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo are given in Annexure "C" forming part of this report.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are as under:

Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year:

Name of Directors	Ratio of Remuneration of Directors to Median Remuneration of Employees
Shri. Abhishek Gami - Managing Director	1:10.35
Shri. Dhananjay Kanitkar– Non Executive Director (effective February 7, 2022)*	1:0.050
Shri. Kishore Sharma - Independent Director	1:0.050
Smt. Shruti Gami- Non Executive Director	1:0.050
Shri. Atul Garg - Independent Director (effective February 7, 2022)	NA

*Till February 6, 2022, Independent Director.

Percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the Financial Year:

Name	Percentage Increase in Remuneration in Financial Year 2021-22
Shri. Abhishek V. Gami	NA
Shri. Ashwin Master – Chief Financial Officer (Ceased to be Chief Financial Officer w.e.f 1 st October, 2021)	NA
Shri. Kamlesh Shinde– Company Secretary (Ceased to be Company Secretary w.e.f 4 th September, 2021)	NA
Shri. Vaibhav Shah - Chief Financial Officer (Appointed w.e.f. 4 th February, 2022)	NA
Ms. Komal Soni - Company Secretary (Appointed w.e.f. 6 th February, 2022)	NA

All Non-Executive & Independent Directors are paid only sitting fees for attending Meetings.

Percentage increase in the median remuneration of Employees in the Financial Year	(7.34)
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Number of Permanent Employees on the rolls of Company	97
---	----

Average percentile increase already made in the salaries of employees other than the Managerial Personnel in the last Financial Year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	23.37 (Non-Managerial Personnel)
	(27.44) (Managerial Personnel)

We affirm that the remuneration paid to the Managerial and Non-Managerial Personnel is as per the Nomination and Remuneration policy of the Company.

A statement showing the names and particulars of the employees falling within the purview of Rule 5(2) of the aforesaid rules are provided in the Annual Report.

Details of top ten employees in terms of gross remuneration drawn during the Financial Year 2021-22

Sr. No	Name	Designation	Remuneration during the year (In. Rs)	Nature of Employment	Qualifications	Experience (in completed years)	Date of Commencement of employment with Rapicut Carbides Limited	Age in years	Last Employment	% Equity shares held in the Company along with Spouse & Dependent Children
1	Abhishek V Gami	Managing Director	42,00,000	Regular	B.c (Chemistry), M.Sc (Organic)	12	01/07/2020	34	Navin Fluorine International Limited	37.79%
2	Sanjay Kumar	Dy Gen Mgr (Marketing)	13,77,687	Regular	B.sc MBA (Marketing)	28	20/06/2005	52	Bipico Industries	0.00068%
3	Ashok D Sanap	Asst. Area Sales Manager	10,06,984	Regular	BA	32	15/12/1992	53	Sai Employment Services	Nil
4	Ashwin R Master	CFO*	9,29,828	Regular	B.Com, M.Com, Diploma (Taxation), Inter CA	41	01/07/1996	63	Armour Chemicals Limited	Nil
5	Alok K Yadav	Manager (Maintenance)	9,26,043	Regular	Diploma in Electrical Engg.	30	09/04/2007	52	Gujarat Organics Ltd	Nil
6	Vaibhav Shah	CFO^	7,11,277	Regular	B.Com, CA	6.5	22/02/2021	27	Surti&Talati Chartered Accountants	Nil
7	C Arunachalam	Area Sales Officer	6,95,450	Regular	H.Sc	29	01/09/1993	52	Rapicut Carbides Limited	Nil
8	Pradeep P S	Sr. Officer MD Cell	6,78,787	Regular	B.A.	33	01/05/1992	53	Vishal Malleables Ltd.	Nil
9	Sandeep C Narsinghani	Credit Control Officer	6,52,848	Fixed Term	B.Com	32	01/08/2020	48	Self Employed	Nil
10	Ankit R Lunavat	VP-Marketing #	6,50,000	Regular	BE(Mech), MBA (Marketing)	10	01/12/2021	35	Forbes &Company Ltd.	Nil

*Shri. Ashwin R. Master ceased to be the Chief Financial Officer of the Company w.e.f 1st October, 2021 pursuant to his Superannuation.

^Shri. Vaibhav P. Shah was appointed as Chief Financial Officer of the Company w.e.f 4th February, 2022. Prior to the same, he acted in the capacity of Manager (Finance &Accounts) during the Financial Year 2021-22.

Shri. Ankit R. Lunavat was appointed as Vice President (Marketing) of the Company w.e.f 1st December, 2021.

Details of every employee, who was employed throughout the Financial Year and was in receipt of remuneration for that year which, in the aggregate, was not less than One Crore and Two Lakhs Rupees:

No such case.

Details of every employee, who was employed for a part of the Financial Year and was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than Eight lakhs fifty thousand rupees per month:

No such case.

Details of every employee, who was employed throughout the Financial Year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the Managing Director or whole-time Director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the Company: No such case.

Details of Unclaimed Suspense Account

Disclosure pertaining to Unclaimed Suspense Account as required under Schedule V of the Listing Regulations, is as under:

Particulars	No. of Shareholders	No. of Shares
Aggregate outstanding shares lying in the suspense account as on April 1, 2021	333	89,119
Number of shareholders/legal heirs who approached to the issuer/Registrar for transfer of shares from suspense account during the Financial Year 2021-22	Nil	Nil
Number of shareholders/legal heirs to whom shares were transferred from suspense account during the Financial Year 2021-22	Nil	Nil
Number of Shares transferred to IEPF Pursuant to the provision of Section 124 (6) read with Rule 6 of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (the "IEPF Rules")	(325)	(86,907)
Aggregate outstanding shares lying in the suspense account as on March 31, 2022	8	2,212

The voting rights on the equity shares which are transferred to Unclaimed Suspense Account are frozen till the rightful owner of such equity shares claims the shares.

OTHER DISCLOSURES:

1. The Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.
2. In the opinion of the Board, the Independent Directors appointed/ re-appointed during the year are persons of integrity and possess expertise, experience and proficiency.
3. No significant or otherwise material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
4. No fraud has been reported by the Auditors under section 143(12) of the Act to the Audit Committee or the Board.
5. The Company has complied with the provisions relating to the constitution of Internal Complaint Committee under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 to redress complaints received regarding sexual harassment.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134(3)(c) of the Act, the Board of Directors, to the best of its knowledge and ability confirms that:

- a) in the preparation of the Annual accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any;
- b) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit and loss of the Company for that period;
- c) they have taken proper and sufficient care for 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) they have prepared the Annual accounts on a going concern basis;
- e) they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

ACKNOWLEDGEMENTS

Your Directors would like to place on record their sincere appreciation of the support and assistance extended by the Company's Suppliers, Bankers and Business Associates. Your Directors also acknowledge support received from the employees and the esteemed Shareholders and the confidence reposed by them in the Company and its Management.

For and on behalf of the Board of Directors

Date : August 01, 2022

Place : Ankleshwar

Dhananjay D. Kanitkar

Chairman

DIN: 03523774

Abhishek V. Gami

Managing Director

DIN: 07570948

ANNEXURE - A

MANAGEMENT DISCUSSION AND ANALYSIS

TUNGSTEN CARBIDE INDUSTRY STRUCTURE, PERFORMANCE, DEVELOPMENT, OVERVIEW AND OUTLOOK

The Management is happy to share that the overall business climate is slowly but certainly improving.

OUTLOOK

The overall demand in F.Y. 2022-23 has gradually but certainly picked up momentum and this augurs well going forward. As reported in the previous Year, Company received order from Neyveli Lignite Corporation of close to Rs. 4 Crores which has been successfully executed as per agreed terms of the Order. The Company also reported in the previous Year Outlook perception that an order of the approx. value of Rs. 4 Crores was bagged from a prestigious Defense Establishment. This Order too has since been successfully executed and the Company has established its footprint firmly in servicing the Defence sector. We are happy to share that we see very positive signs of substantial share of business from the Defence sector as we go forward.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONS

The product-wise performance of the Company is mentioned below:-

Sr. No.	Particulars of Products Manufactured	12 Months ended 31st March, 2022	12 Months ended 31st March, 2021
1.	Metal Cutting	3,55,375 Nos.	2,30,597 Nos.
2.	Mining	3,18,190 Nos.	4,98,648 Nos.
3.	Wear Parts	65,982 Nos.	34,355 Nos.
4.	Intermediates	55,694.75 Kgs.	31,988.70 Kgs.
5.	TC Tool Room Products	26,501 Nos.	26,220 Nos.

In all products with the exception of Mining, Company succeeded in securing fairly reasonable volumes. Mining activity was most impacted by pandemic conditions, hence the numbers were restricted to about 64% compared with the previous year.

OPPORTUNITIES AND THREATS

Company's Marketing team at works and other locations is proactively exploring ways and means to tap new customers. Their efforts do yield positive results from time to time.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Internal Control Systems and procedures in the Company are commensurate with nature and size of its business. It is to be noted that not only the assets of the Company are safeguarded and protected against any losses, but also all the transactions are properly accounted and that they meet the test of legal compliances.

Apart from regular review and monitoring Internal Control Systems by the Company's Internal Control Department, an independent Chartered Accountants firm has been appointed to conduct the internal audit for the Company's manufacturing units. This provides reasonable assurance to the effectiveness of the internal control systems and procedures and reliability of financial reporting.

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

The Company has only one reportable primary business segment as per Ind AS 108 i.e. Tungsten & Tungsten Carbide Products.

RISKS AND CONCERNS

The Company evaluates and monitors all risks associated with various areas of operations such as production, sales, inventory Management, debtor's Management with a view to counter the adverse impact of the risk factors, to the extent

feasible. However, the element of risks and concerns remains as under: -

- Price Volatility in key raw materials and consumables;
- Uncertainty in sustained stability of Rupee Dollar equation;
- Natural Calamities, and other Unforeseen circumstances like pandemic, etc.

SAFETY, HEALTH AND ENVIRONMENT (SHE) MANAGEMENT

Your Company continues to adopt best safety practices which have helped avoiding serious accidents. Regular safety inspection of plant and machinery is carried out to prevent accidents

HUMAN RESOURCES / INDUSTRIAL RELATIONS

Our people related policies span the entire spectrum of hiring the right talent as best as possible, up-skilling them and motivating them. This enables them in putting their best foot forward for fulfilling set targets. We do our best to provide our people healthy work environment that encourages sharing of knowledge, concerns and where the cross-pollination of ideas can always bloom. This reflects in their day to day performance at the ground level.

The details of employees are as under:

Number of Employees at the beginning of the year	84
Number of Employees recruited during the year	30
Number of Employees resigned during the year	08
Number of Employees retired/expired during the year	09
Number of Employees at the end of the year	97

SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS DURING THE FINANCIAL YEAR 2021-2022

The key financial ratios during FY 2021-22 vis a vis FY 2020-21 are as below:

Sr No.	Key Financial Ratios	FY 2021-22	FY 2020-21
1	Current Ratio (in times)	3.14	3.76
2	Debt Equity Ratio (in times)	0.09	0.00
3	Debt Service Coverage ratio (in times)	0.93	(1.82)
4	Return on Equity ratio (%)	(4.59)	(3.40)
5	Inventory Turnover ratio (no. of days)	179.08	93.39
6	Trade Receivable Turnover Ratio (no. of days)	4.14	4.06
7	Trade Payable Turnover Ratio (no. of days)	5.07	3.17
8	Net Capital Turnover Ratio (in times)	1.95	1.45
9	Net Profit ratio (%)	(0.03)	(0.03)
10	Return on Capital Employed (%)	(0.02)	(0.05)
11	Return on Investment (%)	0.05	0.06

Explanation on Significant changes in the above ratios:-

- | | | |
|-----------|--|--|
| 1 | Current Ratio | : There is no significant change in the said Ratio. |
| 2 | Debt Equity Ratio | : The change is mainly due to usance of Cash Credit limit in Current Year vis-à-vis NIL usance in Last Year. |
| 3 | Debt Service Coverage Ratio | : There is no significant change in the said Ratio. |
| 4 | Return on Equity Ratio % | : Change in Ratio is mainly due to effect of Deferred Tax being reversed in Current Year as compared to Previous Year. |
| 5 | Inventory Turnover Ratio | : There is no significant change in the said Ratio. |
| 6 | Trade Receivable Turnover Ratio | : There is no significant change in the said Ratio. |
| 7 | Trade Payable Turnover Ratio | : There is no significant change in the said Ratio. |
| 8 | Net Capital Turnover Ratio | : There is no significant change in the said Ratio. |
| 9 | Net Profit Ratio % | : There is no significant change in the said Ratio. |
| 10 | Return on Capital Employed % | : Change in ratio is due to increase in EBIT as compared to Previous Year. |
| 11 | Return on Investment % | : There is no significant change in the said Ratio. |

CAUTIONARY STATEMENT

Statements made in this Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations are "forward looking" within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

The Management is confident that your Company with its Quality products and Brand Equity and enduring relations with its customers and commitment of its staff, will overcome the disturbing impact of prevailing pandemic and work towards achieving growth in time to come.

For and on behalf of the Board of Directors

Date : August 01, 2022
Place : Ankleshwar

Dhananjay D. Kanitkar
Chairman
DIN: 03523774

Abhishek V. Gami
Managing Director
DIN: 07570948

ANNEXURE - B
FORM AOC-2 – RELATED PARTY TRANSACTIONS

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 thereto.

(Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Followings are the transactions at Arm's Length and in the Ordinary Course of Business. There is no transaction which can be defined as the transaction not being at Arm's Length and not in the ordinary course of business.

