Indian Seamless Enterprises Limited

Registered Office: 503, 5th Floor, Lunkad Sky Station Co-operative Premises Society Ltd,
Viman Nagar, Pune – 411014. Phone: 020-41255662; Fax: 020-26630779; Web: www.isel.co.in, Email: secretarial@isel.co.in.
CIN: U29000PN1995PLC090946

NOTICE

NOTICE IS HEREBY GIVEN THAT the Twenty Fifth Annual General Meeting of the Members of the Company will be held on Thursday September 30, 2021 at 11.30 a.m. IST through Video Conferencing/ Other AudioVisual Means (VC) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt:

   a. the Audited Financial Statements of the Company for the period ended March 31, 2021 including the Audited Balance Sheet as at March 31, 2021 and the Statement of Profit and Loss for the period ended on that date and the Reports of the Board of Directors and the Auditors thereon; and

   b. the Audited Consolidated Financial Statements of the Company for the period ended March 31, 2021 including the Audited Consolidated Balance Sheet as at March 31, 2021 and the Consolidated Statement of Profit and Loss for the period ended on that date and the Report of the Auditors thereon.

2. To appoint a Director in place of Mr. Vijaykumar Ravetkar who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. 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 Sections 149, 152, 160 and all other applicable provisions, if any of the Companies Act, 2013 ('the Act') and the Rules made thereunder read with Schedule IV to the Act (including any statutory modification(s) or re-enactment thereof for time being in force), Mr. Rajesh S Shah (DIN: 09294720), who was appointed as an Additional Director of the company by the Board of Directors at its meeting held on August 30, 2021 pursuant to sec 161 of the Act and as recommended by Nomination and Remuneration Committee and whose term of office expires at this Annual General Meeting (AGM) and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Companies Act, 2013 proposing his candidature for the office of a Director of the Company and who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as a Non-Executive Independent Director of the Company, not liable to retire by rotation, to hold office for a period of 2 (Two) consecutive years from this Annual General Meeting until the conclusion of 27th Annual General Meeting of company."

4. 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 Sections 149, 152, 160 and all other applicable provisions, if any of the Companies Act, 2013 ('the Act') and the Rules made thereunder read with Schedule IV to the Act (including any statutory modification(s) or re-enactment thereof for time being in force), Mr. Dhananjay Prabhune (DIN: 09297179), who was appointed as an Additional Director of the company by the Board of Directors at its meeting held on August 30, 2021 pursuant to sec 161 of the Act and as recommended by Nomination and Remuneration Committee and whose term of office expires at this Annual General Meeting (AGM) and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Companies Act, 2013 proposing his candidature for the office of a Director of the Company and who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as a Non-Executive Independent Director of the Company, not liable to retire by rotation, to hold office for a period of 2 (Two) consecutive years from this Annual General Meeting until the conclusion of 27th Annual General Meeting of company."

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

   "RESOLVED THAT pursuant to provisions of Sections 196, 197, 198, 203 and other applicable provisions, if any, of Companies Act, 2013 ('the Act') and Rules made thereunder read with Schedule V of the Act (including any statutory modification(s) or re-enactment thereof, for the time being in force) and subject to such approvals/consent, permissions, if any, consent of the Company be and is hereby accorded to the appointment of Mr. N V Karbhase (DIN 00228836) who attained the age of seventy as a Whole Time Director of the Company for a period of 1 year from April 1, 2021, to March 31, 2022 on such terms and conditions including remuneration as set out in the Explanatory Statement annexed to this Notice with the liberty to the Board of Directors (herein referred to as "the Board" which term shall be deemed to include any Committee of the Board constituted to exercise its powers, including the powers conferred by this resolution) to alter and vary the terms and conditions and /or remuneration, subject to the same not exceeding the limits specified under Section 197 read with section II of Part II of Schedule V of the Companies Act 2013 or any statutory modification(s) or re-enactment thereof.

RESOLVED FURTHER THAT when re-elected as Director on account of retirement by rotation, such re-election of Mr. N V Karbhase as a Director shall not be deemed to constitute a break in his appointment as a Whole Time Director and upon re-elected he shall continue to hold office as Whole Time Director as hitherto.

RESOLVED FURTHER THAT the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

By order of the Board of Directors

Anchal Jaiswal
Company Secretary

Pune, August 30, 2021

Registered office:
503, 5th Floor, Lunkad Sky Station
Co-operative Premises Society Ltd,
Viman Nagar, Pune – 411014

NOTES:

1. In view of the situation arising out due to COVID-19 pandemic, the Ministry of Corporate Affairs vide General Circular Nos. 14/2020, 17/2020 and 20/2020 & 02/2021 dated 8th April 2020, 13th April 2020 and 5th May 2020, 13th January, 2021 respectively permitted to hold AGM through VC/OAVM without the physical presence of members at a common venue. Accordingly, the AGM is being held through VC/ OAVM facility for the same.

2. The relative Explanatory Statement and reasons for the proposed Special Business stated pursuant to Section 102 of the Companies Act, 2013 ('Act') is annexed. The Board of Directors of the company at its meeting held on August 30, 2021 considered that the special business under Item Nos. 3, 4 & 5, being considered unavoidable, be transacted at the 25th AGM of the Company.

3. The deemed venue for the 25th AGM shall be the Registered Office of the Company.

4. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.

5. Corporate Members are requested to send a duly certified copy of the Board Resolution authorizing their representatives to attend the Annual General Meeting or vote therein in this regard.

6. The Register of Directors and Key Managerial Persons and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection in electronic mode.

7. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection in electronic mode.

8. In line with the Circulars, AGM Notice along with the Annual Report of the Company for FY 2020-21 is being sent only through electronic mode to the members whose E-Mail IDs are registered with the Company/ Depositories.

9. In case of Joint holders attending the AGM, only such joint holder whose name appears first in order of names will be entitled to vote.

10. The aforesaid Notice of the AGM and the Annual Report is available on the website of the Company at www.isel.co.in. The AGM Notice is also disseminated on the website of CDSL at www.evotingindia.com.

11. Members holding shares in single name are advised to avail the facility of nomination pursuant to Section 72 of the Act. Members holding shares physically may send their nomination in Form SH-13 to Link Intime India Pvt Ltd while Members holding shares electronically may contact their Depository in this regard.

12. In compliance with the provisions of Section 108 of the Companies Act 2013 and the rules framed thereunder 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), either by remote e-voting prior to the AGM or remote e-voting during the AGM.

13. The Members can opt for only one mode of remote e-voting i.e. either prior to the AGM or during the AGM. The members present at the AGM who have not cast vote by remote e-voting prior to the AGM shall be able to exercise their right to cast vote by remote e-voting during the AGM. The members who have cast vote by remote e-voting prior to the AGM are eligible to attend the AGM but shall not be entitled to cast vote during the AGM.

14. 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.

15. The attendance of the Members attending the AGM through VC/OAVM shall be counted for the purpose of ascertaining the quorum under Section 103 of the Act.

16. Since the AGM shall be held through VC or OAVM, hence the requirement of providing the Route Map for the venue of the AGM in the notice does not apply to this AGM.

17. A person who is not a Member as on cut-off date should treat this Notice for information purposes only. Any person who becomes a Member after dispatch of Notice and holding shares as on cut-off date shall also follow the procedure stated herein.

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

(i) The voting period begins on **September 27, 2021 at (9:00 am) and ends on September 29, 2021 (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 **September 23, 2021** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in demat mode with NSDL	1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 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. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	**Helpdesk details**
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.comor 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.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

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

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

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

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

(ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

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

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

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

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

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

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

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

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- 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 viz; secretarial@isel.co.in, 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/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

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

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 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). 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/ EGM 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 EGM/AGM.

10. If any Votes are cast by the shareholders through the e-voting available during the EGM/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 COMPANY/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, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

18. The Board of Directors have appointed Mrs. Gautami Joshi (CP No. 18310), Practicing Company Secretary, as Scrutinizer to scrutinize the remote e-Voting process and casting vote through the e-Voting system during the meeting in a fair and transparent manner.

19. The Chairman shall, at AGM, at end of discussions on resolutions on which voting is to be held, allow voting with assistance of Scrutinizer by use of e-voting for all those members who are present at AGM but have not cast their votes by availing remote e- voting facility.

20. The Scrutinizer shall after the conclusion of voting at the general meeting, will unblock the votes cast through e-voting in the presence of at least two witnesses not in the employment of the Company & shall make, not later than 3 days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same & declare the result of the voting forthwith.

21. The Results declared along-with the report of the Scrutinizer shall be placed on the website of the Company at viz. www.isel.co.in and on the website of CDSL viz. www.evotingindia.com.

22. The documents, if any, referred to in accompanying Notice & Explanatory Statement shall be open for inspection electronically during normal business hours (9.00 am IST to 5.00 pm IST) on all working days except Saturdays, upto and including the date of the AGM.

23. Members are further requested to:

   - Intimate changes, if any, in their registered address/ bank mandate and email address to the R&T Agent for shares held in physical form and to their respective Depository Participants for shares held in Demat form.

   - Quote Ledger folio number/ DP ID/ Client ID in all the correspondence with the Company or its R&T Agent.

   - Intimate about consolidation of folios to the R&T Agent, if your shareholding is under multiple folios.

   - Note that as per SEBI/ Stock Exchange guidelines the shares of the Company are traded compulsorily in

Demat form. As per the guideline issued by SEBI there are no Demat Account opening charges. In view of this Members are requested to convert their physical share certificate into Demat form.