Sr. No.	Particulars	Details of contracts or arrangements or transactions not at arm's length basis	Details of material contracts or arrangement or transactions at arm's length basis
1.	Name(s) of the related party and nature of relationship	None	M/s United Wolfram. Shri. Abhishek Gami is a partner in M/s United Wolfram and Managing Director of Rapicut Carbides Limited.
2.	Nature of contracts/ arrangements/ transactions	None	1) Purchase of Raw Material viz Tungsten Trioxide, Sodium Tungstate and other Raw Materials from M/s United Wolfram. 2) Sale of Finished Products viz Inserts, Buttons and Tungsten Metal Powder, Fused Tungsten Carbide Powder, Tungsten Carbide Powder and other Finished Product to M/s United Wolfram.
3.	Duration of the contracts	None	All the Related Party Transactions were as open Arrangement/ Contract to be executed whenever need arises during the Financial Year ending 31st March, 2022.
4.	Salient terms of the contracts or arrangements or transactions including the value, if any	None	1) Credit period of 45 days available to Rapicut Carbides Limited for making payment for purchase of Raw Material from M/s United Wolfram. Total Value of purchase of Raw Material from M/s United Wolfram is Rs. 20.19 crores for Financial Year 2021-22. 2) Credit period of 45 days provided to M/s United Wolfram for making payment for sale of Finished Products by Rapicut Carbides Limited. Total Value of Sale of Finished Products to M/s United Wolfram is Rs. 3.70 crores for Financial Year 2021-22.
5.	Justification for entering into such contracts or arrangements or transactions	None	Not Applicable
6.	Date(s) of approval by the Board	None	Omnibus Approval for Related Party Transaction granted at the Board Meeting held on 13th February, 2021. The limit of Omnibus Approval was further revised at the Board Meeting held on 4th February, 2022. Review of Transaction on the following dates: 1)28/06/2021 3) 12/11/2021 2)14/08/2021 4) 04/02/2022
7.	Amount paid as advances, if any:	None	Not Applicable
8.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	None	Not Applicable

For and on behalf of the Board of Directors

Date : August 01, 2022
Place : Ankleshwar

Dhananjay D. Kanitkar
Chairman
DIN: 03523774

Abhishek V. Gami
Managing Director
DIN: 07570948

ANNEXURE "C" TO THE DIRECTORS' REPORT

Additional Information as required under sub-section 3(m) of Section 134 of the Act and Rule 8 of the Companies (Accounts) Rules, 2014

(A) CONSERVATION OF ENERGY:

(i) Steps taken or impact on conservation of energy:

The Management is very much cautious for minimizing/eliminating any losses in energy consumption. With such watch, the consumption of electricity and its cost is absolutely under control.

a. Energy Conservation measures taken:

- Company has installed LED lighting systems throughout the Company premises as a measure of energy conservation.
- Close monitoring of consumption of electricity, diesel and water.
- Optimum use of Energy by Switching off Machines, Lights, Fans, Air Conditioners and Exhaust Systems whenever not required.
- Creating awareness among employees to conserve energy.

b. Impact of measures:

- We replaced worn out insulation in the Chilled Water Pipelines and Heat Exchanges (Condensers) in Vacuum Drying Cabinets (VDCs). This has arrested Power Loss in the transmission lines for the said Equipment.
- We have replaced from Oil base to Water base in VDCs (2 Nos.) This has resulted in appreciable Cost saving. In addition, we have saved cost of 0.5 kw power consumption per hour per VDC.
- Due to measures taken as described above, visible drop in the overall power and fuel oil consumption has resulted.

c. Details of total energy consumption:

Sr. No.	Particulars	2021-2022	2020-2021
1	Total Electricity Consumption in unit (kwh)	13,52,803	13,42,824
2	Expenditure on Electricity per annum (Rs in Lakhs)	110.036	110.41
3	Rate of Electricity per unit (In. Rs)	8.13	8.22

(ii) Steps taken by the Company for utilizing alternate sources of energy:

The manufacturing unit purchases power from respective State Electricity Board. Steps are taken on a continuous basis to ensure optimal utilization of power.

(iii) The capital investment on energy conservation equipments:

The energy conservation equipments, wherever installed, are replaced at intervals to ensure their run at the best capacity and benefit.

(B) TECHNOLOGY ABSORPTION:

(i) Efforts made towards technology absorption:

The Company has its own Quality Assurance Department which is equipped with instruments of latest technology for testing quality of raw material, finished goods etc. Focus is always on new ideas and innovation to support existing business.

Efforts, in brief, made towards technology absorption, adaptation and innovation:

- Establishment of standardized and improved manufacturing processes
- Continued modernization of analytical techniques

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution:

- We have cautiously but successfully optimized Charge Loading in our furnaces Network, resulting in Direct Cost saving in the running of these furnaces.
- Focus on efficiency optimization has contributed on obtaining the targeted operations. It is also kept in view that the cost of production does not go beyond the appropriate level.
- We replaced worn out insulation in the Chilled Water Pipelines and Heat Exchanges (Condensers) in Vacuum Drying Cabinets (VDCs). This has arrested Power Loss in the transmission lines for the said Equipment.
- We have replaced from Oil base to Water base in VDCs (2 Nos.). This has resulted in appreciable Cost saving. In addition, we have saved cost of 0.5 kw power consumption per hour per VDC.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): -Not Applicable

(iv) Expenditure incurred on Research and Development:

Expenditure on In-House R & D, as and when incurred, is debited to the respective head of expenses in Statement of Profit and Loss.

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO

The details of Foreign exchange earnings and outgo is as under:

(Rs in Lakhs)			
Sr. No.	Particulars	2021-2022	2020-2021
1.	Foreign Exchange earnings	1.75	0.30
2.	Foreign Exchange expenditure	552.55	434.14

For and on behalf of the Board of Directors

Date : August 01, 2022
Place : Ankleshwar

Dhananjay D. Kanitkar
Chairman
DIN: 03523774

Abhishek V. Gami
Managing Director
DIN: 07570948

ANNEXURE – D

Secretarial Audit Report

For the Financial Year ended March 31, 2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

The Members,
RAPICUT CARBIDES LIMITED
119, GIDC Industrial Area,
Ankleshwar – 393 002,
Gujarat.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Rapicut Carbides Limited ("Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our 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, 2022 ("review period"), complied with the statutory provisions listed hereunder and also that the Company has proper Board-Processes and Compliance-Mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the Books, Papers, Minute Books, Forms and Returns filed and other records maintained by the Company for the review period, according to the provisions of:

- i. Companies Act, 2013 ("Act") and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India (SEBI) Act, 1992:-
 - a. SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018; However, there were no actions / events pursuant to these regulations, hence not applicable.
 - b. SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - c. SEBI (Buy-back of Securities) Regulations, 2018; However, there were no actions / events pursuant to these regulations, hence not applicable.
 - d. SEBI (Share Based Employee Benefits) Regulations, 2014; However, there were no actions / events pursuant to these regulations, hence not applicable.
 - e. SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; However, there were no actions / events pursuant to these regulations, hence not applicable.
 - f. SEBI (Issue and Listing of Debt Securities) Regulations, 2008; However, there were no actions / events pursuant to these regulations, hence not applicable.
 - g. SEBI (Issue and Listing of Non-Convertible Redeemable Preference Shares) Regulations, 2013; However, there

were no actions / events pursuant to these regulations, hence not applicable.

- h. SEBI (Prohibition of Insider Trading) Regulations, 2015;
- i. SEBI (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Act and dealing with client;
- j. SEBI (Delisting of Equity Shares) Regulations, 2009 / 2021; However, there were no actions / events pursuant to these regulations, hence not applicable.
- k. SEBI (Depositories and Participants) Regulations, 2018;
- l. SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021; However, there were no actions / events pursuant to these regulations, hence not applicable.
- m. SEBI (Debenture Trustees) Regulations, 1993; However, there were no actions / events pursuant to these regulations, hence not applicable.

We have also examined compliance with the applicable Clauses / Regulations of the following:-

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

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

We further report that;

- A. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act;
- B. Adequate notice is given to all the Directors to schedule the Board Meetings, Agenda and detailed Notes on Agenda were sent at least seven days in advance or at shorter notice with the consent of majority of Directors including Independent Director(s) and a system exists for seeking and obtaining further information and clarification on the Agenda items before the meeting and for meaningful participation at the meeting;
- C. As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded;
- D. There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with all the applicable Laws, Rules, Regulations and Guidelines;
- E. During the period under review, there were no specific instances / actions in pursuance of the above referred Laws, Rules, Regulations, Guidelines etc., having major bearing on the Company's affairs.

S. Samdani

Partner

Samdani Shah & Kabra

Company Secretaries

FCS No. 3677; CP No. 2863

ICSI Peer Review # 1079/2021

ICSI UDIN : F003677D000408202

Place : Vadodara | Date : May 28, 2022

This Report is to be read with our letter of even date which is annexed as Appendix A and forms an integral part of this report.

Appendix A

The Members,

RAPICUT CARBIDES LIMITED

119, GIDC Industrial Area,

Ankleshwar – 393 002,

Gujarat.

Our Secretarial Audit Report of even date is to be read along with this letter, that:

- i. Maintenance of secretarial records and compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of the Management of the Company. Our examination was limited to the verification and audit of procedures and records on test basis. Our responsibility is to express an opinion on these secretarial records and compliances based on such verification and audit.
- ii. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of 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 conducted the Secretarial Audit for the period under review, through virtual verification of documents, records, etc., as made available to us by the Company, due to the Covid-19 pandemic situation.
- iv. Wherever required, we have obtained the management representation about the Compliance of Laws, Rules and Regulations, happening of events, etc.
- v. 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.

S. Samdani

Partner

Samdani Shah & Kabra

Company Secretaries

FCS No. 3677; CP No. 2863

ICSI Peer Review # 1079/2021

ICSI UDIN : F003677D000408202

Place : Vadodara | Date: May 28, 2022

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Rapicut Carbides Limited
Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Rapicut Carbides Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss including Other Comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 audit opinion.

Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors is responsible for preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Management Discussion and Analysis and Shareholder's Information but does not include the financial statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

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

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

When we read the information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles

generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act;
- (e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a Director in terms of Section 164(2) of the Act;
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements 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 Auditors' Report in accordance with the requirements of section 197(16) of the Act, as amended;

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

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

- i. The Company does not have any pending litigations which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2022 for which there were any material foreseeable losses;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year.

For K.C. Mehta & Co.
Chartered Accountants
Firm's Registration No. 106237W

Pritesh J. Amin
Partner
Membership No. 105926
UDIN: 22105926AJYEVX8137
Place: Vadodara
Date: May 28, 2022

ANNEXURE-A

TO THE INDEPENDENT AUDITOR'S REPORT

The annexure referred to in our Independent Auditors' Report to the members of **Rapicut Carbides Limited** ("the Company") on the financial statements for the year ended March 31, 2022, we report that:

- i. In respect of the Company's Property, Plant and Equipment:
 - (a) (A) The Company has generally maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has generally maintained proper records showing full particulars of intangible assets.
 - (b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which Property, Plant and Equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - (c) According to the information and explanations given to us and on the basis of our examination of records of the Company, the title/lease deeds of all the immovable properties (other than properties where the Company is the lessee, and the lease agreement are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
 - (d) The Company has not revalued any of its Property, Plant and Equipment during the year and hence reporting under clause 3(i)(d) of the Order is not applicable to the Company.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
 - (a) The Inventories have been physically verified by the management during the year and in our opinion, the coverage and procedure for such verification is reasonable. As explained to us, there were no discrepancies of 10% or more in the aggregate for each class of inventory on physical verification of inventory as compared to the book records.
 - (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. The Company had submitted preliminary quarterly returns initially, thereafter the Company had resubmitted the quarterly returns with the final numbers which are in agreement with the books of accounts of the Company.
- iii. The Company has not made investment in, provided any guarantee or security or granted any loans, or advance in nature of loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in register maintained under section 189 of Companies Act, 2013 and therefore, reporting under this clause of the order is not applicable to the Company.
- iv. The Company has not granted any loans or provided any guarantees or security to the parties covered under section 185 of the Act. In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of section 186 of the Act in respect of the Investments made.
- v. According to the information and explanations given to us, the Company has not accepted any deposits during the year from the public within the meaning of provisions of section 73 to 76 of the Act, and the rules framed thereunder or under the directives issued by the Reserve Bank of India and therefore, reporting under clause (v) of the Order is not applicable to the Company.
- vi. In our opinion and according to the information and explanations given to us, in view of Rule 3 of the Companies (Cost Records and Audit) Amendments Rules 2014 the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company and therefore, reporting under clause (vi) of the Order is not applicable to the Company.

- vii. (a) In our opinion and according to the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues, including provident fund, income-tax, duty of customs, cess, goods and services tax and any other statutory dues applicable to it. Further, no undisputed amounts payable in respect of income tax, duty of customs, duty of excise, goods and service tax, cess and other statutory dues were in arrears as at 31st March 2022 for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, there are no statutory dues as referred to in sub clause (a) above which have not been deposited on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or Government or any Government Authority.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The Company does not have any subsidiaries, associates or joint ventures and hence, reporting under this clause of the order is not applicable.
- (f) The Company has not raised any loans during the year and hence reporting under clause 3(ix)(f) of the Order is not applicable to the Company.
- x. (a) According to information and explanation given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- xi. (a) To the best of our knowledge and according to information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT- 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. In our opinion, the Company is not a Nidhi Company and therefore, reporting under clause (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and the details of such transactions have been disclosed in the financial statements as required by the applicable Indian accounting standards.
- xiv. (a) In our opinion and based on our examination, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, reporting under clause (xv) of the Order are not applicable to the Company.
- xvi. (a) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable to the Company.

(b) In our opinion and according to the information and explanations given to us, there is no core investment Company within the Group [as defined in the Core Investment Companies (Reserve Bank) Directions, 2016] and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit, but the Company has incurred cash losses of Rs. 42.02 Lakhs during the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year and accordingly, this clause is not applicable.
- xix. In our opinion and according to the information and explanations given to us, on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the information and explanations given to us, section 135 of the Act is not applicable to the Company and therefore, reporting under this clause of the Order is not applicable to the Company;
- xxi. The Company is not required to prepare consolidated financial statements and therefore, reporting under this clause of the Order is not applicable to the Company.

For K.C. Mehta & Co.
Chartered Accountants
Firm's Registration No. 106237W

Pritesh J. Amin
Partner
Membership No. 105926
UDIN: 22105926AJYEVX8137
Place: Vadodara
Date: May 28, 2022

ANNEXURE-B

TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Rapicut Carbides Limited** on the financial statements of even date)

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Subsection 3 of Section 143 of the Act.