- Note that as per SEBI Notification dated June 08, 2018 shares in physical form will not be transferred w.e.f. April 01, 2019 except in case of transmission or transposition of securities. Therefore, the Members who still hold share certificate(s) in physical form are advised in your interest to dematerialize your shareholding at the earliest.

- Note that the Company has designated an exclusive e-mail id viz. "secretarial@isel.co.in" to enable investors to register their complaints, if any.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No 3:

The Board of Directors of the Company upon recommendation of Nomination & Remuneration Committee had appointed Mr. Rajesh S Shah as an Additional Director of the Company with effect from August 30, 2021. In accordance with the provisions of Section 161 of Companies Act, 2013, Mr. Rajesh S Shah shall hold office up to the date of the forthcoming Annual General Meeting and is eligible to be appointed as an Independent Director for a term upto two years.

Mr. Rajesh S Shah meets the criteria of Independence as provided under section 149(6) of the Companies Act, 2013 ('the Act') and the rules made thereunder. He is not disqualified from being appointed as Director in terms of Section 164 of the Act. He has accorded his consent to act as Director. In the opinion the Board, he fulfills the conditions specified in the Act for appointment as an Independent Director. As per company's policy, he will be receiving remuneration in form of sitting fees.

The Board of Directors upon recommendation of Nomination and Remuneration Committee at its meeting held on August 30, 2021 had appointed Mr. Rajesh S Shah as an Independent Director of the Company pursuant to Section 149 read with Schedule IV of the Act, subject to the approval of shareholders in ensuing Annual General Meeting.

Mr. Rajesh S Shah is full-time Insolvency Professional & Finance Professional with 19+ years of success in leading financial strategies to facilitate a company's plans with skills in Finance, Corporate Laws, MIS, Budgeting, Accounts, Costing, Taxation, Transfer Pricing, International Taxation & Auditing functions.

The Company has received a notice in writing pursuant to provision of Section 160 of the Act and the rules made thereunder, regarding candidature of Mr. Rajesh S Shah for the office of Director.

The terms and conditions of appointment of Independent Director will be open for inspection at the Registered Office of the Company by any member during normal business hours.

The Board considers that his association would be of immense benefit to the Company and it is desirable to avail his services as an Independent Director. Accordingly, the Board recommends the resolution as set out in Item No. 3 for approval of shareholders of the Company.

Except Mr. Rajesh S Shah, none of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested financially or otherwise in the said resolution.

Item No 4:

The Board of Directors of the Company upon recommendation of Nomination & Remuneration Committee had appointed Mr. Dhananjay Prabhune as an Additional Director of the Company with effect from August 30, 2021. In accordance with the provisions of Section 161 of Companies Act, 2013, Mr. Dhananjay Prabhune shall hold office up to the date of the forthcoming Annual General Meeting and is eligible to be appointed as an Independent Director for a term upto two years.

Mr. Dhananjay Prabhune meets the criteria of Independence as provided under section 149(6) of the Companies Act, 2013 ('the Act') and the rules made thereunder. He is not disqualified from being appointed as Director in terms of Section 164 of the Act. He has accorded his consent to act as Director. In the opinion the Board, he fulfills the conditions specified in the Act for appointment as an Independent Director. As per company's policy, he will be receiving remuneration in form of sitting fees.

The Board of Directors upon recommendation of Nomination and Remuneration Committee at its meeting held on August 30, 2021 had appointed Mr. Dhananjay Prabhune as an Independent Director of the Company pursuant to Section 149 read with Schedule IV of the Act, subject to the approval of shareholders in ensuing Annual General Meeting.

Mr. Dhananjay Prabhune is having 35 years of expereince in banking service with core work expereience in material costing, foreign exchange banking, system administration & expertise in export trade documentation & execution.

The Company has received a notice in writing pursuant to provision of Section 160 of the Act and the rules made thereunder, regarding candidature of Mr. Dhananjay Prabhune for the office of Director.

The terms and conditions of appointment of Independent Director will be open for inspection at the Registered Office of the Company by any member during normal business hours.

The Board considers that his association would be of immense benefit to the Company and it is desirable to avail his services as an Independent Director. Accordingly, the Board recommends the resolution as set out in Item No. 4 for approval of shareholders of the Company.

Except Mr. Dhananjay Prabhune, none of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested financially or otherwise in the said resolution.

Item No. 5:

The Board of Directors at its meeting held on 30th March, 2021, upon the recommendation made by the Nomination and Remuneration Committee, approved the appointment of Mr. N V Karbhase who attained the age of seventy as a Whole Time Director ('WTD') of the Company with effect from April 01, 2021 upto March 31, 2022 on the following terms and conditions:

1. **Tenure:**

   Mr. N V Karbhase will hold office as a WTD for a period of 1 year from April 01, 2021 upto March 31, 2022.

2. **Remuneration:**

   In terms of Schedule V to the Act read with Sections 196, 197, 198 and other applicable provisions of the Act and the rules made thereunder and subject to the approval of Members and such other approvals, as may be required, the remuneration of WTD shall be set as under:

   A) **Salary and perquisites:**

      The Salary including perquisites, in any lawful combination as mutually agreed between the WTD and the Board, shall be Rs. 3,00,000/- per month w.e.f. April 01, 2021 upto March 31, 2022.

   B) **Other Benefits:**

      WTD shall also be entitled to the following:

      i. Earned Leave as per the rules of the Company.

      ii. Company Car for official use.

      iii. Telephone for official use.

      iv. Encashment of leave at the end of the tenure as per the rules of the Company.

Remuneration in the event of loss or inadequacy of Profits:

Notwithstanding anything contained herein, in the event of any loss, absence or inadequacy of profits (as provided in Schedule V to the Companies Act, 2013) of the Company in any financial year, during the term of office of WTD, under this agreement, the remuneration by way of salary, perquisites, performance based incentives and other benefits shall not, without the approval of the Central Government (if required), exceed the limits prescribed under Section 197 read with section II of Part II of Schedule V to the Companies Act, 2013 read with Companies (Appointment and Remuneration) Rules, 2014 (including any statutory modifications or re-enactment thereof).

The aforesaid terms and conditions are subject to approval of the Members and such other approvals, if any, as may be required.

Mr. N.V Karbhase is having experience of 47 years in the areas of finance, taxation, SEBI, Corporate laws, Corporate Finance and Corporate Restructuring and has worked in various industries like sugar, heavy engineering, auto components, steel, tube industry and NBFC's.

Considering his rich experience & expertise, the Board recommends the resolution set out at Item No.5 for approval of the Members to be passed as a Special Resolution.

Except Mr. N V Karbhase, none of the Directors and Key Managerial Personnel of the Company or their relatives are in any way, concerned or interested, financially or otherwise, in the said resolution

By order of the Board of Directors

Anchal Jaiswal
Company Secretary

Pune,
August 30, 2021

Registered office:
503, 5th Floor, Lunkad Sky Station
Co-operative Premises Society Ltd,
Viman Nagar, Pune – 411014

INDIAN SEAMLESS ENTERPRISES LIMITED

Annual Report

2020-21

COMPANY INFORMATION

BOARD OF DIRECTORS	:	Mr. N. V. Karbhase -Whole Time Director Mr. Gurdip Singh Sambhi -Director Mr. R. Ramjee- Director Mr. V. Ravetkar-Director Mr. Rajesh S. Shah - Additional Director (w.e.f. 30.08.2021) Mr. Dhananjay Prabhune- Additional Director (w.e.f. 30.08.2021)
CHIEF FINANCIAL OFFICER	:	Mr. Rajendra K Mangrulkar (w.e.f. 01.04.2021)
COMPANY SECRETARY	:	Ms. Anchal Jaiswal
AUDITORS	:	M/s.V.K.Paradkar & Co. Chartered Accountants
BANKERS	:	Bank of India IDBI Bank Ltd.
SHARE TRANSFER AGENTS	:	**Link Intime India Private Limited** (Formerly Known as Sharex Dynamic (India) Pvt. Ltd.) C-101, 247 Park, LBS Marg, Vikhroli West, Mumbai - 400 083
REGISTERED OFFICE	:	503, 5th Floor, Lunkad Sky Station Co-op Premises Society Ltd, Viman Nagar, Pune - 411 014 Phone: 020 41255662, Fax: 020 26630779
CIN	:	U2900PN1995PLC090946
ISIN	:	(i) Fully Paid up Shares INE390E01019 (ii) Partly Paid up Shares IN9390E0107
WEBSITE	:	www.isel.co.in
E-MAIL	:	rnt.helpdesk@linkintime.co.in

BOARDS' REPORT

To,
The Members,
Indian Seamless Enterprises Limited

Your Directors present herewith the Twenty Fifth Annual Report together with the Audited Accounts for the financial year ended on March 31, 2021.

1. **Financial Results:**

(₹ in Lakhs)
Standalone

Particulars	As on March 31, 2021	As on March 31, 2020
Gross Income	**1024.58**	1228.56
Profit before Finance expenses and Depreciation	**25.69**	264.78
Finance Expenses	**186.34**	270.39
Depreciation	**21.46**	21.55
Profit/(Loss) before exceptional item and tax	**(182.10)**	(27.16)
Profit/(Loss) before tax	**(182.10)**	(27.16)
Profit/(Loss) after Tax	**(206.44)**	(55.47)

There is no amount proposed to be transferred to reserves.

2. **Dividend:**

Your Directors do not recommend any dividend for the year ended on March 31, 2021.

3. **Directors and Key Managerial Personnel:**

In accordance with the provisions of the Companies Act, 2013 ('Act') and Articles of Association of the Company, Mr. Vijaykumar Ravetkar retires by rotation and being eligible, offers himself for re-appointment.

Mr. N V Karbhase, Key Managerial Personnel (KMP) has been re-appointed as a Whole-Time Director of the Company for a period of one year from April 01, 2021 upto March 31, 2022, subject to the approval of members.

Mr. Rajendra Mangrulkar was appointed as the Chief Financial Officer of the Company w.e.f April 01, 2021.

Mr. Ratnam Ramjee & Mr. Gurdip Singh Sambhi, Non-Executive and Independent Directors of the Company holds office till this forthcoming AGM and are not eligible for re-appointment due to the completion of their tenure. The Board appreciates the valuable contribution rendered by them during their tenure.

The Board of Directors upon recommendation of Nomination and Remuneration Committee at its Meeting held on August 30, 2021 appointed Mr. Rajesh S Shah & Mr. Dhananjay Prabhune as an Additional Director and their term of office would expire at the ensuing AGM. In compliance with the provisions of Section 149 read with Schedule IV of the Companies Act, 2013, the appointment of Mr. Rajesh S Shah & Mr. Dhananjay Prabhune as an Independent Director is placed before the Members for their recommendation for a period of (2) two years in the forthcoming AGM.

The Board is assured that the Independent Directors of the Company possess adequate proficiency, experience, expertise and integrity.

The annual performance evaluation has been done by the Board of its own performance and that of its Committees and individual Directors which the Board found to be satisfactory.

4. **Board Meetings and Independent Directors Meeting:**

The Board met 7 (Seven) times on June 02, 2020, July 25, 2020, September 02, 2020, December 01, 2020, February 04, 2021, March 17, 2021 and March 30, 2021. The intervening gap between the Meetings is within the period prescribed under the Act.

The Independent Directors met on March 30, 2021 in conformity to the stipulations provided in Schedule IV to the Act.

5. **Statutory Auditors:**

Pursuant to Section 139 of the Companies Act, 2013 and the Rules framed thereunder, the Shareholders of the Company at the Annual General Meeting held on September 29, 2017, approved the appointment of M/s. V. K. Paradkar & Co, Chartered Accountants (Firm Registration No.120527W) as the Statutory Auditors of the Company to hold office for a period of 5 (Five) years i.e till the conclusion of 26th Annual General Meeting ('AGM') of the Company.

In respect of the Qualification and Emphasis of the Matter by the Auditors on the Standalone and Consolidated Financial Statements, it has been explained in the notes forming part of said Financial Statement which is self-explanatory and therefore do not call for further comments.

6. **Particulars of Employees:**

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Rules), 2014, duly amended in respect of employees of the Company will be provided upon request. In terms of Section 136 of the Act, the Annual Report excluding the aforesaid information is being sent to all the members and others entitled thereto. Any shareholder interested in obtaining a copy of statement, may write to the Company Secretary at the Registered Office of the Company. The information is also available for inspection at corporate office during office hours upto the date of AGM.

7. **Subsidiary and Associate Company:**

As on date of this report, the Company has 2 (two) Indian subsidiaries, 1 (one) Indian Associate Company and 1(one) Foreign Associate Company. A report in Form AOC 1 on the performance and financial position of each of the subsidiary and associate companies is provided in the Financial Statements forming part of this Annual Report.

8. Fixed Deposits:

The Company has not accepted any deposits from the public.

9. Directors' Responsibility Statement:

Pursuant to the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, your Directors make the following statement:

i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;

ii) that the Directors have selected such accounting policies and applied them consistently and made judgements and estimates, that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit of the Company for that year;

iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv) that the Directors have prepared the annual accounts on a going concern basis;

v) that the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

10. Annual Return:

Latest Annual Return in Form MGT-7 is available on company's website viz www.isel.co.in.

11. Conservation of Energy, Technology Absorption:

There is no information to be provided in terms of Section 134(3)(m) of the Act and rules made thereunder.

12. Foreign Exchange Earnings and Outgo:

There are no transactions in Foreign Exchange to report.

13. Policy on Directors Appointment and Criteria:

The Company's Policy on director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters is available on the website of the Company www.isel.co.in

14. Particulars of Loans, Guarantees and Investments:

Particulars of Loans, Guarantees and Investments covered under Section 186 of the Act has been mentioned in the Notes to the Financial Statements forming part of this Annual Report.

15. Risk Management:

The Board has put in place suitable risk measures to mitigate risks affecting the existence of the Company.

16. Internal Financial Controls:

The Company has in place adequate internal financial controls commensurate to the size of business.

17. Audit Committee:

Pursuant to Section 177 of the Companies Act, 2013, an Audit Committee constituted by the Board of Directors consists of 3(three) directors with independent Director forming a majority. The Audit Committee met 3 times during the period under review.

18. Details of Frauds reported by Auditors:

There are no frauds against the Company reported by the Auditors for the period under review.

19. Registrar and Share Transfer Agent:

Link Intime India Private Limited (Formerly Known as Sharex Dynamic (India) Private Limited (Sharex)) continue to act as Registrar and Share Transfer Agent (RTA) to handle queries/ correspondences related to dematerialization of shares, transfer of shares as well as other share related activities of the Company.

The shareholders may contact the RTA at following address:

Link Intime India Pvt. Ltd.
C-101, 247 Park, LBS Marg,
Vikhroli West, Mumbai - 400033
T: 49186000/7506054546
F: 49186060 Web: http://www.linkintime.co.in

20. Corporate Social Responsibility:

Pursuant to Section 135 of the Act a CSR Committee is constituted by the Board of Directors, it consists of three Directors including one Independent Director.

Annual Report on Corporate Social Responsibility (CSR) Activities for the Financial Year ended March 31, 2021 forms part of this Report as Annexure B

Pursuant to the amendment of Section 135 of the Companies Act 2013, if the amount to be spent towards CSR does not exceed Rs. 50 Lakh, a company does not require to constitute a CSR Committee and the functions of such CSR Committee shall be discharged by the Board of Directors of such a company.

The CSR liability of the company for F.Y 2021-22 does not exceed the threshold limit as stated above and the same has not been exceeded in any of the previous financial years.

Accordingly, the Board at its Meeting held on February 4, 2021, has dissolved the CSR Committee. Post such dissolution of the CSR Committee, the activities related to CSR shall be discharged by the Board of Directors of company. Also, the existing CSR Policy of the company is amended to reflect the abovementioned changes.

21. Contracts And Arrangements With Related Parties:

The details of Related Party transactions are provided in the Notes to Financial Statements. There is no information to be provided in Form 'AOC-2'.

22. General:

(i) There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

(ii) There is no change in the nature of the business of the Company.

(iii) During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

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

(v) Your Directors further state that the Company has complied with the applicable Secretarial Standards.

(vi) The Company is not required to maintain Cost records under Section 148(1) of the Companies Act, 2013.

23. Acknowledgement:

The Board of Directors of your Company places on record their gratitude and would like to thank all the stakeholders, bankers for their continued support and co-operation.

For and on behalf of Board of Directors

N V Karbhase	**V.G.Ravetkar**
Director	Director

Place: Pune
Date: August 30, 2021

Annexure B

Annual Report on Corporate Social Responsibility (CSR) Activities for the Financial Year ended March 31, 2021

1. **Brief outline of the Company's CSR Policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs**

   The Corporate Social Responsibility Policy of the Company has been developed in accordance with the provisions of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility) Rules, 2014.

   As per the CSR Policy, Company can undertake any of the programme or activities as mentioned in Schedule VII of the Companies Act, 2013 and which will include any modification or amendment thereof. The web-link to the CSR policy http://www.isel.co.in/CSR_Policy.pdf.

2. **The Composition of the CSR Committee.**

   CSR Committee of the Board of Directors consists of three Directors i.e. Mr. N V Karbhase – Chairman, Mr. Vijaykumar Ravetkar – Member and Mr. Gurdip Singh Sambhi, Member.

3. **Details of the CSR Meeting held during the year:**

Sl. No.	Name of the Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	N V Karbhase	Chairman	1	1
2.	Vijaykumar Ravetkar	Member	1	1
3	Gurdip Singh Sambhi	Member	1	1

   Pursuant to the amendment of Section 135 of the Companies Act 2013, if the amount to be spent towards CSR does not exceed Rs. 50 Lakh, a company does not require to constitute a CSR Committee and the functions of such CSR Committee shall be discharged by the Board of Directors of such a company.

4. **Average net profit of the company for last three financial years**

   The Average Net Profit for the Company in the Financial Year calculated as per Section 198 of the Act read with Companies (Corporate Social Responsibility) Rules thereof accrued during the three immediately preceding financial years amounts to Rs. 81,733,811/-

5. **Prescribed CSR Expenditure (two per cent. of the amount as in item 3 above)**

   The prescribed CSR expenditure (two per cent. of the average net profit) amounts to Rs. 16,34,676/-

6. **Details of CSR spent during the financial year:**

   a. **Total amount to be spent for the financial year:** Rs. 16,34,676/-

   b. **Amount unspent, if any:** NIL

   c. **Manner in which the amount spent during the financial year:**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. No.	CSR Project or activity identified	Sector in which the project is covered	Projects or programs 1. Local area or other 2. Specify the state and the district where projects or programs are undertaken	Amount outlay (Budget) project or programs wise	Amount spent on the projects or program sub-heads: 1. Direct expenditure on projects or programs 2. Overheads	Cumulative expenditure upto the reporting period	Amount spent direct/ through implementing agency
1.	Donation to Prime Minister Relief Fund	Government	Others	Rs. 16,34,676/-	Rs. 16,34,676/-	Rs. 16,34,676/-	Direct

7. **In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.** N.A.