We have audited the internal financial controls with reference to financial statements of **Rapicut Carbides Limited** ("the Company") as of March 31, 2022, 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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, 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 ICAI. 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 with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 auditors' judgement, 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial controls with reference to financial statements 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 controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail,

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For K.C. Mehta & Co.
Chartered Accountants
Firm's Registration No. 106237W

Pritesh J. Amin
Partner
Membership No. 105926
UDIN: 22105926AJYEVX8137
Place: Vadodara
Date: May 28, 2022

BALANCE SHEET AS AT MARCH 31, 2022
(₹ in Lakhs)

SR. NO.	PARTICULARS	NOTE NO.	As at 31st March, 2022	As at 31st March, 2021
ASSETS				
(1)	Non-Current Assets			
	(a) Property, Plant and Equipment	6	396.18	444.75
	(b) Capital work-in-progress	7	34.47	0.00
	(c) Other Intangible assets	8	2.18	3.47
	(d) Financial Assets			
	(i) Investments	9	10.82	8.39
	(ii) Other Financial Assets	10	28.73	29.46
	(e) Deferred tax assets (net)	11	35.98	77.65
	(f) Other non-current assets	12	33.88	19.36
	Total non-current assets		542.23	583.08
(2)	Current Assets			
	(a) Inventories	13	1,578.03	1,465.05
	(b) Financial Assets			
	(i) Trade receivables	14	1,040.86	706.91
	(ii) Cash and cash equivalents	15	1.83	304.58
	(iii) Other bank balances	16	29.74	28.57
	(iv) Others Financial Assets	17		
	(A) Security Deposits		0.45	5.85
	(c) Current Tax Assets (Net)	18	29.91	29.00
	(d) Other current assets	19	7.52	26.73
	Total current assets		2,688.34	2,566.69
	Total assets		3,230.57	3,149.77
EQUITY AND LIABILITIES				
	Equity			
	(a) Equity Share Capital	20	537.12	537.12
	(b) Other Equity	21	1,708.90	1,813.32
	Total Equity		2,246.03	2,350.45
	LIABILITIES			
(1)	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	22	3.16	4.86
	(b) Provisions	23	123.81	111.39
	(c) Other non-current liabilities	24	0.07	0.07
	Total non-current liabilities		127.04	116.33
(2)	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	25	214.06	1.60
	(ii) Trade payables	26		
	(A) due to micro enterprises and small enterprises		500.79	410.32
	(B) due to other than micro enterprises and small enterprises		1.69	144.86
	(iii) Other financial liabilities	27	25.31	33.13
	(b) Other current liabilities	28	17.76	31.37
	(c) Provisions	29	97.89	61.71
	Total current liabilities		857.50	682.99
	Total Equity and Liabilities		3,230.57	3,149.77
Significant Accounting Policies and Notes to Financial Statements		1- 43		

As per our report of even date attached
For and on behalf of the Board
For K. C. Mehta & Co.
Chartered Accountants
Pritesh J. Amin
Partner
M. No. 105926
Vaibhav P. Shah
Chief Financial Officer
PAN : GEGPS2579N
Dhananjay D Kanitkar
Chairman & Non-Executive Director
DIN: 03523774
Abhishek V. Gami
Managing Director
DIN: 07570948
Place : Vadodara
Date : May 28, 2022
Komal P. Soni
Company Secretary
M. No. : A66843
Atul R Garg
Independent Director
DIN: 07148330
Kishore D Sharma
Independent Director
DIN: 08763613
Shruti A. Gami
Non-Executive Director
DIN: 08764442

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

(₹ in Lakhs)

SR. NO.	PARTICULARS	NOTE NO.	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
I	Revenue from operations	30	3,613.64	2,801.09
II	Other income	31	3.34	1.71
III	Total Income (I+II)		3,616.98	2,802.80
IV	Expenses			
a.	Cost of materials consumed	32	2,724.75	1,565.25
b.	Changes in inventories of finished goods, stock-in-trade and work-in-progress	33	(153.26)	317.30
c.	Employee benefits expense	34	520.92	474.28
d.	Finance costs	35	12.84	13.54
e.	Depreciation and amortisation expense	36	66.84	79.06
f.	Other expenses	37	508.73	474.44
	Total expenses (IV)		3,680.83	2,923.87
V	Profit/(loss) before tax (III-IV)		(63.85)	(121.07)
VI	Tax expense	38		
(a)	Current tax		-	-
(b)	Adjustment of tax relating to earlier periods		0.27	7.44
(c)	Deferred tax		41.45	(46.86)
VII	Profit /(loss) for the period (V-VI)		(105.56)	(81.65)
VIII	Other Comprehensive Income	39		
A	(i) Items that will not be reclassified to profit or loss		(1.37)	(20.23)
	(ii) Income tax relating to items that will not be reclassified to profit or loss		0.23	5.36
B	(i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
IX	Total Comprehensive Income for the period (VII+VIII)		(106.71)	(96.52)
X	Earnings per Equity Share			
	Basic & Diluted		(1.97)	(1.52)
	Significant Accounting Policies and Notes to Financial Statements	1-43		

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Pritesh J. Amin
Partner
M. No. 105926

Place : Vadodara
Date : May 28, 2022

Vaibhav P. Shah
Chief Financial Officer
PAN : GEGPS2579N

Komal P. Soni
Company Secretary
M. No. : A66843

Dhananjay D Kanitkar
Chairman & Non-Executive Director
DIN: 03523774

Atul R Garg
Independent Director
DIN: 07148330

Kishore D Sharma
Independent Director
DIN: 08763613

For and on behalf of the Board

Abhishek V. Gami
Managing Director
DIN: 07570948

Shruti A. Gami
Non-Executive Director
DIN: 08764442

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH, 2022

(₹ in Lakhs)

Particulars		For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
		(Audited)	(Audited)
[A] CASH FLOW FROM OPERATING ACTIVITIES	Profit/(Loss) before tax	(63.85)	(121.08)
	Adjustments for:		
	Depreciation and amortisation expense	66.84	79.06
	Loss on Property, Plant and Equipment sold/discarded (net)	(0.19)	-
	Interest Paid	12.84	13.54
	Interest Income	(1.39)	(1.67)
	Dividend received	(0.07)	(0.04)
	Sundry balances written back (net)	(1.67)	0.00
	Unrealised foreign exchange (gain)/loss (Net)	(0.03)	0.00
	Operating Profit before changes in working capital	12.50	(30.19)
	Adjustment for (Increase)/Decrease in Operating Assets		
	Inventories	(112.98)	422.06
	Trade Receivables	(333.98)	(33.49)
	Other Financial Assets	6.12	5.76
	Other Assets	4.69	10.32
	Adjustment for Increase/(Decrease) in Operating Liabilities		
	Trade Payables	(54.37)	166.60
	Provisions	39.14	(36.80)
	Other Liabilities	(13.61)	(10.08)
	Other Financial Liabilities	1.63	(7.02)
	Cash flow from operations after changes in working capital	(450.85)	487.16
	Net Direct Taxes (Paid)/Refunded	(1.18)	(0.85)
	Net Cash Flow from/(used in) Operating Activities	(452.03)	486.31
[B] CASH FLOW FROM INVESTING ACTIVITIES	Purchase of Property, Plant and Equipment including Capital Advances & CWIP	(58.76)	(17.03)
	Proceeds from Sale of Property, Plant and Equipment	7.50	0.00
	Advance for Purchase of Fixed Assets	-	(15.84)
	Interest Income	1.39	1.67
	Dividend received	0.07	0.04
	Bank Balances not considered as Cash and Cash Equivalents	1.17	4.43
	Net Cash Flow from/(used in) Investing Activities	(48.63)	(26.72)
[C] CASH FLOW FROM FINANCING ACTIVITIES	Repayment of Borrowings	210.75	(156.33)
	Payment of dividend	-	-
	Finance cost	(12.84)	(13.54)
	Net Cash Flow from/(used in) Financing Activities	197.92	(169.88)
Net Increase/ (Decrease) in Cash and Cash Equivalents		(302.75)	289.71
Cash & Cash Equivalents at beginning of year (see Note 1)		304.58	14.87
Cash and Cash Equivalents at end of year (see Note 1)		1.83	304.58

Notes:

1	Cash and Cash equivalents comprise of:		
	Cash on Hands	0.72	0.88
	Balance with Banks		
	In Current Accounts	1.11	3.97
	In Cash Credit Accounts	-	249.74
	In Fixed Deposits	-	50.00
Cash and Cash equivalents as restated		1.83	304.58

2 Figures of the previous year have been regrouped / reclassified wherever necessary.

As per our report of even date attached

For and on behalf of the Board

For K. C. Mehta & Co.
Chartered Accountants

Pritesh J. Amin
Partner
M. No. 105926

Place : Vadodara
Date : May 28, 2022

Vaibhav P. Shah
Chief Financial Officer
PAN : GEGPS2579N

Komal P. Soni
Company Secretary
M. No. : A66843

Dhananjay D Kanitkar
Chairman & Non-Executive Director
DIN: 03523774

Atul R Garg
Independent Director
DIN: 07148330

Kishore D Sharma
Independent Director
DIN: 08763613

Abhishek V. Gami
Managing Director
DIN: 07570948

Shruti A. Gami
Non-Executive Director
DIN: 08764442

Statement of Changes in Equity for the year ended March 31, 2022

A. Equity Share Capital

(₹ in Lakhs)

Particulars	Amount
Balance as at 1st April, 2020	537.12
Changes in Equity share capital due to prior period errors	-
Restated balance as at 1st April, 2020	537.12
Additions/(Reductions)	-
Balance as at 31st March, 2021	537.12
Balance as at 1st April, 2021	537.12
Additions/(Reductions)	-
Balance as at 31st March, 2022	537.12

B. Other Equity

(₹ in Lakhs)

Particulars	Reserve & Surplus				Other Items of other comprehensive Income	Total
	Capital Reserve	Securities Premium Reserve	Other Reserve (General Reserve)	Retained Earnings		
Balances as at 31st March, 2020	29.06	127.16	530.00	1,294.03	(70.40)	1,909.86
Movement during the year:						
Profit for the period	-	-	-	(81.65)	-	(81.65)
Other Comprehensive Income for the year, net of income tax *	-	-	-	-	(16.74)	(16.74)
Net fair value gain/(loss) on investment in equity instrument carried through OCI, net of income tax	-	-	-	-	1.86	1.86
Gain / (Loss) on sale of Investment	-	-	-	-	-	-
Payment of Dividend (Final)	-	-	-	-	-	-
Tax on Dividend (Final)	-	-	-	-	-	-
Balances as at 31st March, 2021	29.06	127.16	530.00	1,212.38	(85.27)	1,813.32
Movement during the year:						
Profit for the period	-	-	-	(105.56)	-	(105.56)
Other Comprehensive Income for the year, net of income tax *	-	-	-	-	(1.29)	(1.29)
Net fair value gain/(loss) on investment in equity instrument carried through OCI, net of income tax	-	-	-	-	2.43	2.43
Gain / (Loss) on sale of Investment	-	-	-	-	-	-
Payment of Dividend (Final)	-	-	-	-	-	-
Balances as at 31st March, 2022	29.06	127.16	530.00	1,106.82	(84.13)	1,708.90

* Represents remeasurement gain/(loss) on the Defined Benefit Plans

Significant Accounting Policies and Notes to Financial Statements 1-43

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Pritesh J. Amin
Partner
M. No. 105926

Place : Vadodara
Date : May 28, 2022

Vaibhav P. Shah
Chief Financial Officer
PAN : GEGPS2579N

Komal P. Soni
Company Secretary
M. No. : A66843

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DIN: 08763613

For and on behalf of the Board

Abhishek V. Gami
Managing Director
DIN: 07570948

Shruti A. Gami
Non-Executive Director
DIN: 08764442

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Note No. 1.

1. Corporate Information

The Financial Statements of "Rapicut Carbides Limited" ("the Company") are for the year ended 31st March 2022.

Rapicut Carbides Limited (RCL) was incorporated as a Public Limited Company in April 1977, and Commercial Production Commenced in October 1979.

The Company is a domestic public limited Company incorporated and domiciled in India and has its Registered Office at 119, GIDC Industrial Area, on National Highway BOM-AHM, Ankleshwar, Gujarat. The Company's shares are listed and traded on the Bombay Stock Exchange Ltd. (BSE). The Company is engaged in business of manufacturing of Tungsten Carbide products used in metal cutting, mining, wear parts and various other industries.

Gujarat Drillwell Private Limited promoted with technical knowhow provided by RCL was merged with the Company in the year 1993.

2. Basis of Preparation of Financial Statements

These Financial Statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The Financial Statements have been prepared on the historical cost convention on accrual and going concern basis except for certain financial instruments that are measured at fair values / amortized cost / net present value at the end of each reporting period. The accounting policies are applied consistently to all the periods presented in the Financial Statements. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The Financial Statements of the Company for the year ended 31st March 2022 were approved for issue in accordance with the resolution of the Board of Directors on 28th May, 2022.

The Financial Statements have been presented in Indian Rupees (INR), which is also the Company's presentation and functional currency. All values are rounded off to the nearest two decimal lakhs, unless otherwise indicated.

3. Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the Financial Statements are categorized within the fair value hierarchy, described as follows, which gives highest priority to quoted prices in active markets and the lowest priority to unobservable inputs.

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 — Valuation techniques for inputs other than quoted prices included within Level 1 that are observable for the asset or Liability either directly or indirectly.

Level 3 — Valuation techniques for inputs that are unobservable for the asset or liability.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

4. Statement of Compliance

The Comparative Financial Statements comprising Balance Sheet, Statement of Profit and Loss, Statement of Changes in Equity, Cash Flow Statement, together with the Notes to accounts along with a summary of the significant accounting policies and other explanatory information for the year ended 31st March 2022, have been prepared in accordance with the Ind AS notified above. For all periods up to and including the year ended 31st March 2018, the Company prepared its Financial Statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

4.1. Basis of Measurement - Historic Cost Convention:

These Financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities that is measured at fair value (refer accounting policy regarding financial instruments);
- Assets held for sale – measured at fair value less cost incurred for sale;
- Defined benefit plans – plan assets measured at fair value. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other Criteria set out in the Schedule III to the Companies Act, 2013.

4.2. Use of Estimates:

The preparation of Financial Statements in accordance with Ind -AS requires use of estimates and assumptions for some items, which might have an effect on their recognition and measurement in the Balance Sheet and Statement of Profit and Loss. The actual amounts realized may differ from these estimates. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates. Differences between the actual results and estimates are recognized in the period in which the results are known /materialized and, if material, their effects are disclosed in the notes to the Financial Statements.

4.3. Critical accounting judgments, assumptions and Key sources of estimation uncertainty:

The preparation of the Company's Financial Statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities at the date of the Financial Statements. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these

assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Key source of judgments, assumptions and estimates in the preparation of the Financial Statements which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of useful lives of Property, Plant and Equipment, impairment, employee benefit obligations, provisions, provision for income tax, measurement of deferred tax assets and contingent assets & liabilities.

Information about estimates and assumptions that have the significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may differ from these estimates.

(i) Determination of the estimated useful life of tangible assets and the assessment as to which components of the cost may be capitalized.

Useful life of tangible assets is based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful life is different from that prescribed in Schedule II, it is based on technical advice, taking into account the nature of the asset, estimated usage and operating conditions of the asset, past history of replacement and maintenance support. An assumption also needs to be made, when the Company assesses, whether an asset may be capitalized and which components of the cost of the asset may be capitalized.

(ii) Recognition and measurement of defined benefit obligations:

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations being carried out at reporting date. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, Salary escalation rate, expected rate of return on asset and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation. The mortality rate is based on publicly available mortality tables for the specific countries. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

(iii) Recognition of income taxes:

Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions as also to determine the amount of deferred tax that can be recognized, based upon the likely timing and the level of future taxable profits.

(iv) Recognition of Deferred tax assets:

Deferred Tax Assets (DTA) are recognized for all the deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized. Management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits.

(v) Recognition and measurement of provisions:

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

(vi) Determining whether an arrangement contains a lease:

At the inception of an arrangement, the Company determines whether the arrangement is or contains a lease. At the inception or on reassessment of an arrangement that contains a lease, the Company separates payments and other consideration required by the arrangement into those for the lease and those for the other elements based on their relative fair values. If the Company concludes for a finance lease that, it is impracticable to separate the payments reliably, then an asset and a liability are recognized at an amount equal to the fair value of the underlying asset; subsequently, the liability is reduced as payments are made and an imputed finance cost on the liability is recognized using the Company's incremental borrowing rate. In case of operating lease, the Company treats all payments under the arrangement as lease payments.

(vii) Contingent Liabilities and Assets:

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractual, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgment and the use of estimates regarding the outcome of future events

(viii) Allowance for impairment of trade receivable:

The expected credit loss is mainly based on the ageing of the receivable balances and historical experience. The receivables are assessed on an individual basis assessed for impairment collectively, depending on their significance. Moreover, trade receivables are written off on a case-to-case basis if deemed not to be collectible on the assessment of the underlying facts and circumstances.

(ix) Impairment of non-financial assets:

Evaluation for impairment requires use of judgment, estimates and assumptions.