8. **A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.**

   The implementation and monitoring of the CSR Policy is in compliance with CSR objectives and policy of the Company.

For and on behalf of the Board of Directors

Pune	N V Karbhase	V.G. Ravetkar
August 30, 2021	**Chairman of Committee**	**Member**

INDEPENDENT AUDITOR'S REPORT

To the Members of Indian Seamless Enterprises Limited

Report on the Audit of the Standalone Financial Statements

1. Qualified Opinion

We have audited the standalone financial statements of Indian Seamless Enterprises Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021 and the statement of Profit and Loss (including Other Comprehensive Income), statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid standalone 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 the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules as amended and other accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at 31 March 2021, and its loss (financial performance including other comprehensive income), the changes in equity and its cash flows for the year ended on that date.

2. Basis for Qualified Opinion

The Company has invested Rs. 97,19,37,495/- in equity shares of ISMT Ltd. ISMT Ltd has been incurring cash losses and its net worth has been completely eroded. No provision for diminution in value of Investment has been made by the Company as explained in Note No. 4.8 forming part of the Standalone Financial Statements. We are unable to comment on the same and ascertain its impact, if any, on net loss for the year ended March 31, 2021, carrying value of the investment and other equity as at March 31, 2021 in respect of the above matters.

We conducted our audit in accordance with Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the standalone financial statements.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other Information comprises the information included in Company's Annual Report, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

4. Management's Responsibility for the Standalone Financial Statements

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

In preparing the standalone 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.

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

5. Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statement 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 auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

6. Report on Other Legal and Regulatory Requirements

A. As required by The Companies (Auditor's Report) Order, 2016 issued by the Central Government of India (Ministry of Corporate Affairs) in terms of sub section (11) of section 143 of the Companies Act, 2013, we give in Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.

B. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, 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.

C. As required by section 143 (3) of the Act, we report, to the extent applicable, that:

a) We have sought and obtained all the information and explanations, except for the matter described in the Basis for Qualified Opinion paragraph above, which to the best of our knowledge and belief were necessary for the purposes of our audit;

b) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, 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 Company has no branch offices whose accounts are audited by branch auditors;

d) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, 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;

e) In our opinion, except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, the aforesaid standalone financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act and the rules prescribed there under;

f) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.

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

h) The qualifications relating to maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.

i) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

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

   i. Refer Note 4.1 disclosing Contingent Liabilities. Further, there are no pending litigations against or instituted by the Company.

   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

   iii. There were no amounts which were required to be transferred to the Investor Education & Protection Fund by the Company.

For V.K. Paradkar & CO
Chartered Accountants
Firm's registration No.: 120527W

V.K. Paradkar
Proprietor
Membership No.: 17151
UDIN No: 21017151AAAACB8082

Place : Pune
Date : August 30, 2021

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 6 A under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the members of Indian Seamless Enterprises Limited on the Standalone financial statements as of and for the year ended 31st March, 2021]

i. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

   b) These fixed assets have been physically verified by the management at regular intervals considering the size of the company and nature of asset. As informed to us, no material discrepancies have been noticed on such verification.

   c) The Company does not have any immovable property.

ii. The Company does not have inventory.

iii. a) As per the records of the company, it has granted interest free loan of Rs. 7,75,00,000/- to ISMT Ltd., an Associate Company covered in the register maintained under section 189 of the Companies Act, 2013.

   b) There are no stipulations for the repayment of principal and the interest thereon. Therefore, we are unable to comment on the regularity of receipt of the principal amount and interest thereon.

   c) No principal and interest can be termed as overdue in the absence of terms of repayment and thus we are unable to comment on the steps taken for recovery of principal and interest thereon

iv. In our opinion and according to the information and explanations given to us, the Company has given guarantees for loans taken by others from banks. We have reviewed the terms and conditions of guarantees so given on the basis of management representation and, on the basis of our review the terms and conditions governing the guarantees are, prima facie, not prejudicial to the interests of the Company.

v. The Company has not accepted any deposits. Hence the provisions stated in paragraph 3 (v) of the order are not applicable to the Company.

vi. The provisions of sub-section (1) of section 148 of the Act are not applicable to the Company. Accordingly, the provisions stated in paragraph 3 (vi) of the order are not applicable to the Company.

vii. According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Income Tax, Wealth Tax, Sales Tax, Value added Tax, Value Added tax, Cess and all other statutory dues with the appropriate authorities. According to the information and explanations given to us, there were no undisputed amounts in respect of such statutory dues which have remained outstanding as at March 31, 2021 for a period of more than six months from the day they become payable.

viii. According to information and explanation given to us, there are no disputed dues with statutory authorities which have not been deposited on account of disputes.

ix. According to the information and explanations given to us, the Company has not defaulted during the year in repayment of dues to banks and Government. The company does not have any debenture holders.

x. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and according to the information and explanations given to us, the term loans taken by the company during the year have been utilised for the purpose for which the said loans were obtained.

xi. To the best of our knowledge and belief and based upon the audit procedures performed by us and according to the information and explanations given to us, no fraud on or by the Company and its officers or employees has been noticed or reported during the year that causes the financial statements to be materially misstated.

xii. According to the information and explanations given to us and based on our examination of the records of the company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V.

xiii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

xiv. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act wherever applicable and the details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.

xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

xvi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with Directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.

xvii. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For V.K. Paradkar & CO
Chartered Accountants
Firm's registration No.: 120527W

V.K. Paradkar
Proprietor
Membership No.: 17151
UDIN No: 21017151AAAACB8082

Place : Pune
Date : August 30, 2021

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 6 (C)(i) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the members of Indian Seamless Enterprises Limited on the Standalone financial statements for the year ended March 31, 2021])

Report on the Internal Financial Controls with reference to standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the standalone financial statements of the company as of and for the year ended March 31, 2021, we have audited the internal financial controls with reference to standalone financial statements of Indian Seamless Enterprises Limited as of 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 with reference to standalone financial statements 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone 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 system with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statement included obtaining an understanding of internal financial controls with reference to standalone 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 auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to standalone financial statements

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone 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 the 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 standalone financial statements

Because of the inherent limitations of internal financial controls with reference to standalone 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 standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone 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, an adequate internal financial controls system with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at 31 March 2021, based on the internal control with reference to standalone financial statements 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 V.K. Paradkar & CO
Chartered Accountants
Firm's registration No.: 120527W

V.K. Paradkar
Proprietor
Membership No.: 17151
UDIN No: 21017151AAAACB8082

Place : Pune
Date : August 30, 2021

BALANCE SHEET AS AT MARCH 31, 2021

(Amount in ₹)

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
ASSETS			
NON-CURRENT ASSETS			
(a) Property, plant and Equipments	1.1	**44,26,286**	66,01,419
(b) Financial Assets			
i) Investments	1.2	**1,19,40,38,900**	1,19,39,45,213
ii) Loans	1.3	**6,83,42,153**	7,75,00,000
(c) Deferred Tax Assets(Net)	1.4	**6,37,40,427**	6,37,40,427
		1,33,05,47,766	1,34,17,87,059
CURRENT ASSETS			
(a) Financial Assets			
i) Trade Receivables	1.5	-	30,59,500
ii) Cash and Cash equivalents	1.6	**50,71,306**	4,44,93,130
iii) Other Financial Assets	1.7	**1,39,46,597**	8,04,308
b) Current Tax Assets (Net)	1.8	**38,87,567**	59,67,322
c) Other Current Assets	1.9	**10,25,250**	41,337
		2,39,30,720	5,43,65,597
TOTAL		**1,35,44,78,486**	1,39,61,52,656
EQUITY AND LIABLITIES			
EQUITY			
(a) Equity Share Capital	1.10	**11,28,76,370**	11,28,76,370
(b) Other Equity	1.11	**1,03,21,68,134**	1,05,27,65,617
		1,14,50,44,504	1,16,56,41,987
LIABLITIES			
NON CURRENT LIABILITIES			
(a) Financial Liabilities - Others	1.12	**6,18,192**	12,44,636
(b) Provisions	1.13	**32,81,654**	61,02,390
		38,99,846	73,47,026
CURRENT LIABILTIES			
(a) Financial Liabilities			
i) Borrowings	1.14	**2,95,00,000**	6,15,00,000
ii) Trade Payables	1.15		
Dues of Micro and Small Enterprises		-	-
Dues of Creditors other than Micro and Small Enterprises		**5,24,64,558**	1,82,16,666
iii) Other Financial Liabilities	1.16	**7,33,69,334**	9,26,07,071
(c) Other Current Liabilities	1.17	**5,02,00,244**	5,08,39,906
		20,55,34,136	22,31,63,643
TOTAL		**1,35,44,78,486**	1,39,61,52,656
Significant Accounting Policies	3		
Notes to Accounts	4		

As per our report of even date

For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

V. G. Ravetkar
Director
DIN: 00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place : PUNE
Date : August 30, 2021

Place : PUNE
Date : August 30, 2021

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2021

(Amount in ₹)

Particulars		Note No.	For the Year Ended March 2021	For the Year Ended March 2020
I	Revenue from operations	1.18	**9,35,54,851**	10,76,55,690
II	Other Income	1.19	**89,03,756**	1,52,00,956
III	**TOTAL INCOME (I+II)**		**10,24,58,607**	12,28,56,646
IV	**EXPENSES**			
	Purchases of Stock in Trade		**8,73,30,241**	7,65,75,040
	Employee Benefits Expense	1.20	**54,84,860**	78,90,675
	Finance Cost	1.21	**1,86,34,048**	2,70,38,893
	Depreciation and amortization expense	1.1	**21,46,063**	21,55,453
	Other Expenses	1.22	**54,38,965**	87,97,266
	CSR Expenses		**16,34,676**	31,16,000
	TOTAL EXPENSES (IV)		**12,06,68,853**	12,55,73,327
V	**PROFIT/(LOSS) BEFORE TAX (III - IV)**		**(1,82,10,246)**	(27,16,681)
VI	**TAX EXPENSES**			
	Current Year Tax		-	18,01,000
	Previous Year Income Tax		**24,34,478**	10,29,830
VII	**PROFIT/(LOSS) FOR THE YEAR (V - VI)**		**(2,06,44,724)**	(55,47,511)
VIII	**OTHER COMPREHENSIVE INCOME**			
	a) Items that will not be reclassified to profit and loss			
	i) Net Gain / (Loss) on Fair Valuation of Equity Instruments through OCI		**47,241**	(94,221)
	(ii) Income tax effect on above		**-**	-
	Total Other Comprehensive Income		**47,241**	(94,221)
IX	**TOTAL COMPREHENSIVE INCOME (VII + VIII)**		**(2,05,97,483)**	(56,41,732)
VII	Earning per Equity Share(Face Value of Rs 10/- each)		**(1.81)**	(0.49)
	Significant Accounting Policies	3		
	Notes to Accounts	4		

As per our report of even date

For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

V. G. Ravetkar
Director
DIN: 00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place : PUNE
Date : August 30, 2021

Place : PUNE
Date : August 30, 2021

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31,2021

(Amount in ₹)

	Particulars	2020-21		2019-20	
i	**CASH FLOW FROM OPERATING ACTIVITIES**				
	Net Profit/ (Loss) Before Tax		**(1,82,10,246)**		(27,16,681)
	Adjustments For:				
	Depreciation of Asset	**21,46,063**		21,55,453	
	Interest Income	**(87,97,954)**		(1,00,51,162)	
	Interest Expenses	**1,86,34,048**		2,70,38,893	
	Dividend Income	**(20,090)**	**1,19,62,067**	(7,200)	1,91,35,984
	Operating profit / (loss) before working capital changes		**(62,48,179)**		1,64,19,303
	Adjustments for:				
	Trade and Other Receivables	**(19,08,855)**		11,78,78,001	
	Trade Payables and Other Liabilities	**2,74,44,475**	**2,55,35,620**	(3,66,31,160)	8,12,46,841
	Cash generated from/(used in) operations		**1,92,87,441**		9,76,66,144
	Direct taxes paid (Net of refunds)		**(3,54,723)**		(2,00,11,851)
	Net cash flow from/(used in) operating activity (A)		**1,89,32,718**		7,76,54,293
ii	**CASH FLOW FROM INVESTING ACTIVITIES:**				
	Purchase of Fixed Assets	**-**		(2,40,634)	
	Purchase of Investment	**(46,446)**		(4,72,951)	
	Interest Received	**87,97,954**		1,00,48,263	
	Net Cash Used in Investing Activities		**87,51,508**		93,34,678
iii	**CASH FLOW FROM FINANCING ACTIVITIES:**				
	Interest Paid	**(3,44,06,140)**		(2,74,57,191)	
	Payment of Lease Rent	**(7,20,000)**		(1,20,000)	
	Dividend Income	**20,090**		7,200	
	Proceeds/ (Repayment) from/of borrowing (net)	**(3,20,00,000)**		(2,45,00,000)	
	Net Cash from Financing Activities		**(6,71,06,050)**		(5,20,69,991)
	Net Increase/ (Decrease) in Cash and Cash Equivalents		**(3,94,21,824)**		3,49,18,980
	Cash and Cash Equivalents at the beginning of the year (Refer Note No 1.6)		**4,44,93,130**		95,74,150
	Cash and Cash Equivalents at the end of the year (Refer Note No 1.6)		**50,71,306**		4,44,93,130
	Net Increase/(Decrease) in Cash & Cash Equivalents		**(3,94,21,824)**		3,49,18,980

As per our report of even date

For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

Place : PUNE
Date : August 30, 2021

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V. G. Ravetkar	**N. V. Karbhase**	**Anchal Jaiswal**	**Rajendra Mangrulkar**
Director	Director	Company Secretary	Chief Financial Officer
DIN: 00374456	DIN : 00228836	M. No. : 35538	

Place : PUNE
Date : August 30, 2021

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

Note No - 1.1 - PROPERTY, PLANTS AND EQUIPMENTS

(Amount in ₹)

Particulars	Office Equipments	Vehicles	Right to Use of Assets - Office Premises	Total
Gross Block				
As at April 1, 2019	**-**	**1,65,76,036**	**-**	**1,65,76,036**
Additions	2,40,634	-	18,93,841	21,34,475
Disposals	-	-	-	-
As at March 31, 2020	**2,40,634**	**1,65,76,036**	**18,93,841**	**1,87,10,511**
Additions	**-**	**-**	**-**	**-**
Disposals	**-**	**-**	**29,070**	**29,070**
As at March 31, 2021	**2,40,634**	**1,65,76,036**	**18,64,771**	**1,86,81,441**
Accumulated Depreciation				
As at April 1, 2019	**-**	**99,53,639**	**-**	**99,53,639**
Charge for the year	19,007	20,31,232	1,05,214	21,55,453
Disposals	-	-	-	-
As at March 31, 2020	**19,007**	**1,19,84,871**	**1,05,214**	**1,21,09,092**
Charge for the year	1,31,370	13,94,721	6,19,972	21,46,063
Disposals	-	-	-	-
As at March 31, 2021	**1,50,377**	**1,33,79,592**	**7,25,186**	**1,42,55,155**
Net Block				
As at March 31, 2021	**90,257**	**31,96,444**	**11,39,585**	**44,26,286**
As at March 31, 2020	**2,21,627**	**45,91,165**	**17,88,627**	**66,01,419**

Note No. 1.2 NON CURRENT FINANCIAL ASSETS - INVESTMENTS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Investment in Equity Instruments - Unquoted		
a) In Subsidiary Companies (At Cost)		
i) Laurus Tradecon Private Ltd.	**29,42,410**	29,42,410
2,80,741 (March 31, 2020 : 2,80,741) Equity shares of Rs 10 each fully paid		
b) In Associate Companies (At Cost)		
i) Fair Growth Holding Pte Ltd.	**3,51,162**	3,51,162
12,000 (March 31, 2020 :12,000) Equity Shares of SGD 1 each fully paid.		
ii) ISMT Limited (Refer Note no. 4.8)	**97,19,37,495**	97,19,37,495
6,90,20,151 (March 31, 2020 : 6,90,20,151) Equity Shares of Rs 5 each fully paid.		
iii) Taneja Aerospace & Aviation Ltd.	**21,85,70,932**	21,85,70,932
1,26,53,299 (March 31, 2020 :1,26,53,299) Equity Shares of Rs 5 each fully paid.		
iv) TAAL Enterprises Limited	**8,015**	8,015
577 (March 31, 2020 : 577) Equity Shares of Rs 10 each fully paid.		
c) In Other Companies (At fair value through OCI)		
Cosmos Co-op Bank Ltd	**-**	-
1,000 (March 31, 2020 : 1,000) Equity Shares of Rs 100 each fully paid.		

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

Particulars	**As at March 31,2021**	As at March 31,2020
Investment in Equity Instruments - Quoted		
a) In Other Companies (At fair value through Profit and Loss)		
i) Maharashtra Seamless Ltd	**2,758**	1,934
10 (March 31, 2020 : 10) Equity Shares of Rs 5 each fully paid.		
ii) Oil Country Tabular Ltd	**29**	16
5 (March 31, 2020 : 5) Equity Shares of Rs 10 each fully paid.		
iii) Gandhi Special Tubes Ltd	**2,26,100**	1,33,250
850 (March 31, 2020 : 650) Equity Shares of Rs 5 each fully paid.		
Total	**1,19,40,38,900**	1,19,39,45,213
Aggregate amount of unquoted investments	**32,93,572**	32,93,572
Aggregate amount of quoted investments - At Cost	**1,13,08,13,590**	1,13,07,67,144
Aggregate amount of quoted investments - At Market Value	**1,12,74,67,211**	37,32,99,255

Note No. 1.3 NON CURRENT FINANCIAL ASSETS -LOANS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Unsecured Loans		
Associate Company - (Refer Note No. 4.15B)	**6,83,42,153**	7,75,00,000
Total	**6,83,42,153**	7,75,00,000

Note No. 1.4 Deferred Tax Assets(Net)

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
MAT credit entitlement	**6,37,40,427**	6,37,40,427
Total	**6,37,40,427**	6,37,40,427

NOTE NO. 1.5 CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Unsecured		
Considered Good	**-**	30,59,500
Total	**-**	30,59,500

Note No. 1.6 CURRENT FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
i) Balances with Banks	**50,44,478**	4,44,80,527
ii) Cash on Hand	**26,828**	12,603
Total	**50,71,306**	4,44,93,130

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

Note No. 1.7 CURRENT FINANCIAL ASSETS - OTHERS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Deferred expenses on Financial Assets measured at amortised cost	**86,16,776**	-
Secutiry Deposits	**3,23,821**	3,04,308
Other Advances recoverable	**50,06,000**	5,00,000
Total	**1,39,46,597**	8,04,308

Note No. 1.8 Current Tax Assets (Net)

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Taxes Paid	**56,88,567**	3,94,16,822
Less : Provision for Tax	**18,01,000**	3,34,49,500
Total	**38,87,567**	59,67,322

Note No. 1.9 OTHER CURRENT ASSETS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Balance with Government Authorities	**1,25,262**	41,337
Other	**8,99,988**	-
Total	**10,25,250**	41,337