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors (significant decline in asset's value, economic or legal environment, market interest rates etc.) and internal factors (obsolescence or physical damage of an asset, poor economic performance of the idle assets etc.) which could result in significant change in recoverable amount of the Property, Plant and Equipment and such assessment is based on estimates, future plans as envisaged by Company.

4.4. Current versus Non-current classification:

- (i) The assets and liabilities in the Balance Sheet are based on current/ non – current classification.

An asset is current when it is:

1. Expected to be realized or intended to be sold or consumed in normal operating cycle.
2. Held primarily for the purpose of trading.
3. Expected to be realized within twelve months after the reporting period, or
4. Cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non - current.

- (ii) A liability is current when it is:

5. Expected to be settled in normal operating cycle
6. Held primarily for the purpose of trading.
7. Due to be settled within twelve months after the reporting period, or
8. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are treated as non - current. Deferred tax assets and liabilities are classified as non – current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents.

5. Significant Accounting Policies

5.1. Property, Plant and Equipment

The Company has elected to continue with the carrying value of its Property Plant & Equipment (PPE) recognized as of April 1, 2016 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101.

Property, Plant & Equipment (PPE) comprises of Tangible assets and Capital Work in progress. PPE are stated at cost, net of tax/duty credit availed, if any, after reducing accumulated depreciation and accumulated impairment losses, if any, until the date of the Balance Sheet. The cost of PPE comprises of its purchase price or its construction cost (net of applicable tax credit, if any), any cost directly attributable to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Direct costs are capitalized until the asset is ready for use and includes borrowing cost capitalized in accordance with the Company's accounting policy.

Capital work in progress includes the cost of PPE that are not yet ready for the intended use.

An item of PPE is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the Statement of Profit and Loss.

Depreciation is provided on the cost of Property, Plant and Equipment less their estimated residual value, using the straight-line method over the useful life of PPE as stated in the Schedule II to the Companies Act, 2013 or based on internal technical evaluation. The management believes that the useful lives as assessed best represent the period over which management expects to use these assets.

Useful lives of following class of PPE are as prescribed under Part C of Schedule II to the Companies Act, 2013, which are as under: -

Asset Description	Assets Useful life (in Years)
Factory Building	30
Building other than Factory Building	60
Lease Hold Land	99
Data Processing Equipment	6
Plant and Machinery	10
Furniture and Fixtures	10
Vehicle	8

The estimated useful lives, residual values and depreciation method are reviewed on an annual basis and if necessary, changes in estimates are accounted for prospectively.

Depreciation on additions/deletions to PPE during the year is provided for on a pro-rata basis with reference to the date of additions/deletions.

Depreciation on subsequent expenditure on PPE arising on account of capital improvement or other factors is provided for prospectively over the remaining useful life.

5.2. Intangible Assets

The Company has elected to continue with the carrying value of its Intangible assets recognized as of April 1, 2016 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101.

Intangible assets with finite useful life acquired separately, are recognized only if it is probable that future economic benefits that are attributable to the assets will flow to the enterprise and the cost of assets can be measured reliably. The intangible assets are recorded at cost and are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized over the estimated period of benefit, not exceeding ten years.

Intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized in the Statement of Profit and Loss when the asset is derecognized.

Intangible assets are amortized on Straight Line Method from the date they are available for use, over the useful lives of the assets as estimated by the Management as under:

Asset Description	Assets Useful life (in Years)
Software	5

5.3. Impairment of non-financial assets

The Company reviews at each reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit & Loss. If at the reporting period, there is an indication that there is change in the previously assessed impairment loss, the recoverable amount is reassessed and the asset is reflected at the lower of its recoverable amount and the carrying amount that is determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

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

An assessment is made at the end of each reporting period to see if there are any indications that impairment losses recognized earlier may no longer exist or may have come down. The impairment loss is reversed, if there has been a change in the estimates which has the effect of increasing the asset's recoverable amount since the previous impairment loss was recognized. If it is so, the carrying amount of the asset is increased to the lower of its recoverable amount and the carrying amount that has been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. After a reversal, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life. Reversals of Impairment loss are recognized in the Statement of Profit and Loss.

5.4. Cash and Cash Equivalents:

Cash and cash equivalents comprise cash on hand and demand deposits with banks which are short-term, highly liquid investments that are readily convertible into known amounts of cash, and which are subject to insignificant risk.

5.5. Inventories

Inventories are valued at lower of cost and net realizable value after providing for impairment and other losses, where considered necessary. The basis of determining the value of each class of inventory is as follows:

Inventories	Cost Formulae
Raw Material, packing materials	Lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a first-in-first out basis. Customs duty on imported raw materials (excluding stocks in the bonded warehouse) is treated as part of the cost of the inventories. Raw material, store and spares: Cost on FIFO basis or net realizable value, whichever is lower.
Raw Material (Goods in transit)	At invoice price
Work -in-progress	Lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.
Finished Goods (Including in Transit)	At Cost, comprising of raw material cost, labour cost and appropriate proportion of manufacturing expenses and overheads.
Traded goods	Lower of cost and net realizable value. Cost includes the purchase price and other associated costs directly incurred in bringing the inventory to its present location. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.
Waste and Scarp	Waste and scrap are not separately valued being insignificant in value.
Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.	

5.6. Employee Benefit

(i) Defined Contribution Plan

Retirement benefit in the form of Provident Fund and Superannuation fund, a defined contribution scheme and the contributions are charged to the statement of profit and loss for the year when the contributions to the government funds are due. The Company has no obligation other than the contribution payable to provident fund authorities and superannuation fund.

(ii) Defined Benefit Plan

The employees' gratuity fund scheme is the Company's defined benefit plan. The present value of the obligation under the said defined benefit plan is determined on the basis of actuarial valuation from an independent actuary using the Projected Unit Credit Method. The gratuity benefit of the Company is administered by a trust formed for this purpose through the group gratuity LIC scheme. Re measurements comprising of actuarial gain and losses, the effect of the asset ceiling and the return on plan assets (excluding amount included in net interest on the net defined benefit liability), are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur

Re-measurements are not reclassified to the statement of profit and loss in subsequent periods.

Past service cost is recognized in the statement of profit & loss in the period of plan amendment.

Net interest is calculated by applying the discounted rate to the net defined benefit liability or asset.

(iii) Short Term Employee Benefits

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(iv) Other Long Term Employee Benefits

The Company treats accumulated leave expected to be carried forward beyond 12 months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

5.7. Foreign Exchange Transactions

Transactions in currencies other than the Company's functional currency (foreign currencies) are recognized at the spot exchange rates prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated using closing exchange rate prevailing on the last day of the reporting period.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction.

Exchange differences on monetary items are recognized in the Statement of Profit and Loss in the period in which they arise.

5.8. Financial Instruments

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

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

a. Initial Recognition:

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at Fair Value through Profit or Loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized in the Statement of Profit and Loss.

b. Classification and Subsequent Measurement: Financial Assets

The Company classifies financial assets as subsequently measured at amortized cost, fair value through other comprehensive income ("FVTOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- the entity's business model for managing the financial assets; and
- the contractual cash flow characteristics of the financial assets.

c. Amortized Cost:

A financial asset shall be classified and measured at amortized cost, if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

d. Fair Value through OCI:

A financial asset shall be classified and measured at FVTOCI, if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

e. Fair Value through Profit or Loss:

A financial asset shall be classified and measured at FVTPL unless it is measured at amortized cost or at FVTOCI.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

f. Impairment of financial assets:

In accordance with Ind AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial Assets are measured at amortized cost e.g., deposits, trade receivables and bank balance

Simplified Approach

The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade Receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition

General Approach

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-months ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-months ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-months ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

g. Trade receivables

A receivable is classified as a 'trade receivable' if it is in respect to the amount due from customers on account of goods sold or services rendered in the ordinary course of business. Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate method, less provision for impairment. For some trade receivables the Group may obtain security in the form of guarantee, security deposit or letter of credit which can be called upon if the counter party is in default under the terms of the agreement. Impairment is made on the expected credit losses, which are the present value of the shortfalls over the expected life of financial assets. The estimated impairment losses are recognized in a separate provision account and the impairment losses are recognized in the Statement of Profit and Loss within other expenses.

For foreign currency trade receivable, impairment is assessed after reinstatement at closing rates.

Subsequent changes in assessment of impairment are recognized in provision for impairment and changes in impairment losses are recognized in the Statement of Profit and Loss within other expenses.

Individual receivables which are known to be uncollectible are written off by reducing the carrying amount of trade receivable and the amount of the loss is recognized in the Statement of Profit and Loss within other expenses.

h. Derecognition of financial assets:

The Company derecognizes a financial asset when the contractual right to receive the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g., when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

5.9. Classification and Subsequent Measurement: Financial liabilities:

Financial liabilities are classified as either financial liabilities at FVTPL or 'other financial liabilities'.

a. Financial Liabilities at FVTPL:

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or Losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

b. Other Financial Liabilities at amortized cost:

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortized cost using the effective interest method.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

c. Financial liabilities and equity instruments:

• Classification as debt or equity:

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

• Equity instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

Equity instruments issued by a Company are recognized at the proceeds received.

d. Derecognition of Financial Liabilities:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

e. Offsetting:

Financial assets and financial liabilities are offset, and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

5.10. Share capital

Ordinary Shares:

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are recognized as a deduction from equity, net of any tax effects.

5.11. Leases

As a lessee

The Company's lease assets primarily consist of leases for land. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- the contract involves the use of an identified asset.
- the Company has substantially all the economic benefits from use of the asset through the period of the lease and
- the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases and corresponding Right-of-use Asset. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The Right-of-use Assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any remeasurement of the lease liability.

Right-of-use Assets are depreciated on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

As a lessor

The Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

Lease income from operating lease is recognized in the statement of profit and loss on straight line basis over the Lease term.

5.12. Borrowing Costs

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings.

General and specific borrowing costs attributable to acquisition and construction of qualifying assets is added to the cost of the assets upto the date the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes a substantial period to get ready for its intended use. Capitalization of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted. All other borrowing costs are recognized in the Statement of Profit and Loss in the period in which they are incurred.

5.13. Statement of Cash Flows

Statement of Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows are segregated into operating, investing and financing activities.

5.14. Income Taxes

Income tax expense represents the sum of the current tax and deferred tax.

a. Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates and laws that have been enacted or substantively enacted by the end of the reporting period.

b. Deferred Tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be utilized.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

c. Current and Deferred Tax Expense for the Year

Current and deferred tax expense is recognized in the Statement of Profit and Loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

5.15. Revenue Recognition

The Company derives Revenue primarily from sale of manufactured and traded products being “Tungsten Carbides Products”.

Revenues from sale of goods or services are recognized upon transfer of control of the goods or services to the customer in an amount that reflects the consideration which the Company expects to receive in exchange for those goods or services.

Revenue is measured at the transaction price of the consideration received or receivable duly adjusted for variable consideration & customer's right to return the goods and the same represents amounts receivable for goods and services provided in the normal course of business. Revenue also excludes taxes collected from customers. Any retrospective revision in prices is accounted for in the year of such revision.

Revenue is recognized at a point in time on accrual basis as per the terms of the contract, when there is no uncertainty as to measurement or collectability of consideration. When there is uncertainty as to measurement or ultimate collectability, revenue recognition is postponed until such uncertainty is resolved.

he contract asset or a contract liability is recognized when either party to a contract has performed, depending on the relationship between the entity's performance and the customer's payment. When the Company has a present unconditional right to consideration, it is recognized separately as a receivable.

Sale of products excludes amounts of indirect taxes on sales.

Interest on investments is booked on a time proportion basis taking into account the amounts invested and the rate of interest.

Dividend income is recognized when the right to receive the same is established.

Other income is recognized on accrual basis except when realization of such income is uncertain.

5.16. Dividend

Provision is made in the accounts for the amount of any final dividend declared on the date of its approval by the shareholders. Interim dividends, if any, are recorded as a liability on the date of its declaration by the Company's Board of Directors.

5.17. Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax with the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after

tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, with the aggregate of weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

5.18. Segment Reporting

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organization and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the Chief Operating Decision Making Body (CODM) in deciding how to allocate resources and in assessing performance.

The Company operates in one reportable business segments i.e., "Tungsten Carbides Products".

5.19. Provision, Contingent Liabilities and Contingent Assets

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

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, it carrying amount is the present value of those cash flows (when the effect of the time value of money is material). If the time value of money is material, Provisions are discounted using pre-tax discount rate and when discounting is used, increase in the provision with the passage of time is recognized as a finance cost in the statement of Profit and Loss account.

A contingent liability is (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or (b) a present obligation that arises from past events but is not recognized because (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or (ii) the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are disclosed in the Financial Statements by way of notes to accounts, unless possibility of an outflow of resources embodying economic benefit is remote.

A contingent asset is a possible asset that arises from the past events and whose existence will be confirmed only by the occurrence or non- occurrence of one or more of uncertain future events not wholly within the control of the entity.

Contingent assets are disclosed in the Financial Statements by way of notes to accounts when an inflow of economic benefits is probable.

6. Property, Plant and Equipment

(₹ in Lakhs)

Particulars / Assets	Right-of-use Assets (Lease Hold land)	Building	Plant and Machinery	Data Process Equipments	Furniture and Fixtures	Vehicles	Total
GROSS BLOCK							
As at 1st April, 2020	3.52	306.46	945.04	37.95	36.45	57.70	1,387.13
Additions	-	-	7.43	1.47	8.12	-	17.03
Deduction/Adjustments	-	-	-	-	-	-	-
As at 31st March, 2021	3.52	306.46	952.47	39.42	44.58	57.70	1,404.16
Additions	-	-	10.76	1.98	1.27	10.30	24.30
Deduction/Adjustments	-	-	-	-	-	7.32	7.32
As at 31st March, 2022	3.52	306.46	963.23	41.40	45.85	60.68	1,421.14
ACCUMULATED DEPRECIATION							
As at 1st April, 2020	1.51	128.43	690.05	27.80	17.32	20.11	885.22
Charge for the year	0.04	7.41	54.20	3.22	2.78	6.53	74.18
Deduction/Adjustments	-	-	-	-	-	-	-
As at 31st March, 2021	1.54	135.84	744.25	31.02	20.11	26.65	959.41
Charge for the year	0.04	7.38	46.69	2.76	3.52	5.17	65.55
Deduction/Adjustments	-	-	-	-	-	-	-
As at 31st March, 2022	1.58	143.22	790.94	33.77	23.62	31.81	1,024.95
Net Block							
As at 31st March, 2021	1.98	170.62	208.22	6.93	24.47	31.06	444.75
As at 31st March, 2022	1.94	163.24	172.28	7.63	22.22	28.87	396.18

Note:

- 1) The Company has elected to continue with the carrying value of its Property Plant & Equipment (PPE) recognised as of April 1, 2016 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101.
- 2) The aggregate depreciation charge for the year has been included under depreciation and amortisation expense in the Statement of Profit and Loss.