Note No. 1.10 EQUITY SHARE CAPITAL

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Authorised :-		
1,20,00,000 (31 March, 2020: 1,20,00,000) Equity shares of Rs. 10/- each	**12,00,00,000**	12,00,00,000
	12,00,00,000	12,00,00,000
Issued , Subscribed and Paid up		
1,13,99,606 (31 March, 2020 : 1,13,99,606) Equity share of 10/- Each fully paid	**11,39,96,060**	11,39,96,060
Less:- Calls in arrears	**11,19,690**	11,19,690
	11,28,76,370	11,28,76,370

The company has only one class of issued shares having par value of Rs. 10 /- each. Holders of equity shares is entitled to one Vote per Share

Calls Unpaid by Directors & Officers- NIL

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

The reconciliation of number of shares outstanding and the amount of share capital is set-out below

(Amount in ₹)

Particulars	As at March 31,2021		As at March 31,2020	
	Equity Shares in Numbers	Amount in Rupees	Equity Shares in Numbers	Amount in Rupees
Shares outstanding at the beginning of the year	1,11,75,668	11,28,76,370	1,11,75,668	11,28,76,370
Amount received on unpaid call during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Calls unpaid	2,23,938	11,19,690	2,23,938	11,19,690
Shares outstanding at the end of the year	1,13,99,606	11,39,96,060	1,13,99,606	11,39,96,060

The Details of shareholders holding more than 5% Equity Shares (fully paid up) in the Company

(Amount in ₹)

Name of Share Holders (Equity)	As at March 31,2021		As at March 31,2020	
	No. of Shares held	% holding	No. of Shares held	% holding
Vishkul Enterprises Pvt. Ltd.	74,39,955	65.27%	74,39,955	65.27%

NOTE NO. 1.11 OTHER EQUITY

(Amount in ₹)

Particulars	Reserve and Surplus			Items of Other Comprehensive Income (OCI)	Total
	Security Premium	General Reserve	Retained Earnings	Equity Instruments through OCI	
As at April 1, 2019	50,17,12,020	18,69,13,620	36,98,02,991	(21,282)	1,05,84,07,349
Adjustments:					
Add : Fair Valuation of Investment through OCI	-	-	-	(94,221)	(94,221)
Add: Profit / (Loss) for the year	-	-	(55,47,511)	-	(55,47,511)
As at March 31, 2020	50,17,12,020	18,69,13,620	36,42,55,480	(1,15,503)	1,05,27,65,617
Adjustments:					
Add : Fair Valuation of Investment through OCI	-	-	-	47,241	47,241
Add: Profit / (Loss) for the year	-	-	(2,06,44,724)	-	(2,06,44,724)
As At March 31, 2021	50,17,12,020	18,69,13,620	34,36,10,756	(68,262)	1,03,21,68,134

NATURE AND PURPOSE OF RESERVES

A **Security Premium**

The amount received in excess of face value of the equity shares is recognized in Securities Premium Reserve.

B **General Reserve**

General Reserve represents appropriation of retained earnings and are available for distribution to shareholders.

C **Retained Earnings**

Retained Earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

Note No. 1.12 NON CURRENT FINANCIAL LIABILITIES - OTHERS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Lease Liability (Refer Note No 4.16(c))	6,18,192	12,44,636
Total	6,18,192	12,44,636

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

Note No. 1.13 NON CURRENT LIABILITIES - PROVISIONS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Provision For Employee Benefits		
i) Gratuity	**11,18,183**	42,27,012
ii) Leave Encashment	**21,63,471**	18,75,378
Total	**32,81,654**	61,02,390

Note No. 1.14 CURRENT FINANCIAL LIABILITIES - BORROWINGS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Secured Loan - Short Term Loan (Refer Note No- 4.3)	**30,00,000**	3,40,00,000
Unsecured- Inter Corporate Deposit	**2,65,00,000**	2,75,00,000
Total	**2,95,00,000**	6,15,00,000

Note No. 1.15 CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
i) Dues of Micro and Small Enterprises (Refer Note No 4.6)	**-**	-
ii) Dues of Creditors other than Micro and Small Enterprises	**5,24,64,558**	1,82,16,666
Total	**5,24,64,558**	1,82,16,666

Note No. 1.16 CURRENT FINANCIAL LIABILITIES - OTHERS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Interest accrued and due	**7,05,94,546**	8,65,75,913
Lease Liabilities (Refer Note No 4.16(c))	**5,98,309**	5,11,660
Other Liabilities	**21,76,479**	55,19,498
Total	**7,33,69,334**	9,26,07,071

Note No. 1.17 CURRENT LIABILITIES - OTHERS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Advance from customers	**5,00,00,000**	5,00,00,000
Other Liabilities	**2,00,244**	8,39,906
Total	**5,02,00,244**	5,08,39,906

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

NOTE NO. 1.18 REVENUE FROM OPERATIONS

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Sales - Trading	**9,15,54,851**	7,96,75,402
Professional fee	**20,00,000**	2,79,80,288
Total	**9,35,54,851**	10,76,55,690

NOTE NO. 1.19 OTHER INCOME

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Dividend Income	**20,090**	7,200
Interest on other	**7,02,736**	8,48,254
Interest Income for financial assets measured at amortized cost	**80,95,218**	92,02,908
Other Income.	**85,712**	-
Credit Balance Written Back	**-**	51,42,594
Total	**89,03,756**	1,52,00,956

Note No. 1.20 EMPLOYEE BENEFITS EXPENSE

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
i) Salaries, wages Bonus and Allowances	**52,67,802**	71,87,703
ii) Contribution to Provident Fund and Other Funds	**1,90,221**	5,99,868
iii) Staff Welfare Expenses	**26,837**	1,03,104
Total	**54,84,860**	78,90,675

Note No-1.21 FINANCE COST

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Interest	**96,93,755**	1,97,37,832
Interest on Lease Liability	**2,09,275**	41,046
Interest expenses for financial assets measured at amortized cost	**86,16,776**	72,60,015
Cash Discount	**1,14,242**	-
Total	**1,86,34,048**	2,70,38,893

Note No. 1.22 OTHER EXPENSES

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Audit Fees	**2,25,000**	2,25,000
Lease Rent	**65,000**	8,11,860
Rates ,Taxes and fees	**1,18,967**	2,62,178
Insurance	**2,86,152**	2,54,235
Electricity Charges	**65,790**	17,07,030
Travelling expense	**80,757**	50,852
Professional & Legal fees	**23,24,228**	33,72,482
Miscellaneous expense	**22,73,071**	21,13,629
Total	**54,38,965**	87,97,266

Notes to Standalone Financial Statements for the year ended March 31, 2021

2. Corporate Information

Indian Seamless Enterprises Limited ("the Company") is a public limited company incorporated in India (CIN: U29000PN1995PLC090946) having its registered office in Pune. The Company is mainly engaged in Trading of Tubes, Investments and consultancy services.

These standalone financial statements for the year ended March 31, 2021 were approved for the issue by the Board of Directors vide their Board meeting dated August 30, 2021.

3. Significant Accounting Policies

3.1 Basis of Preparation:

The financial statements of the Company are prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the of the Companies Act 2013 ("Act") read with Companies (Indian Accounting Standards) Rules, 2016 and the other relevant provisions of the Act and Rules thereunder.

The financial statements have been prepared on a historical cost basis except for certain financial assets and financial liabilities (including financial instruments) which have been measured at fair value at the end of each reporting period as explained in the accounting policies stated below.

3.2 Functional and presentation currency and Rounding off of the amounts:

The functional and presentation currency of the company is Indian rupees. These standalone financial statements are presented in Indian rupees and all values are stated in Rupees except otherwise indicated.

3.3 Current versus non-current classification

The company has classified all its assets and liabilities under current and non-current as required by Ind AS 1- Presentation of Financial Statements. The asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle;
- Held primarily for purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent 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

All liabilities are current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

3.4 Revenue Recognition:

The Company derive revenue primarily from Trading of Tubes, Investments and consultancy services

The Company follows specific recognition criteria as described below before the revenue is recognized.

i Sales

a) Sales of Goods:

Revenue from contracts with customers is recognised when the entity satisfies a performance obligation by delivering a promised goods or service to customer at an amount that reflects the consideration to which the company expects to be entitled in exchange for those goods or services.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment but excluding taxes or duties collected on behalf of the government and net of returns and allowances, trade discounts and volume rebates.

b) Professional fees:

Revenue from professional fees is recognized upon by reference to the stage of completion of service and the amount of revenue can be measured reliably.

ii Other Operating Revenue

Other Operating revenue comprises of following items:

- Dividend Income
- Operating Lease Income

Dividend Income are recognized on receipt basis.

Revenue from Operating Lease is recognized on a straight line basis.

Notes to Standalone Financial Statements for the year ended March 31, 2021

3.5 Property, Plant and Equipment's:

i Property, plant and equipment are stated at their original cost of acquisition including taxes, duties, freight, other incidental expenses related to acquisition and installation of the concerned assets and excludes refundable taxes and duties.

ii Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably. When significant parts of plant and equipment are required to be replaced at intervals, the company depreciates them separately based on their specific useful lives. All other repairs and maintenance costs are recognized as expense in profit and loss statement as and when incurred.

iii All incidental expenses incurred during project implementation, for the project as well as trial run expenses are treated as expenditure during construction and are capitalized.

3.6 Depreciation:

i Depreciation on Plant & Machinery is provided as per the useful life specified in Part 'C' of Schedule II of the Companies Act, 2013 on Straight Line Method.

ii Deprecation on vehicle is provided as per the useful life specified Part 'C' of Schedule II of the Companies Act, 2013 on Written Down Value Method.

iii In case of additions to and deletion from fixed assets, depreciation is charged on a pro-rata basis from the date of addition/till the date of deletion.

3.7 Inventories:

Closing Stock of Finished Goods is valued at cost or net realisable value whichever is less.

3.8 Employee Benefits:

Provision for Gratuity and Leave Encashment has been made on the assumption that such benefits are payable to employees at the end of the accounting year

3.9 Foreign Currency Transactions:

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities at the Balance Sheet date are translated at the exchange rate prevailing on the date of Balance Sheet.

Exchange rate differences resulting from foreign currency transactions settled during the period including year-end translation of assets and liabilities are recognized in the Statement of Profit and Loss.

Non-monetary assets, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the initial transaction.

Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in Other Comprehensive Income (OCI) or Statement of Profit and Loss are also recognized in OCI or Statement of Profit and Loss, respectively).

3.10 Cash and cash equivalents:

Cash and cash equivalents comprise cash on hand and at bank and demand deposits with banks which are short-term, highly liquid investments with original maturities of three months or less, that are readily convertible into a known amount of cash and which are subject to an insignificant risk of changes in value.

3.11 Leases :

As a lessee

The Company leased asset consist of leases for Office Premises. At inception of a contract, the company assesses whether a contract is, or contains, a lease. A contract is or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the company assesses whether: (i) the contract involves the use of an identified asset (ii) the company has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use; and (iii) the Company has the right to direct the use of the asset

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received..

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of Property, Plant and Equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

The lease liability is subsequently measured at amortised cost using the effective interest method. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

3.12 Fair Value Measurement: -

The Company measures certain financial instruments at fair value at each balance sheet date. Certain accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values and the valuation team regularly reviews significant unobservable inputs and valuation adjustments.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

Level 2 — inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. as derived from prices)

Level 3 — inputs for the asset or liability that are not based on observable market data (unobservable inputs)

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into a different level of the fair value hierarchy, then the fair value measurement is categorised in its entirely in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

3.13 Financial instruments:

A Company recognizes financial assets and financial liabilities when it becomes party to the contractual provision of the instrument.

I. Financial Assets:

a) Initial recognition and measurement:

Financial assets are initially measured at its fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the concerned financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to acquisition of financial assets at fair through profit or loss are recognized immediately in profit or loss. However, trade receivable that do not contain a significant financing component are measured at transaction price.

b) Subsequent measurement:

For subsequent measurement, the company classifies financial asset in following broad categories:

i. Financial asset carried at amortized cost (net of any write down for impairment, if any):

Financial assets are measured at amortized cost when asset is held within a business model, whose objective is to hold assets for collecting contractual cash flows and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest. Such financial assets are subsequently measured at amortized costs using Effective Interest Rate (EIR) method less impairment, if any. The losses arising from impairment are recognized in the statement of profit or loss. Cash and bank balances, trade receivables, loans and other financial asset of the company are covered under this category.

Notes to Standalone Financial Statements for the year ended March 31, 2021

ii. Financial asset carried at FVTOCI:

Financial asset under this category are measured initially as well as at each reporting date at fair value, when asset is held with a business model whose objective is to hold asset for both collecting contractual cash flows and selling financial assets. Fair value movements are recognized in the other comprehensive income.

iii. Financial asset carried at FVTPL:

Financial asset under this category are measured initially as well as at each reporting date at fair value. Changes in fair value are recognized in the statement of profit or loss.

c) Investment in subsidiaries:

Investments in Subsidiaries are recorded at cost and reviewed for impairment at each reporting date

d) Other equity instruments:

All other equity instruments are measured as fair value, with value changes recognized in Statement of Profit and Loss, except for those equity instrument for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

e) Derecognition:

A financial asset is primarily derecognized when rights to receive cash flows from the asset have expired or the Company has transferred its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risk and reward of the ownership of the financial asset.

f) Impairment of financial asset:

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

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

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

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

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

II. Financial Liabilities:

a) Initial recognition and measurement:

The Company recognizes a financial liability in its Balance Sheet when it becomes party to the contractual provisions of the instrument. Company classifies all financial liabilities as subsequently measured at amortised cost or FVTPL.

All financial liabilities are recognized initially at fair value and in the case of loans, borrowings and payables, net of directly attributable transaction costs. Financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

b) Subsequent measurement:

Financial liabilities are carried at amortized cost using the Effective Interest Rate (EIR) method. For trade and other payable maturing within one year from balance sheet date, the carrying amount approximate fair value due to short maturity of these instruments

c) **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.

III. Offsetting of Financial Instruments

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

3.14 Segment accounting:

The Company's operating segments are established on the basis of those components of the Company that are evaluated regularly by the Executive Committee, the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments', in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal business reporting systems.

3.15 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the year attributable to the shareholders of the Company and weighted average number of shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net profit for the year attributable to the shareholders of the Company and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

3.16 Provision for Current and Deferred Tax: -

The tax expense for the period comprises current and deferred tax. Taxes are recognised in the statement of profit and loss, except to the extent that it relates to the items recognised in the comprehensive income or in Equity. In which case, the tax is also recognised in the comprehensive income or in Equity

Current tax:

Provision for Current tax is made on the basis of relevant provision of The Income Tax Act, 1961 as applicable to the financial year.

Deferred tax:

Deferred tax is recognised 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 timing difference. Deferred tax assets are recognized for deductible temporary differences. to the extent that they are probable that taxable profit will be available against which the deductible temporary difference can be utilized.

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

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

Minimum Alternate Tax (MAT) Credit:

MAT credit is recognized as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period.

3.17 Impairment of non-financial Assets:

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment or group of assets, called cash generating units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognized in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount

Notes to Standalone Financial Statements for the year ended March 31, 2021

is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

3.18 Provision, Contingent Liabilities and Contingent Assets:

Provisions are recognized when the company has present obligation (legal or constructive) as a result of past event and it is probable that 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 expense related to a provision is presented in the statement of profit and loss net of any reimbursement/contribution towards provision made.

If the effect of the time value of money is material, estimate for the provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liability:

Contingent Liabilities are not provided and are disclosed in Notes on Accounts. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

3.19 Events occurring after the Balance Sheet Date

Events occurring after the Balance Sheet date and till the date on which the financial statements are approved, which are material in the nature and indicate the need for adjustments in the financial statements have been considered

3.20 Standards issued but not yet effective:

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable to the Company from April 1, 2020.

3.21 Key accounting judgments', estimates and assumptions:

The preparation of the Company's standalone financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and the accompanying disclosures along with contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require material adjustments to the carrying amount of assets or liabilities affected in future periods. The Company continually evaluates these estimates and assumptions based on the most recently available information.

In particular, information about significant areas of estimates and judgments in applying accounting policies that have the most significant effect on the amounts recognized in the standalone financial statements are as below:

a. Assessment of functional currency (Refer Note No 3.2);

b. Financial instruments (Refer Note No 3.12);

c. Estimates of useful lives and residual value of PPE (Refer Note No 3.5);

d. Impairment of financial and non-financial assets (Refer Note No 3.13 and 3.17);

e. Valuation of inventories (Refer Note No 3.7);

f. Allowances for uncollected trade receivable and advances (Refer Note No 3.13);

h. Evaluation of recoverability of deferred tax assets (Refer Note No 3.16); and

i. Contingencies and Provisions (Refer Note No 3.18).

Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

Notes to Standalone Financial Statements for the Year Ended March 31, 2021

4.1 CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)

(Amount in ₹)

Particulars	**As at March 31, 2021**	As at March 31, 2020
Contingent Liabilities		
Corporate guarantees for Banking facilities / Term Loan granted to Subsidiary	**Nil**	5,92,00,000
Commitments		
Capital Commitments	**Nil**	Nil

Rs Nil (March 31, 2020, Rs 5,92,00,000/-),5,00,000 Equity Shares held in the subsidiary company - Taneja Aerospace and Aviation Ltd were pledged for securing the loan granted by the bank to Subsidiary Company- Laurus Tradecon Pvt Ltd along with the Corporate guarantee. During the year, the Loan was repaid by the subsidiary company Lauras Tradecon Pvt Ltd and the Corporate guarantee along with the pledged shares have been released by the bank.

4.2 Calls in arrears is on Equity Shares- 2,23,938/- (March 31 2020: 2,23,938/-).

4.3 Short Term Loan of Rs 30,00,000/- (March 31, 2020 : Rs 3,40,00,000) is secured by way of pledge of 3,39,00,000 Equity Shares held in the ISMT Ltd and Corporate Guarantee by third parties.

4.4 In the opinion of the Board of Directors the Current Assets, Loans and Advances are approximately of the value stated, if realised in ordinary course of business.

4.5 Segment Reporting :

Company's operating segments are established on the basis of those components of the Company that are evaluated regularly by the Executive Committee, the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments', in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal business reporting systems.

The Company has 4 segments-Trading, Investment, Leasing and Services

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on the reasonable basis have been disclosed as unallocable.

Segment assets and segment liabilities represent assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities which cannot be allocated to a segment on a reasonable basis have been included under "Unallocable Assets / Liabilities."