7. Capital work-in-progress

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Construction Work in Progress - Fixed Assets		
Balance as at beginning of the year	-	-
Add: Additions during the year	34.47	-
TOTAL	34.47	-

7.1 Ageing Schedule of Capital work-in-progress (Projects in process):

As at 31st March 2022

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 Years	
i) Projects in Progress	34.47	-	-	-	34.47
ii) Projects temporarily suspended	-	-	-	-	-

As at 31st March 2021

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 Years	
i) Projects in Progress	-	-	-	-	-
ii) Projects temporarily suspended	-	-	-	-	-

7.2 Completion Schedule of CWIP whose completion is overdue or has exceeded it's compared cost to it's original plan:

As at 31st March 2022

(₹ in Lakhs)

Particulars	To be completed in			
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 Years
Projects in progress				
i) Carburising & reduction project	34.47	-	-	-
ii) Others	-	-	-	-
Projects temporarily suspended	-	-	-	-
i) Project 1	-	-	-	-
ii) Others	-	-	-	-

As at 31st March 2021

(₹ in Lakhs)

Particulars	To be completed in			
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 Years
Projects in progress				
i) Project 1	-	-	-	-
ii) Others	-	-	-	-
Projects temporarily suspended	-	-	-	-
i) Project 1	-	-	-	-
ii) Others	-	-	-	-

8. Intangible Assets

(₹ in Lakhs)

Particulars /Assets	Technical Know how	Computer Software	Total
GROSS BLOCK			
As at 1st April, 2020	6.06	30.98	30.98
Additions	-	-	-
Deduction/Adjustments	6.06	-	-
As at 31st March, 2021	-	30.98	30.98
Additions	-	-	-
Deduction/Adjustments	-	-	-
As at 31st March, 2022	-	30.98	30.98
ACCUMULATED AMORTIZATION			
As at 1st April 2020	6.06	22.64	22.64
Charge for the year	-	4.87	4.87
Deduction/Adjustments	6.06	-	-
As at 31st March, 2021	-	27.51	27.51
Charge for the year	-	1.30	1.30
Deduction/Adjustments	-	-	-
As at 31st March, 2022	-	28.80	28.80
Net Block			
As at 31st March, 2021	-	3.47	3.47
As at 31st March, 2022	-	2.18	2.18

1) The Company has elected to continue with the carrying value of its intangible assets recognised as of April 1, 2016 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101.

2) The aggregate amortisation charge for the year has been included under depreciation and amortisation expense in the Statement of Profit and Loss.

9. Investments

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Investments in Equity Instruments (Note 9.1)	10.82	8.39
Total	10.82	8.39

9.1 Investments in Equity Instruments

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Investments in other entities (at FVTOCI)		
(a) Investments in Unquoted Securities (at FVTOCI) 1,581 (P.Y. 1,581) equity shares of BEIL Infrastructure Ltd. (Formerly known as Bharuch Enviro Infrastructure Ltd.) (Fully paid up) (Face Value ₹10 per share)	10.82	8.39
Total Investments in other entities	10.82	8.39
Aggregate carrying value of unquoted investments	10.82	8.39

10. Financial Assets - Others

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Security Deposits		
- Considered Good	28.73	29.46
Total	28.73	29.46

11. Deferred tax assets (net)

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Deferred Tax Assets	35.98	77.65
Total	35.98	77.65

2021-22

Major Components and Reconciliation of Deferred Tax Assets/Liabilities

(₹ in Lakhs)

Particulars	Opening Balance	Recognized in Statement of Profit and Loss	Recognized in Other Comprehensive Income	Closing Balance
Deferred tax liability on account of:				
Remeasurement of Investment	1.65	0.50	-	2.15
Total Deferred Tax Liabilities	1.65	0.50	-	2.15
Deferred tax asset on account of:				
Provision for Doubtful debts	0.26	-	-	0.26
Property, Plant & Equipment, Intangible assets	43.89	(42.43)	-	1.46
Provision for Gratuity	27.11	1.30	-	28.41
Provision for Leave encashment	8.05	(0.05)	-	8.00
Total Deferred Tax Assets	79.30	(41.18)	-	38.12
Net Deferred Tax	77.65	(41.68)	-	35.98

2020-21

Major Components and Reconciliation of Deferred Tax (Assets)/Liabilities

(₹ in Lakhs)

Particulars	Opening Balance	Recognized in Statement of Profit and Loss	Recognized in Other Comprehensive Income	Closing Balance
Deferred tax liability on account of:				
Remeasurement of Investment	1.24	0.41	-	1.65
Total Deferred Tax Liabilities	1.24	0.41	-	1.65
Deferred tax asset on account of:				
Provision for Doubtful debts	0.26	-	-	0.26
Property, Plant & Equipment, Intangible assets	(5.52)	49.41	-	43.89
Provision for Gratuity	23.15	3.96	-	27.11
Provision for Leave encashment	8.79	(0.74)	-	8.05
Total Deferred Tax Asset	26.67	52.63	-	79.30
Net Deferred Tax	25.43	52.22	-	77.65

12. Other Non Current Assets

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
(Unsecured, Considered Good unless Otherwise Stated)		
Capital advances		
- Considered good	33.88	19.36
Total	33.88	19.36

13. Inventories *

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Raw Material	280.08	321.94
Work in Progress	766.14	620.79
Finished goods	221.81	213.90
Stores and Spare parts	309.99	308.41
Total	1,578.03	1,465.05

* Valuation of inventories are done as per point no. 5.5 of significant accounting policies.
For hypothecation details refer Note-25.

14. Trade Receivables

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured, Considered good		
Due from related Parties*	88.91	27.01
Others	952.94	680.90
	1,041.86	707.91
Less:		
Impairment for doubtful receivables	1.00	1.00
Total	1,040.86	706.91

*Represents due from M/s United Wolfram Rs. 88.91 Lakhs (as at 31st March 2021 Rs 27.01 Lakhs/-)

OR

* Trade receivables includes:

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Due by firm in which Directors are Partners	88.91	27.01

14.1 Ageing Schedule for Trade receivables

2021-22

(₹ in Lakhs)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
i) Undisputed - considered good	-	452.71	557.26	29.60	0.32	0.75	1.21	1,041.86
ii) Undisputed - which have significant increase in credit risk	-	-	-	-	-	-	-	-
iii) Undisputed - credit impaired	-	-	-	-	-	-	-	-
iv) Disputed - considered good	-	-	-	-	-	-	-	-
v) Disputed - which have significant increase in credit risk	-	-	-	-	-	-	-	-
vi) Disputed - credit impaired	-	-	-	-	-	-	-	-
Total	-	452.71	557.26	29.60	0.32	0.75	1.21	1,041.86

2020-21

(₹ in Lakhs)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
i) Undisputed - considered good	-	-	702.78	0.31	2.57	-	1.25	706.91
ii) Undisputed - which have significant increase in credit risk	-	-	-	-	-	1.00	-	1.00
iii) Undisputed - credit impaired	-	-	-	-	-	-	-	-
iv) Disputed - considered good	-	-	-	-	-	-	-	-
v) Disputed - which have significant increase in credit risk	-	-	-	-	-	-	-	-
vi) Disputed - credit impaired	-	-	-	-	-	-	-	-
Total	-	-	702.78	0.31	2.57	1.00	1.25	707.91

14.2 All trade receivable are non interest bearing and receivable are settled within normal credit period approved by the Company.

15. Cash and Cash Equivalents
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Balances with banks		
In current accounts	1.11	3.97
In cash credit accounts *	-	249.74
In deposit accounts	-	50.00
Cash on hand	0.72	0.88
Total	1.83	304.58

* For hypothecation details refer Note-25.

16. Other Bank balances
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Other Bank Deposits for original maturity more than 3 months up to 12 months	0.00	0.05
Unclaimed dividend accounts	21.90	21.48
Earmarked bank deposits (refer note 16.1)	7.84	7.04
Total	29.74	28.57

16.1 The Company has pledged above deposits with bank as margin money for Bank Guarantee & Letter of Credit.

17. Financial Assets - Others
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Security Deposits		
- Considered Good	0.45	5.85
Total	0.45	5.85

18. Current Tax Assets (net)
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Current Tax Assets		
Refund Receivable	29.91	29.00
Total	29.91	29.00

19. Other Current Assets
(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured, considered good		
Balance with Government Authorities	0.26	12.85
Prepaid Expenses	3.48	3.97
Advances to vendors	-	5.86
Advances to employee	1.18	0.55
Others	2.60	3.50
Total	7.52	26.73

20. Equity Share Capital

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Authorised		
80,00,000 (P.Y.80,00,000) Equity Shares of Rs. 10/- each	800.00	800.00
Total	800.00	800.00
Issued, Subscribed and Fully Paid Up		
53,71,245 (P.Y. 53,71,245) Equity Shares of Rs. 10/- each	537.12	537.12
Total	537.12	537.12

20.1 Reconciliation of number of equity shares outstanding at the beginning and at the end of reporting period is as under:

Particulars	No. of Shares	Share Capital (₹ in Lakhs)
As at 1st April, 2020	53,71,245	537.12
Additions/(Reductions)	-	-
As at 31st March, 2021	53,71,245	537.12
As at 1st April, 2021	53,71,245	537.12
Additions/(Reductions)	-	-
As at 31st March, 2022	53,71,245	537.12

20.2 Details of Shareholder holding more than 5 percent share in Company:

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	No. of shares	Extent of Holding	No. of shares	Extent of Holding
Abhishek V Gami	16,44,673	30.62%	16,44,673	30.62%
Shruti A Gami	3,85,250	7.17%	1,48,640	2.77%

20.3 Right, Preferences and restrictions attached to Shares Equity shares

The Company has only one class of Equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. Any dividend declared by the Company shall be paid to each holder of Equity shares in proportion to the number of shares held to total equity shares outstanding as on that date. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company after distribution of all Preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

20.4 Details of shares held by Promoters

As at 31 March 2022

Particulars	Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Equity Shares	Abhishek V. Gami	16,44,673	-	16,44,673	30.62	0
Equity Shares	Shruti A. Gami	1,48,640	2,36,610	3,85,250	7.17	4.4

As at 31 March 2021

Particulars	Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	Change during the year
Equity Shares	Abhishek V. Gami	15,86,986	57,687	16,44,673	30.62	1.07
Equity Shares	Shruti A. Gami	1,48,640	-	1,48,640	2.77	0

21. Other Equity

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Securities Premium	127.16	127.16
General Reserve	530.00	530.00
Capital Reserve	29.06	29.06
Reserve for equity instruments through other comprehensive income	(84.13)	(85.27)
Retained Earnings	1,106.81	1,212.38
Total	1,708.90	1,813.32

21.1 Particulars relating to Other Equity

(₹ in Lakhs)

Particulars	As at 31st March 2022	As at 31st March, 2021
Securities Premium (Refer Note No.21.2)		
Balance at the beginning of the year	127.16	127.16
Addition/(Deduction) during the year	-	-
Balance at the end of the year	127.16	127.16
Capital Reserve (Refer Note No.21.3)		
Balance at the beginning of the year	29.06	29.06
Addition/(Deduction) during the year	-	-
Balance at the end of the year	29.06	29.06
General Reserve (Refer Note No.21.4)		
Balance at the beginning of the year	530.00	530.00
Addition/(Deduction) during the year	-	-
Balance at the end of the year	530.00	530.00
Equity instruments carried through other comprehensive income (OCI) (Refer Note No. 21.6)		
Balance at beginning of year	(85.27)	(70.40)
Remeasurement of Employee benefit plans	(1.06)	(22.10)
Fair value gain on investments in equity instruments	2.43	1.86
Income tax relating to items that will be reclassified to profit or loss	(0.23)	5.36
Balance at the end of year	(84.13)	(85.27)
Retained Earnings (Refer Note No. 21.5)		
Balance at the beginning of the year	1,212.37	1,294.03
Profit after tax for the year	(105.56)	(81.65)
Add: Other comprehensive income arising from re-measurement of defined benefit obligation, net of income tax		
Less: Payments of dividends	-	-
Less: Tax on Dividends	-	-
Less: Transferred to general	-	-
Balance at the end of the year	1,106.81	1,212.38
Total	1,708.90	1,813.32

21.2 Securities Premium : represents the amount received in excess of par value of securities i.e equity shares. Section 52 of Companies Act 2013 specify restriction and utilisation of security premium.

21.3 Capital Reserve : represents the amount due to remission of capital liability on one time settlement from Financial Institution during the year 2001-02.

21.4 General Reserve : represents the statutory reserve, this is in accordance with Indian Corporate Law wherein a portion of profit is apportioned to general reserve. Under Companies Act, 1956 it was mandatory to transfer amount before a Company can declare dividend. However, under Companies Act, 2013, transfer of any amount to General reserve is at the discretion of the Company.

21.5 Retained Earnings : represents the undistributed profits of the Company.

21.6 Other Comprehensive Income Reserve : represents the balance in equity for the items to be accounted in Other Comprehensive Income. Other Comprehensive Income is classified into i) items that will not be reclassified to profit and loss, ii) items that will be reclassified to profit and loss.

22. Borrowings

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured - at amortised cost		
Term Loans from bank (Secured by hypothecation of vehicles)	3.16	4.86
Total	3.16	4.86

Note:

Unsecured Loan

Term loan facilities availed from HDFC Bank is secured against hypothecation of vehicle.

22.1 Term Loans from Banks consists of following:

(₹ in Lakhs)

Term Loans	Year Ended	Current Maturities of each Loan	Amount of Each Loan Outstanding
HDFC Bank	31-03-2022	1.71	4.86
(Secured against vehicles)	31-03-2021	1.60	6.46

22.2 The terms of repayment of the above loans are as follows:

Term Loans from Banks	Year Ended	No. of Instalments Due after the Balance Sheet	Amount of each Instalment
HDFC Bank	31-03-2022	31	17,645
(Date of Maturity: 7th Oct 2024. The rate of Interest is between 7.75% to 10.25%)	31-03-2021	43	17,645

23. Provisions

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Provision for Employee benefits		
Gratuity Provision	27.12	90.90
Unavailed Leave and compensated absences	96.69	20.50
Total	123.81	111.39

24. Other Non- Current Liabilities

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Other liabilities	0.07	0.07
Total	0.07	0.07

25. Borrowings

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Loan Repayable on Demand		
Secured		
Cash Credit from bank *	212.36	-
Unsecured Loans		
Current maturities of long term	1.71	1.60
Total	214.06	1.60

* Cash Credit from State Bank of India is secured against Hypothecation of Inventories & Book Debts. Company's Immovable properties form part of the Collateral security and the Directors have given their Personal Guarantee for the same. Loan is repayable on demand.

25.1 The Company has availed borrowings from State Bank of India against security of Stock & Debtors. The Company files quarterly returns with the Bank. Initial quarterly returns filed are not in agreement with bank. However, final quarterly returns submitted to bank are in agreement with the books of account.

26. Trade Payables

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Micro, Small and Medium Enterprises	500.79	410.32
Others	1.69	144.86
Total	502.48	555.18

26.1 There are no Micro and Small Enterprises to whom Company owes dues, which are outstanding for more than 45 days as at 31st March, 2022.

26.2 The amount due to Micro and Small Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro and Small Enterprises are as below:

(₹ in Lakhs)

Trade Payables -Total outstanding dues of Micro & Small Enterprises*	As at 31st March, 2022	As at 31st March, 2021
Principal amount and the interest due thereon remaining unpaid to any supplier at the end of each Accounting Year	500.79	410.32
Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each Accounting Year;	-	-
Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	-	-
Interest accrued and remaining unpaid as at of end of each Accounting Year	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-

***Based on the confirmation from Vendors.**

26.3 Payment made to suppliers beyond the due date during the year was Nil (P.Y. Nil). No interest during the year has been paid to Micro and Small Enterprises as there were no delayed payments. Further, interest accrued and remaining unpaid at the year end is Nil (P.Y. Nil).

26.4 Ageing Schedule for MSME and other Trade payables

As at 31st March, 2022

(₹ in Lakhs)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date				Total
			Less than Year 1	1 to 2 years	2 to 3 years	More than 3 years	
MSME:							
- Disputed Dues	-	-	-	-	-	-	-
- Undisputed Dues	-	-	500.79	-	-	-	500.79
Other Trade payables							
- Disputed Dues	-	-	-	-	-	-	-
- Undisputed Dues	-	-	1.69	-	-	-	1.69
Total	-	-	502.48	-	-	-	502.48

As at 31st March, 2021

(₹ in Lakhs)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date				Total
			Less than Year 1	1 to 2 years	2 to 3 years	More than 3 years	
MSME:							
- Disputed Dues	-	-	-	-	-	-	-
- Undisputed Dues	-	-	410.32	-	-	-	410.32
Other Trade payables							
- Disputed Dues	-	-	-	-	-	-	-
- Undisputed Dues	-	-	144.47	0.12	0.26	-	144.86
Total	-	-	554.80	0.12	0.26	-	555.18

27. Other financial liabilities

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unclaimed Dividend	21.89	21.47
Salary Payable	1.44	-
Other payable	1.98	11.66
Total	25.31	33.13

27.1 No amount is due for deposit in Investor Education and Protection Fund.

28. Other Current Liabilities

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Liability for Statutory Payments	17.76	31.37
Total	17.76	31.37

28.1 Statutory dues includes indirect taxes, tax deducted at sources, ESIC, provident fund, profession tax and other local authority taxes.

29. Provisions

(₹ in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Provision for Employee benefits		
Gratuity Provision	12.57	13.37
Unavailed Leave and compensated absences	3.64	10.45
Provision for Others		
Provision for expenses	81.68	37.89
Total	97.89	61.71

30. Revenue from Operations

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Sale of Products		
Domestic	3,611.89	2,800.79
Export	1.75	0.30
Total	3,613.64	2,801.09

31. Other Income

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Interest on deposit with bank and others	1.39	1.67
Dividend Income	0.07	0.04
Profit on sale of Property plant & Equipment	0.19	-
Gain/Loss on Exchange differences	0.03	-
Sundry balance written back	1.67	-
Total	3.34	1.71

32. Cost of materials consumed

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Consumption of Raw Materials:		
Opening Stock	321.94	391.83
Add: Purchase	2,682.89	1,495.37
Less: Closing Stock	280.08	321.94
Total	2,724.75	1,565.25

33. Changes in Inventories of finished goods, Stock- in- trade and work-in-progress

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Finished goods:		
Opening Stock	213.90	385.18
Less: Closing Stock	221.81	213.90
Total (A)	(7.91)	171.28
Work-in-progress:		
Opening Stock	620.79	766.81
Less: Closing Stock	766.14	620.79
Total (B)	(145.35)	146.02
Total(A+B)	(153.26)	317.30

34. Employee Benefits Expense

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Salaries, Wages and Bonus	399.25	377.96
Contribution to Provident and Other Funds	71.44	66.71
Staff welfare expenses	50.23	29.60
Total	520.92	474.28

35. Finance Costs

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Interest on:		
Cash Credit Facilities	7.85	5.50
Others	0.61	2.87
Other borrowing costs		
Bank Charges	4.38	5.17
Total	12.84	13.54

36. Depreciation and amortisation expense

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Depreciation on Property Plant & Equipment	65.55	74.18
Amortisation of Intangible assets	1.30	4.87
Total	66.84	79.06

37. Other Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Advertising/Sales promotion	10.12	3.79
Charity & Donation	-	0.02
Commission to selling agents	1.11	0.40
Consultancy/Professional fees	89.52	52.52
Consumption of stores & spares parts	133.58	160.30
Directors Sitting Fees	0.60	0.40
Freight Inward	2.51	1.59
Insurance	8.04	5.13
Legal expenses	1.08	0.66
Outward freight and handling charges	15.15	11.88
Packing Material	17.46	12.67
Payment to Auditors (Refer note (i) below)	1.50	1.34
Postage, telephone etc.	4.31	3.31
Power and fuel	134.65	113.08
Printing and stationery	4.31	4.32
Rates and taxes	5.65	3.67
Rent	2.98	7.64
Repairs and Maintenance		
- Buildings	7.45	2.49
- Machinery	10.57	19.93
- Others	12.51	12.73
Rectification charges/Sample Testing Charges	1.34	1.99
Subscription/Membership Fees	4.73	4.22
Security Guard Exp.	20.99	20.55
Travelling and conveyance	7.15	2.39
Water Charges	4.06	3.17
Miscellaneous expenses *	7.36	24.28
Total	508.73	474.44

* None of the item individually accounts for more than ₹ 10,00,000 or 1% of revenue whichever is higher.

(i) Payment to auditors has been classified below (Excluding Taxes):

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
(a) As Auditor,	1.00	0.75
(b) For taxation matters,	0.30	-
(c) For other services,	-	0.25
(d) For reimbursement of expenses	0.20	0.34
Total	1.50	1.34

38. Disclosure pursuant to Ind AS 12 on "Income Taxes"

A. Components of Tax Expenses/(Income)

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit or Loss Section		
Current years	-	-
Earlier years	0.27	7.44
Deferred Tax	41.45	(46.86)
Total income tax expense recognised in the current year	41.72	(39.42)

B. Income tax relating to Other Comprehensive Income

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Other Comprehensive Income Section		
Remeasurement of Defined Benefits Plans	(0.28)	5.75
Equity instruments through other comprehensive income	0.51	(0.39)
Income Tax Expense recognised in Other Comprehensive Income	0.23	5.36

C. Reconciliation of Income Tax Expense/(Income) and Accounting Profit multiplied by domestic tax rate applicable in India

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit before tax	(63.85)	(121.07)
Corporate Tax Rate as per Income Tax Act, 1961	26.00%	26.00%
Tax on Accounting Profit	-	-
Income tax expense recognised in the statement of profit	-	-

39. Other Comprehensive Income

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
A - Items that will not be reclassified to Profit & Loss		
Changes in revaluation surplus	-	-
Re-measurements of the defined benefit plans	(1.06)	(22.10)
Fair value changes on Equity Instruments through other comprehensive income	2.43	1.86
Fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss	-	-
Share of Other Comprehensive Income in Associates and Joint Ventures, to the extent not to be classified into profit or loss	-	-
Others (specify nature)	-	-
Income tax related to above	-	-
	1.37	(20.23)
B - Items that will be reclassified to Profit & Loss		
Exchange differences in translating the Financial Statements of a foreign operation	-	-
Fair value changes in Debt Instruments through other comprehensive income	-	-
The effective portion of gain and loss on hedging instruments in a cash flow hedge	-	-
Share of Other Comprehensive Income in Associates and Joint Ventures, to the extent to be classified into profit or loss	-	-
Others (specify nature)	-	-
Income tax related to above	0.23	5.36
	0.23	5.36
Total	1.60	(14.88)

Note No. 40

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2022

1. As per opinion of the Board of Directors the Current Assets, Loans and Advances and Current Liabilities as reflected in the Balance Sheet represent the value they would realize to become payable as the case may be in the ordinary course of business.
2. We have relied on the management representation in respect of determining reuse / sale of T.C. scrap, worn out Cylpebs and acceptance of rejection claims.
3. Exchange difference amounting to Rs. 2,14,074/- (P.Y. Rs. 5,28,046/-) relating to import has been adjusted in the cost of corresponding raw materials/consumables, Rs. 936/- (P.Y. Rs. 828/-) relating to export has been shown in Note no. 28(B) under head Other Expenses.
4. Micro Small and Medium Enterprise Development Act, 2006.

As per requirement of Section 22 of Micro, Small & Medium Enterprises Development Act, 2006 following information disclosed to the extent identifiable:

(₹ in Lakhs)

	Particulars	2021-22	2020-21
a)	(i) The principal amount remaining unpaid to any supplier at the end of accounting year	500.79	410.32
	(ii) The interest due on above	-	-
	Total of (i) & (ii)	500.79	410.32
b)	The amount of interest paid by the buyer in terms of Section 16 of the Act along with the amount of the payment made to suppliers beyond the appointed day during each accounting year.	-	-
c)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act.	-	-
d)	The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
e)	The amount of further interest remaining due and payable even in the succeeding years. Until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of Act.	-	-

5. Provision for taxation has been made during the year as per completed Income Tax Assessment of the Company.

6. Segment Reporting.

The Company has only one business segment "Tungsten and Tungsten Carbide Products" as primary segment as required by Ind AS 108 "Operating Segment" under the Companies (Indian Accounting Standard) Rules 2015. The secondary segment is geographical which is given as under:

(₹ in Lakhs)

Sr. No.	Sales & Services	2021-22	2020-21
a)	Within India	3,611.89	2,800.79
	Outside India	1.75	0.30
	TOTAL	3,613.64	2,801.09

Sr. No.	Other Income	2021-22	2020-21
b)	Within India	3.34	1.71
	Outside India	0.00	0.00
	TOTAL	3.34	1.71

7. Related Party Disclosure as per IndAS 24 issued by Institute of Chartered Accountant of India.

Part. A – Details of Related Parties.

Sr. No.	Nature of relationships		
1	Key Management Personnel	Mr. Abhishek V. Gami	Managing Director
		Mr. Dhananjay D. Kanitkar	Chairman
		Mr. Kishore D. Sharma	Director
		Mrs. Shruti A. Gami	Director
		Mr. Atul R. Garg	Director
		Mr. Jagdish C. Bhatia*	Managing Director
		Mr. Ashwin R. Master**	Chief Financial Officer
		Mr. Kamlesh M. Shinde***	Company Secretary
		Mr. Balram D. Markad #	Chief Operating Officer
		Mr. Vaibhav P. Shah # #	Chief Financial Officer
		Miss. Komal P Soni # # #	Company Secretary
		Mr. Lalit M. Bijlani^	Director
		Mr. Chetan G. Cholera^	Director
		Mrs. Gayatri Parikh^	Director
		Mr. Chandrashekhar J. Bhatia^^	Son of Managing Director
2	Related Party	Mrs. Dayawanti J. Bhatia	Wife of Managing Director
		M/s. United Wolfram	Concern in which Managing Director is Partner

* Mr. Jagdish C. Bhatia resigned with effect from July 31, 2020

** Mr. Ashwin R. Master resigned with effect from October 1, 2021 pursuant to his superannuation.

*** Mr. Kamlesh M. Shinde resigned with effect from September 4, 2021

Mr. Balram D. Markad resigned with effect from June 1, 2021

Mr. Vaibhav P. Shah was appointed as Chief Financial Officer of the Company with effect from 4th February, 2022. Prior to the same, he acted in the capacity of Manager (Finance & Accounts) during the Financial Year 2021-22.

Miss. Komal P. Soni was appointed as Company Secretary & Compliance Officer of the Company with effect from 6th February, 2022. Prior to the same, she acted in the capacity of Asst. Company Secretary with effect from 6th August 2021.

^ Mr. Lalit M. Bijlani, Mr. Chetan G. Cholera and Mrs. Gayatri Parikh resigned with effect from July 01, 2020.

^^ Mr. Chandrashekhar J. Bhatia resigned with effect from September 14, 2018.

Part. B – Disclosure of Transactions between the Company and Related Parties.

(₹ in Lakhs)

Sr. No.	Nature of Service	Name	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
1	Remuneration	Mr. Abhishek V. Gami	34.63	29.57
2	Remuneration	Mr. Jagdish C. Bhatia*	-	7.39
3	Rent	Mrs. Dayawanti J Bhatia*	-	3.20
4	Rent	Mr. Chandrashekhar J. Bhatia*	-	1.00
5	Salary	Mr. Balaram D. Markad	6.95	17.03
6	Salary	Mr. Ashwin R. Master	10.03	12.31
7	Salary	Mr. Kamlesh M. Shinde	3.57	6.74
8	Salary	Mr. Vaibhav P. Shah	5.82	-
9	Salary	Ms. Komal P. Soni	1.84	-
10	Sitting Fees	Mr. Lalit M. Bijlani*	-	0.05
11	Sitting Fees	Mr. Chetan G. Cholera*	-	0.05
12	Sitting Fees	Mr. Dhananjay D. Kanitkar	0.20	0.10
13	Reimbursement for maintaining Chairman's Office	Mr. Dhananjay D. Kanitkar	0.65	0.60
14	Sitting Fees	Mrs. Gayatri Parikh*	-	0.05
15	Sitting Fees	Mrs. Shruti Gami	0.20	0.15
16	Sitting Fees	Mr. Kishore D. Sharma	0.20	0.15
17	Sales	United Wolfram	436.92	336.23
18	Purchase	United Wolfram	2,382.66	1,179.44

*Related Parties only for part of the Financial Year 2020-2021.

8. Deferred Tax Assets/(Liabilities) :

(₹ in Lakhs)

Sr. No.	Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
1	Deferred Tax Liability		
	Remeasurement of Investments	(2.15)	(1.65)
2	Deferred Tax Assets	0.00	0.00
	Related to Fixed Assets (Including unabsorbed depreciation)	1.46	43.89
	Disallowance U/s 43-B of Income Tax Act (Leave encashment)	8.00	8.05
	Provision for Doubtful Debts	0.26	0.26
	Re-measurement of Gratuity	28.41	27.11
	Total – Net Deferred Tax Assets/Liabilities	35.98	77.65

9. Contingent Liabilities and Commitment :- (To the extent not provided only)

- Company's Income Tax Assessments have been completed up to the Assessment year 2019-20. In the opinion of the management, provision made in books is sufficient to cover liabilities in respect of pending assessments.
- Company's Vat Assessments have been completed up to 30/06/2017.
- Presently, there are no pending litigation/Demand from VAT/GST/Income tax/Service Tax/Excise.
- Contingent Liabilities

(₹ in Lakhs)

Sr. No.	Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
a)	Claim against the Company not acknowledged as debts	NIL	NIL
b)	Guarantees / Letters of Credit	17.12	64.39
c)	Other money for which the Company's commitments / Liability Commitments	NIL	NIL
d)	Estimated amount of contract remaining to be executed on Capital account and not provided for	NIL	NIL
e)	Uncalled Liability on Shares and other Investment partly paid	NIL	NIL
f)	Other commitments / Counter Guarantee	NIL	NIL
g)	Issue of Securities for specific purpose	NIL	NIL
h)	Details of any assets other than Fixed Assets and Non-current Investments which do not have a value on realization on the Ordinary Course of Business at least Equal to the amount at which they are stated	NIL	NIL

10. Payment to The Auditors As :

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
For Statutory Fees	1.00	0.75
For Taxation Matters	0.30	0.00
For Management Services	0.00	0.00
For Other Services	-	0.25
For Reimbursement of Expenses	0.20	0.34
TOTAL	1.50	1.34

11. As per Ind AS 19 “Employee Benefits”, the disclosure of employee benefits as defined in the Indian Accounting Standard (Ind AS) are given below:

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Expenses recognized for defined Contribution Plan		
Company's contribution to Provident Fund	34.93	32.87
Company's contribution to ESIC	1.97	1.28
Company's contribution to Super Annuation Fund	14.71	15.91
TOTAL	51.61	50.05

All Permanent Employees having served from the 1st day of their employment are entitled to the benefits of the contribution to Provident Fund. The Company contributes specified percentage of the salary paid to Employees to the Defined Fund.

Defined Benefit Plan - Gratuity

All Employees who have completed five years or more of service are entitled to benefits of Gratuity.

The Company has the Employee's Group Gratuity Scheme managed by Life Insurance Corporation of India which is a Defined Benefit Plan. The Employees Leave Encashment scheme, which is unfunded. Below table sets forth the changes in the projected benefit obligation and plan assets and amounts recognized in the Balance Sheet as at 31st March, 2022 and 31st March, 2021 being the respective Measurement dates:

A) Reconciliation of opening and closing balances of the Present Value of the Defined Benefit Obligation :

(₹ in Lakhs)

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Present Value of Defined Benefit Obligation at the beginning of the year	217.01	214.49
Current Service Cost	13.37	11.43
Interest Cost	11.22	11.15
Components of Actuarial (gain) / loss		
Due to Change in financial assumptions	(7.32)	2.85
Due to Change in demographic assumption	-	-
Due to experience adjustments	8.11	20.64
Past service cost	-	-
Benefits paid	(68.94)	(43.55)
Present Value of Defined Benefit obligation at the end of the year	173.45	217.01

B) Reconciliation of opening and closing balances of the Fair Value of the Plan Assets :

(₹ in Lakhs)

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Fair Value of Plan Assets at the beginning of the year	112.75	125.47
Return on plan assets including interest Income	5.09	7.34
Contributions	15.28	23.50
Benefits paid	(68.94)	(43.55)
Actuarial gain / (loss)	0.00	0.00
Fair value of Plan Assets at the end of the year	64.18	112.75

C) Expenses recognized in Profit and Loss :

(₹ in Lakhs)

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Current Service Cost	13.37	11.43
Past service cost and loss/(gain) on curtailments and settlement	-	-
Interest Cost	5.85	5.21
Opening service cost and interest cost	-	-
Net Cost recognized in Statement of Profit and Loss	19.22	16.64

D) Expenses recognized in Other Comprehensive Income :

(₹ in Lakhs)

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Components of actuarial gain / losses on obligations:		
Due to change financial assumptions	(7.32)	2.85
Due to change in demographic assumptions	-	-
Due to experience adjustments	8.11	20.64
Return on Plan Assets excluding amounts included in Interest Income	0.27	(1.40)
Opening Provision to be made	-	-
Net Cost recognized in Other Comprehensive Income	1.06	22.10

E) Assumptions used to determine the Defined Benefit Obligations:

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Mortality rate	0.09% to 1.12%	0.09% to 1.12%
Discount rate (per annum)	6.70%	6.00%
Expected rate of Return on Plan Assets (per annum)	-	-
Expected rate of increase in Salary (per annum)	8.00%	8.00%
Expected Average remaining working lives of Employees (Years)	5.00% at younger age and 1.00% at older age	5.00% at younger age and 1.00% at older age

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

F) Sensitivity Analysis :

Particulars	Change in Assumption	Effect on Gratuity obligation
For the year ended 31st March 2022		(₹ in Lakhs)
Discount Rate	0.50%	168.60
	-0.50%	178.61
Salary Growth Rate	0.50%	177.89
	-0.50%	169.24
Withdrawal rate	W. R. x 110%	173.40
	W. R. x 90%	173.48
For the year ended 31st March 2021		
Discount Rate	0.50%	211.40
	-0.50%	222.97
Salary Growth Rate	0.50%	222.16
	-0.50%	212.03
Withdrawal rate	W. R. x 110%	216.87
	W. R. x 90%	217.09

Sensitivity analysis is performed by varying a single parameter while keeping all other parameters unchanged. Sensitivity analysis fails to focus on the interrelationship between underlying parameters. Hence, the results may vary if two or more variables are changed simultaneously.

The method used does not indicate anything about the likelihood of change if any parameter and the extent of the change if any.

G) History of Experience adjustments is as follows:

Particulars	Gratuity
For the year ended 31st March 2022	
Plan Liabilities – (loss) / gain	173.45
Plan Assets – (loss) / gain	(64.18)
For the year ended 31st March 2021	
Plan Liabilities – (loss) / gain	217.01
Plan Assets – (loss) / gain	(112.75)

H) Estimate of Expected Benefit Payments:

Particulars	Gratuity
1st April, 2022 to 31st March, 2023	34.02
1st April, 2023 to 31st March, 2024	24.65
1st April, 2024 to 31st March, 2025	12.18
1st April, 2025 to 31st March, 2026	8.10
1st April, 2026 to 31st March, 2027	39.62
1st April, 2027 to 31st March, 2028 and onwards	74.61

I) Statement of Employee Benefit Provision:

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Fair Value of Plan Assets	(64.18)	(112.75)
Present Value of Obligation	173.45	217.01
Opening Balance	-	-
Amount recognized in Balance Sheet	109.26	104.26

J) Current and Non – Current provision for Gratuity: (₹ in Lakhs)

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Current	12.57	13.37
Non-Current	96.69	90.90
Opening Balance	-	-
Total	109.26	104.26

K) Reconciliation of net defined benefit liability: (₹ in Lakhs)

Particulars	Gratuity	
	As at 31st March, 2022	As at 31st March, 2021
Opening provision in books of accounts	104.26	89.02
Employee Benefit Expense – Table C	19.22	16.64
Amounts recognized in other comprehensive income	1.06	22.10
Contributions to plan assets	(15.28)	(23.50)
Closing provision in books of accounts	109.26	104.26

L) Gratuity payable as per revised accounting Ind AS 19 & actuarial valuation submitted by independent actuaries difference of fair market value of defined plant & present value of defined plant has been provided in other comprehensive income amounting to Rs. 1,05,863/- including past service cost, interest cost and liability of earlier year and difference in actuarial liability including service cost and interest cost for the year 31.03.2022.

Unfunded defined plan: Leave encashment

A) Reconciliation of opening and closing balances of the Present Value of the Defined Unfunded Benefit Obligation: (₹ in Lakhs)

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Present Value of Unfunded Defined Benefit obligation at the beginning of the year	30.95	33.80
Current Service Cost	4.97	5.16
Interest Cost	1.54	1.79
Components of Actuarial (gain) / loss:		
Due to Change in financial assumptions	(2.00)	0.40
Due to Change in demographic assumption	-	-
Due to experience adjustments	12.06	(7.60)
Benefits paid	(16.76)	(2.60)
Present Value of Defined Benefit obligation at the end of the year	30.76	30.95

B) Expenses recognized in Profit and Loss: (₹ in Lakhs)

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Current Service Cost	4.97	5.16
Interest Cost	1.54	1.79
Re-measurements of obligation	10.06	(7.20)
Benefit paid	-	-
Net Cost recognized in Statement of Profit and Loss	16.57	(0.25)

C) Components of actuarial gain/losses on obligation:

(₹ in Lakhs)

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Components of actuarial gain / losses on obligations:		
Due to change in financial assumptions	(2.00)	0.40
Due to change in demographic assumptions	0.00	0.00
Due to experience adjustments	12.06	(7.60)
Net actuarial gain/loss	10.06	(7.20)

D) Assumptions used to determine the Defined Benefit Obligations:

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Mortality rate	0.09% to 1.12%	0.09% to 1.12%
Discount rate (per annum)	6.70%	6.00%
Expected rate of Return on Plan Assets (per annum)	-	-
Expected rate of increase in Salary (per annum)	8.00%	8.00%
Expected Average remaining working lives of Employees (Years)	5.00% at younger age and 1.00% at older age	5.00% at younger age and 1.00% at older age
Leave Availment Rate	1.00%	1.00%
Leave Encashment Rate	1.00%	1.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

E) Sensitivity Analysis :

Particulars	Change in Assumption	Effect on Gratuity obligation (₹ in Lakhs)
For the year ended 31st March 2022		
Discount Rate	0.50%	29.47
	-0.50%	32.17
Salary Growth Rate	0.50%	32.14
	-0.50%	29.48
Withdrawal rate	W. R. x 110%	30.65
	W. R. x 90%	30.88
For the year ended 31st March 2021		
Discount Rate	0.50%	30.15
	-0.50%	31.79
Salary Growth Rate	0.50%	31.77
	-0.50%	30.16
Withdrawal rate	W. R. x 110%	30.88
	W. R. x 90%	31.01

Sensitivity analysis is performed by varying a single parameter while keeping all other parameters unchanged. Sensitivity analysis fails to focus on the interrelationship between underlying parameters. Hence, the results may vary if two or more variables are changed simultaneously.

The method used does not indicate anything about the likelihood of change in any parameter and the extent of the change if any.

F) History of Experience adjustments is as follows:

(₹ in Lakhs)

Particulars	Leave Encashment
For the year ended 31st March 2022	
Plan Liabilities – (loss) / gain	30.76
Plan Assets – (loss) / gain	-
For the year ended 31st March 2021	
Plan Liabilities – (loss) / gain	30.95
Plan Assets – (loss) / gain	-

G) Estimate of Expected Benefit Payments:

(₹ in Lakhs)

Particulars	Leave Encashment
1st April, 2022 to 31st March, 2023	3.64
1st April, 2023 to 31st March, 2024	3.93
1st April, 2024 to 31st March, 2025	2.47
1st April, 2025 to 31st March, 2026	1.41
1st April, 2026 to 31st March, 2027	5.25
1st April, 2027 to 31st March, 2028 and onwards	10.05

H) Statement of Employee Benefit Provision:

(₹ in Lakhs)

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Fair Value of Plan Assets	-	-
Present Value of Obligation	30.76	30.95
Amount recognized in Balance Sheet	30.76	30.95

I) Current and Non - Current provision for Gratuity:

(₹ in Lakhs)

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Current	3.64	10.45
Non-Current	27.12	20.50
Total	30.76	30.95

J) Reconciliation of net defined benefit liability:

(₹ in Lakhs)

Particulars	Leave Encashment	
	As at 31st March, 2022	As at 31st March, 2021
Opening provision in books of accounts	30.95	33.80
Employee Benefit Expense – Table B	(0.19)	(2.85)
Re-measurement of opening balance	-	-
Closing provision in books of accounts	30.76	30.95

12. Earnings per share (EPS)

(₹ in Lakhs)

The following is a reconciliation of the Equity Shares used in the computation of basic and diluted earnings per Equity Share:		Number of Shares	
Sr. No.	Particulars	As at 31st March, 2022	As at 31st March, 2021
(i)	Issued Equity Shares	53.71	53.71
	Weighted Average Shares outstanding – Basic and Diluted	53.71	53.71

Net Profit available to Equity Shareholders of the Company used in the basic and diluted earnings per share was determined as follows:

Sr. No.	Particulars	As at 31st March, 2022	As at 31st March, 2021
(i)	Profit and Loss after Tax for attributable to Equity Shareholders (₹ in Lakhs)	(105.56)	(81.66)
(ii)	Basic Earning per Equity Share	(1.97)	(1.52)
(iii)	Face Value per Equity Share	10.00	10.00

13. Operating Lease Commitments (Company is a Lessee)

The Company does not have any operating leasing arrangement in respect of vehicles and there are no commitment with respect to lease rental payable.

14. Events Occurring after Balance Sheet:

a) Dividend proposed to be distributed

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Dividend proposed for Equity Shareholders @ Rs. –NIL- (P.Y Nil) per share	-	-
Total	-	-

15. Value of Imports calculated of C.I.F. basis by the Company the financial year in respect of :

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Raw Materials	555.97	434.14
Components and Spare Parts	-	-
Total	555.97	434.14

16. Expenditure in Foreign Currency during the Financial year on account of:

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Books & Periodicals	NIL	NIL
Membership Fees	NIL	NIL
Foreign Travelling	NIL	NIL
Fees and Taxes	NIL	NIL
Repairs Plant & Machinery	NIL	NIL
Total	NIL	NIL

17. The amount remitted during the year in Foreign currency:

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
On account of dividends	NIL	NIL

18. Earning In Foreign Exchange:

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Exports of Goods on FOB Basis	1.75	0.30
Interest and Dividends	NIL	NIL
Other Income	NIL	NIL
Total	1.75	0.30

19. Break up of Consumption:

(₹ in Lakhs)

	Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
a)	Raw Materials		
	Indigenous (₹ in Lakh)	2,122.21	1,071.23
	%	78.03	68.44
	Imported (₹ in Lakh)	597.44	494.02
	%	21.97	31.56
	Total Consumption (₹ in Lakh)	2,719.65	1,565.25

(₹ in Lakhs)

	Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
b)	Spare Parts & Components		
	Indigenous (₹ in Lakh)	77.28	160.30
	%	83.78	100.00
	Imported (₹ in Lakh)	14.96	-
	%	16.22	-
	Total Consumption (₹ in Lakh)	92.24	160.30

20. Consumption of Raw Materials:

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Blue Tungsten Oxide	478.61	360.56
Oxide of Metal	1,977.83	1,012.69
Cobalt	141.69	116.67
Tungsten Carbide Powder	47.79	23.96
Tanbc	46.32	32.56
Others	27.40	18.81
Total	2,719.65	1,565.25

21. Opening / Closing Stock of Raw Material:

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
Blue Tungsten Oxide	44.29	154.07
Oxide of Metal	76.45	98.32
Cobalt	98.22	28.04
Tungsten Carbide Powder	3.77	3.77
Tanbc	44.56	20.14
Others	12.80	17.61
Total	280.08	321.94

22. Turnover

Tungsten & Tungsten Carbide Products

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
a) Manufactured		
i) Sintered	1,818.82	1,910.02
ii) Intermediary Products	1,692.64	878.16
b) Purchased	-	-
i) Resale of Raw Material	16.79	12.90
ii) Other Finished Wear parts	85.38	66.76
Total	3,613.64	2,867.85

23. Opening / Closing Stock – Finished Goods

Tungsten & Tungsten Carbide Products

(₹ in Lakhs)

Particulars	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
a) Manufactured	221.81	213.90
b) Purchased	-	-
Total	221.81	213.90

24. Financial Instruments

i) Fair value measurement hierarchy:

(₹ in Lakhs)

Particulars	As at 31st March, 2022			
	Carrying amount	Level of input used in		
		Level 1	Level 2	Level 3
Financial assets				
At Fair Value through Profit and Loss	-	-	-	-
Mutual Funds	-	-	-	-
At FVTOCI				
Investment in Equity instruments	10.82	-	10.82	-
Investment in Debt instruments	-	-	-	-
At Amortised cost				
Trade Receivables	1,040.86	-	-	-
Cash and cash equivalents	1.83	-	-	-
Bank balances other than above	29.74	-	-	-
Other asset	29.18	-	-	-
Total	1,112.43	-	10.82	-

(₹ in Lakhs)

Particulars	As at 31st March, 2022			
	Carrying amount	Level of input used in		
		Level 1	Level 2	Level 3
Financial liabilities				
Trade Payables	502.48	-	-	-
Borrowings	217.22	-	-	-
Other Financial liabilities	25.31	-	-	-
Total	745.01	-	-	-

(₹ in Lakhs)

Particulars	As at 31st March, 2021			
	Carrying amount	Level of input used in		
		Level 1	Level 2	Level 3
Financial assets				
At Fair Value through Profit and Loss	-	-	-	-
Mutual Funds	-	-	-	-
At FVTOCI				
Investment in Equity instruments	8.38	-	8.38	-
Investment in Debt instruments	-	-	-	-
At Amortised cost				
Trade Receivables	706.91	-	-	-
Cash and cash equivalents	304.58	-	-	-
Bank balances other than above	28.57	-	-	-
Other assets	46.09	-	-	-
Total	1,094.53	-	8.38	-
Financial liabilities				
Trade Payables	555.18	-	-	-
Borrowings	4.86	-	-	-
Other Financial liabilities	25.28	-	-	-
Total	585.32	-	0.00	-

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. There are no transfers between levels 1 and 2 during the year. The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels at the end of the reporting period.

i) Valuation technique used to determine fair value

Specific valuation techniques used to value financial instruments include:

- The use of quoted market prices or dealer quotes for similar instruments
- The fair value of the remaining financial instruments is determined using NAV.
- Valuation of unquoted equity shares is done by external valuation agency.
- Changes in Level 2 fair value are analysed at the end of each reporting period.

25. Financial Risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk.
- Liquidity risk, and
- Market risk

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk controls and to monitor risks. Risk management policies and systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Company monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

i) Credit risk :

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, deposit and other receivables. Credit risk is managed through continuous monitoring of receivables and follow up of overdues.

Investments :

The Company limits its exposure to credit risk by generally investing in liquid securities and only with counterparties that have a good credit rating. The Company does not expect any losses from non-performance by these counter parties, and does not have any significant concentration of exposures to specific industry sector or specific country risks.

Trade receivables :

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer, demographics of the customer, default risk of the industry and country in which the customer operates, Credit risk is managed through credit approvals, establishing credit limits, and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

The Company has used expected credit loss (ECL) model for assessing the impairment loss. For the purpose, the Company uses a provision matrix to compute the expected credit loss amount. The provision matrix takes into account external and internal risk factors and historical data of credit losses from various customers.

(₹ in Lakhs)			
	Particulars	As at 31st March, 2022	As at 31st March, 2021
a	Balance at the beginning of the year	1,041.86	707.91
b	Provision made during the year	1.00	1.00
c	Provision reversed during the year	-	-
d	Balance at the end of the year	1,040.86	706.91

Other than trade and other receivables, the Company has no other financial assets that are past due but not impaired.

ii) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligation as they fall due. The Company ensures that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed condition.

Maturities of Financial Liabilities

The table herewith analyse the Company's Financial Liabilities into relevant maturity groupings based on their contractual maturities for:

The amount disclosed in the table are the contractual undiscounted cash flow, Balance dues within the 12 months equal there carrying balances as the impact of discounting is not significant.

Contractual maturities of financial liabilities:

(₹ in Lakhs)

Particulars	Less than 1 year	More than 1 year	Total
As at 31st March, 2022			
Non-derivatives			
Other Financial Liabilities	25.31	-	25.31
Borrowings	214.06	3.16	217.22
Trade payables	502.48	-	502.48
Total Non-derivative liabilities	741.85	3.16	745.01

Particulars	Less than 1 year	More than 1 year	Total
As at 31st March, 2021			
Non-derivatives			
Other Financial Liabilities	25.28	-	25.28
Borrowings	-	4.86	4.86
Trade payables	555.18	-	555.18
Total Non-derivative liabilities	580.46	4.86	585.32

iii) Market risk :

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and other price risk such as commodity risk, Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt.

Price Risk :

The Company is mainly exposed to the price risk due its investment in equity instruments and equity & debt mutual fund. The price risk arises due to unascertainty about the future market value of these investments.

Management Policy :

The Company maintains its portfolio in accordance with framework set by risk management policies duly monitored by competent professionals.

26. Capital management

The Company's capital management objectives are:

- To ensure the Company's ability to continue as going concern; and
- To provide an adequate return to shareholders through optimization of debts and equity balance.

The Company monitors capital on the basis of the carrying amount of debt less cash and cash equivalents as presented on the face of the Financial Statements. The Company's objective for capital management is to maintain an optimum overall financial structure.

(₹ in Lakhs)

For the year ended	As at 31st March, 2022	As at 31st March, 2021
Debt (includes non-current, current borrowings and current maturities of long term debt)	217.22	6.46
Less : Cash and cash equivalents	1.83	304.58
Net Debt	215.39	(298.11)
Total Equity	2,246.03	2,350.45
Net debt to total equity ratio	0.10	(0.13)

27 Use of Estimates and Judgments

The preparation of the Company's Financial Statements requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the Financial Statements is included in these notes.

28 Details of Hypothecation of Assets

Inventory and Debtors are Hypothecated as security for working capital borrowings.

29 Commission to Non-Executive Director

NIL Remuneration paid to the Non-Executive Director.

30 The Company has working capital borrowing from banks on the basis of security of current asset. The Company files quarterly returns with the Bank. Initial quarterly returns filed are not in agreement with bank. However, final quarterly returns submitted to bank are in agreement with the books of account.

31 The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

32 The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

33 The Company have not traded or invested in Crypto currency or Virtual Currency during the period/year.

34 The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

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

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

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

36 The Company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

37 The Company holds all the title deeds of immovable properties in its name.

38 The Company is not declared as wilful defaulter by any bank or financial Institution or other lender.

39 Disclosures on Financial Ratios

Ratio	Numerator	Denominator	31-Mar-22	31-Mar-21	% change	Reason for variance
Current ratio (in times)	Current Assets	Current Liabilities	3.14	3.76	-0.17	No Significant Change
Debt- Equity Ratio (in times)	Total Debt	Shareholder's Equity	0.10	0.00	34.16	The change is mainly due to usance of Cash credit limit in current year vis-à-vis nil usance in last year.
Debt Service Coverage ratio (in times)	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	0.93	-1.82	-1.51	No Significant Change
Return on Equity ratio (%)	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	-4.59	-3.40	34.94%	Change in ratio is mainly due to effect of deferred tax being reversed in current year as compared to previous year.
Inventory Turnover ratio (no. of days)	Cost of goods sold	Average Inventory	179.08	93.39	0.92	No Significant Change
Trade Receivable Turnover Ratio (no. of days)	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	4.14	4.06	0.02	No Significant Change
Trade Payable Turnover Ratio (no. of days)	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	5.07	3.17	0.60	No Significant Change
Net Capital Turnover Ratio (in times)	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	1.95	1.45	0.34	No Significant Change
Net Profit ratio (%)	Net Profit	Net sales = Total sales - sales return	-0.03	-0.03	0.22%	No Significant Change
Return on Capital Employed (%)	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	-0.02	-0.05	-54.61%	Change in ratio is due to increase in EBIT as compared to previous year
Return on Investment (%)	Interest (Finance Income)	Investment	0.05	0.06	-15.07%	No Significant Change

40 Figures of the previous year have been re-grouped/re-arranged wherever necessary to conform to this year's classification as per Schedule III of the companies Act, 2013.

41 Further, some balances of Trade and other receivables, Trade and other payables and Loans are subject to confirmation/reconciliation. Adjustments, if any, will be accounted for on confirmation/reconciliation of the same, which will not have a material impact.

42 The Company does not have any transaction with struck-off companies.

43 Approval of Financial Statements

The Financial Statements were approved for issue by the Board of Directors on 28th May, 2022

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Pritesh J. Amin
Partner
M. No. 105926

Place : Vadodara
Date : May 28, 2022

Vaibhav P. Shah
Chief Financial Officer
PAN : GEGPS2579N

Komal P. Soni
Company Secretary
M. No. : A66843

Dhananjay D Kanitkar
Chairman & Non-Executive Director
DIN: 03523774

Atul R Garg
Independent Director
DIN: 07148330

Kishore D Sharma
Independent Director
DIN: 08763613

For and on behalf of the Board

Abhishek V. Gami
Managing Director
DIN: 07570948

Shruti A. Gami
Non-Executive Director
DIN: 08764442

Form ISR – 1

(-SEBI circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 on Common and Simplified Norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC details and Nomination)

REQUEST FOR REGISTERING PAN, KYC DETAILS OR CHANGES / UPDATION THEREOF

[For Securities (Shares / Debentures / Bonds, etc.) of listed companies held in physical form]

A. I / We, request you to Register / Change / Update the following (Tick relevant box)

Date : / /

☐ PAN	☐ Signature	☐ Mobile Number
☐ Bank details	☐ Registered Address	☐ E-mail address

B. Security and KYC Details [to be filled in by the First Holder]

Name of the Issuer Company	Folio No(s)	
Face value of Securities	Number of Securities	
Distinctive number of Securities (Optional)	From	To
E-mail Address		
Mobile Number		

C. I/We are submitting documents as per Table below (tick as relevant, refer to the instructions):

Name(s) of the Security holder(s) in Capital as per PAN Copies of PAN of all the Holder(s) duly self-attested with date to be enclosed with this Form.	PAN	PAN Linked to Aadhaar -Y/N Tick any one[] ☐
1.		Yes / No
2.		Yes / No
3.		Yes / No
4.		Yes / No

Note: ☐ PAN shall be valid only if it is linked to Aadhaar by March 31, 2022, or any other date as may be specified by CBDT.

To know the status of your PAN Linked to Aadhaar check on this link: <https://www.incometax.gov.in/iec/foportal>

Bank Account Details of First Holder		
Name of the Bank & Branch	IFSC	
Bank A/c No.	Tick any one[-] Acct type ☐ Savings ☐ Current ☐ NRO ☐ NRE ☐ Any other []	

Note: Original cancelled cheque leaf bearing the name of the first holder is mandatory, failing which first security holder shall submit copy of bank passbook / statement attested by the Bank for registering the Bank Account details.

Demat Account Number	16 digit DP/CL []
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Also provide Client Master List (CML) of your Demat Account, provided by the Depository Participant.

Authorization: I / We authorise you (RTA) to update the above PAN and KYC details in my / our above folio(s) (use Separate Annexure if extra space is required) in which I / we are the holder(s). [strike off what is not applicable]

Declaration: All the above facts and documents enclosed are true and correct.

First Holder	Joint Holder - 1	Joint Holder - 2	Joint Holder - 3
<u>Signature</u>			
<u>Name</u>			
<u>Address</u>			
<u>PIN</u>			

Note: If the address mentioned above differs from the address registered with the Company, you are requested to record the new address by submitting the documents as specified in point (3) overleaf.

I/We are submitting documents as per Table below (tick as relevant, refer to the instructions):

No.		Document/Information/Details	Instruction/Remark
1	☐	PAN of (all) the (joint) holder(s)	PAN copies of all the holder(s) duly self-attested with date to be enclosed. PAN shall be valid only if it is linked to Aadhaar by March 31, 2022, or any date as may be specified by the CBDT. For Exemptions / Clarifications on PAN, please refer to Objection Memo as specified in SEBI circular.
2	☐	Demat Account Number	Provide Client Master List (CML) of your Demat Account, provided by the Depository Participant.
3		Proof of Address of the first Holder	Provide self attested copy of any ONE of the documents, issued by a Govt. Authority, only if there is change in the address; ☐ Client Master List (CML) of your Demat Account, provided by the Depository Participant. ☐ Valid Passport/ Registered Lease or Sale Agreement of Residence/ Driving License/Flat Maintenance Bill* ☐ Utility bills like Telephone Bill (only land line), Electricity bill or Gas bill - Not more than 3 months old. ☐ Identity card (with Photo) / document with address, issued by Central/State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions. ☐ For FII / sub account, Power of Attorney given by FII / sub-account to the Custodians (which are duly notarized and / or apostilled or consularised) that gives the registered address should be taken. ☐ The proof of address in the name of the spouse* * Kindly provide additional self-attested copy of Identity Proof of the holder/ claimant.
4	☐	Bank details	Provide the latest copy of the bank statement with details of bank name, branch, account number and IFSC or Original cancelled cheque leaf bearing the name of first holder. Alternatively, Bank details available in the CML as enclosed will be updated in the folio.
5	☐	E-mail address	As mentioned on Form ISR-1, alternatively the E-mail address available in the CML as enclosed will be updated in the folio.
6	☐	Mobile	As mentioned on Form ISR-1, alternatively the mobile number available in the CML as enclosed will be updated in the folio.
7	☐	Specimen Signature	Provide banker's attestation of the signature of the holder(s) as per Form ISR – 2 and Original cancelled cheque leaf bearing the name of the first holder.
8		Nomination	Submit Form(s) as per any ONE of the following options. ☐ SH-13 For First Time Nomination ☐ SH-14 For Cancellation or Variation in Nomination ☐ SH-14 and ISR-3 For Cancellation of Nomination and to "Opt-Out" ☐ ISR-3 To "OPT-Out" of Nomination or if No-Nomination is required

Note: SEBI vide its circulars SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 and SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/687 dated December 14, 2021 has notified common and simplified norms for processing investor's service request by the Registrars and Transfer Agents (RTAs) and norms for furnishing Permanent Account Number ("PAN"), Know Your Client ("KYC") details and Nomination. Investors shall submit Form ISR-1 to Link Intime India Private Limited for all requests to register PAN, KYC details or changes / update thereof for securities held in physical mode.

CERTIFICATE

Management system as per
ISO 9001 : 2015

In accordance with TÜV NORD CERT procedures, it is hereby certified that

RAPICUT CARBIDES LIMITED
119, GIDC Industrial Estate,
Ankleshwar - 393 002, Gujarat,
India

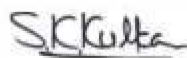


applies a management system in line with the above standard for the following scope

**Manufacture & Sale of Tungsten based Powders and Cemented
Tungsten Carbide Products for Mining and Engineering Applications**

Certificate Registration No. 04 100 990693
Audit Report No. 2.5-0062/1999

Valid from 05.08.2020
Valid until 04.08.2023
Initial certification 02.06.1999



Certification Body
at TÜV NORD CERT GmbH

Mumbai, 12.07.2020

This certification was conducted in accordance with the TÜV NORD CERT auditing and certification procedures and is subject to regular surveillance audits.

TÜV NORD CERT GmbH

Langemarckstrasse 20

45141 Essen

www.tuv-nord-cert.com

TUV India Pvt. Ltd., 801, Raheja Plaza – 1, L.B.S. Marg,

Chalkopar (W), Mumbai – 400 086, India www.tuv-nord.com/in





Rapicut Carbides Limited

Since 1977

Registered Office : 119, GIDC Industrial Area, On National Highway BOM-AHM, Ankleshwar - 393 002. Gujarat (India)

Tel / Landline : (+91) 75730 22016, 762200 2203

www.rapicutcarbides.com | www.rapicutcarbides.in
info@rapicutcarbides.com | investors@rapicutcarbides.com

Mumbai | Pune | Ahmedabad | Kolkata | Chennai | Delhi | Bangalore