For the Financial Year 2020-21

(Amount in ₹)

Particulars	**Trading**	**Investment**	**Services**	**Unallocable**	**Total**
Segment Revenue	**9,15,54,851**	**20,090**	**20,00,000**	**88,83,666**	**10,24,58,607**
Segment Result before Finance Cost & Tax	**42,24,610**	**20,090**	**(3,24,228)**	**(34,96,669)**	**4,23,802**
Less: Finance Cost	**-**	**-**	**-**	**-**	**1,86,34,048**
Profit/(Loss) before Tax	**-**	**-**	**-**	**-**	**(1,82,10,246)**
Less: Tax expenses	**-**	**-**	**-**	**-**	**24,34,478**
Profit/ (Loss) after Tax					**(2,06,44,724)**
<u>Other Information</u>					
Segment Assets	**-**	**1,19,40,38,900**	**-**	**16,04,39,586**	**1,35,44,78,486**
Segment Liabilities	**10,24,64,558**			**10,69,69,424**	**20,94,33,982**

Notes to Standalone Financial Statements for the year ended March 31, 2021

For the Financial Year 2019-20

(Amount in ₹)

Particulars	Trading	Investment	Leasing	Unallocable	Total
Segment Revenue	7,96,75,402	7,200	2,79,80,288	1,51,93,756	12,28,56,646
Segment Result before Finance Cost & Tax	**31,00,362**	**7,200**	**2,46,07,806**	**(33,93,156)**	**2,43,22,212**
Less: Finance Cost					2,70,38,893
Profit/(Loss) before Tax					**(27,16,681)**
Less: Tax expenses					28,30,830
Profit/ (Loss) after Tax					**(55,47,511)**
Other Information					
Segment Assets	-	1,19,39,44,213	30,59,500	19,91,48,943	1,39,61,52,656
Segment Liabilities	6,82,16,666	-	-	16,22,94,003	23,05,10,669

4.6 Dues to Micro and Small Enterprises

There are no Micro, Small and Medium Enterprise suppliers as defined under the provisions of "Micro, Small, Medium Enterprises Development Act, 2006". There are no dues to such suppliers as on March 31, 2021.

4.7 Related Party Transactions.

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during the reporting periods, are:

Name and Relationships of the Related Parties:

I Key Management Personnel(KMP)

Name of the Related Party	Designation
N.V.Karbhase	Whole Time Director

II Entities where control exists

Holding Company

Vishkul Enterprises Private Limited

Subsidiary Companies

Laurus Tradecon Private Limited

Associate Companies

ISMT Ltd.

Taneja Aerospace & Aviation Ltd

TAAL Enterprises Ltd

Tridem Port and Power Company Pvt Ltd

Fair Growth Holding Pte Ltd

Sarod Realty Pvt Ltd

i Details of Transaction with Key Management Personnel:

Remuneration for the year Rs. 60,94,262/- (including gratuity) (Previous Year Rs. 36,00,000/-)

Notes to Standalone Financial Statements for the year ended March 31, 2021

ii Details of transactions with Subsidiary and Associate Companies:

Nature of Transactions / Relationship	Subsidiary Company		Associate Company	
	2020-21	2019-20	**2020-21**	2019-20
Purchase of Finished Goods	-	-	**8,73,30,241**	7,65,75,040
Outstanding as on Balance Sheet Date				
Inter Corporate Deposit taken	-	-	**2,65,00,000**	2,65,00,000
Receivables				
Promoter Contribution - ISMT Ltd.	-	-	**6,83,42,153**	7,75,00,000
Corporate Guarantee	-	5,92,00,000	-	-

Transactions entered with Associate Company

1 **ISMT Ltd**

Purchase of Seamless Tubes of Rs. 8,73,30,241 (Previous Year Rs. 7,65,75,040).

2 **Laurus Tradecon Private Limited**

Corporate Guarantee given in connection with Banking Facilities- Rs.Nil (Previous year Rs.5,92,00,000)

3 **Sarod Realty Pvt Ltd**

Inter Corporate Deposit Taken- Rs 2,65,00,000/- (Previous Year Rs-2,65,00,000/-)

4.8 The Company has made investment in ISMT LImited and also provided unsecured loan amounting to Rs 7,75,00,000/-. The Company has also pledged 3,50,00,000 shares held in ISMT with ISMT Consortium Banks in connection with the loans extended by them. The ISMT has been incurring losses and its net worth is also eroded due to continuing losses. Despite the net loss, the ISMT has always been operationally profitable (positive EBIDTA). The ISMT is also benefited from Atmanirbhar policies of the Government including continuation of Anti Dumping Duty on import of seamless tubes from China. The ISMT has submitted its restructuring proposal to lenders and the proposed restructuring on sustainable basis is inter alia expected to address the negative net worth of the ISMT thereby enlarging the business opportunities including participation in Government tenders. However, no provision for impairment has been made, being this investment is in the nature of forward integration and considered strategic, Long Term.

4.9 As required under section 186(4) of the Companies Act, 2013, the particulars of loans and guarantees given and investments made during the year are as follows

Name of Entity	Nature of transaction and material terms	Purpose for which loan / guarantee proposed to be utilized by the recipient	Balance as on March 31, 2021	Balance as on March 31, 2020
Associate Company - ISMT Limited	Promoters Contribution	Unsecured Loan under Corrective Action Plan (ACP)and pending restructuring, the company has not provided interest on the said loan	**6,83,42,153**	7,75,00,000
Laurus Tradecon Pvt Ltd - Subsidiary Company	Corporate Guarantee	Guarantee given to facilitate borrowing from bank by the subsidiary for meeting working capital needs.	**Nil**	5,92,00,000

4.10 Income tax expense

A The major components of income tax expenses for the year are as under:

(Amount in ₹)

Particulars	**2020-21**	2019-20
I) Income Tax recognised in the statement of profit and loss		
Current tax	-	18,01,000
Previous Year tax	**24,34,478**	10,29,830
Total Income Tax recognised in the statement of profit and loss	**24,34,478**	**28,30,830**
II) Income Tax recognised in Other Comprehensive Income		
Deferred tax	-	-
Total Income Tax recognised in Other Comprehensive Income	-	-

Notes to Standalone Financial Statements for the year ended March 31, 2021

B Reconciliation of tax expense and the accounting profit for the year is under:

(Amount in ₹)

Particulars	2020-21	2019-20
Accounting profit before income tax expenses	**(1,82,10,246)**	(27,16,681)
Enacted tax rates in India (%)	**26.00%**	26.00%
Expected income tax expenses	**(47,34,664)**	(7,06,337)
Tax Effect of :		
Expenses not deductible	**(2,89,225)**	22,66,415
Non Taxable Capital Gain	**-**	(1,872)
Accelerated capital allowances	**2,80,039**	2,42,794
Carried forward loss	**47,43,850**	-
Income tax expense recognised in Statement of Profit and Loss	**-**	18,01,000
Adjustments recognised in current year in relation to the current tax of earlier years	**24,34,478**	10,29,830
Income Tax Expenses	**24,34,478**	**28,30,830**
Effective Tax Rate (%)	**0.00%**	**-66.29%**

C Deferred Tax Assets / Liabilities

The Company has recognised not recognised deferred tax assets in the absence of the virtual certainty with convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Significant components of Deferred tax assets & liabilities recognized in Financial Statements

As at March 31, 2021

(Amount in ₹)

Particulars	As at April 1, 2020	Charged / (credited) to Statement of income	Charged / (credited) to OCI	As at March 31, 2021
Tax effect of item constituting deferred tax liabilities				
i) Property, Plant and Equipment	-	-	-	-
	-	-	-	-
Tax effect of item constituting deferred tax assets				
i) MAT Credit Entitlement	6,37,40,427	-	-	**6,37,40,427**
	6,37,40,427	-	-	**6,37,40,427**
Net deferred tax asset/ (liability)	6,37,40,427	-	-	**6,37,40,427**

As at March 31, 2020

(Amount in ₹)

Particulars	As at April 1, 2019	Charged / (credited) to Statement of income	Charged / (credited) to OCI	As at March 31, 2020
Tax effect of item constituting deferred tax liabilities				
i) Property, Plant and Equipment	-	-	-	-
	-	-	-	-
Tax effect of item constituting deferred tax assets				
i) MAT Credit Entitlement	6,37,40,427	-	-	6,37,40,427
	6,37,40,427	-	-	6,37,40,427
Net deferred tax asset/ (liability)	6,37,40,427	-	-	6,37,40,427

4.11 Earnings per share

Net profit available to equity holders of the Company used in the basic and diluted earnings per share was determined as follows:

(Amount in ₹)

Particulars	2020-21	2019-20
Net Profit / (Loss) for the year attributable to Equity Shareholders	**(2,06,44,724)**	(56,41,732)
Weighted Average Number of Equity Shares outstanding for basic and diluted	**1,13,99,606**	1,13,99,606
Nominal Value of equity Shares (Rs)	**10.00**	10.00
Earnings Per Share (Rs.) (Basic and Diluted)	**(1.81)**	(0.49)

4.12 Miscellaneous Expenses includes:

(Amount in ₹)

Particulars	2020-21	2019-20
Printing & Stationery	**79,276**	2,09,076
Profession Tax	**2,500**	2,500
Repairs Maintenance – Others	**1,73,769**	3,50,646
Postage and Telephone expenses	**41,175**	95,238
Office and General Expenses	**3,39,348**	1,29,042
Subscription	**92,999**	1,05,200
Books & Periodicals	**12,375**	19,640
Advertisement	**45,360**	16,632
Brokerage	**1,36,166**	75,000
Supervision Charges	**13,20,189**	7,80,115
Processing Charges	**29,914**	1,64,465
Advances Written off	**-**	1,66,075
Total	**22,73,071**	21,13,629

4.13 Financial risk management

The Company's financial liabilities comprise mainly of Borrowings, trade payables and other payables. The Company's financial assets comprise mainly of investments, cash and cash equivalents, other balances with banks and other receivables.

Company has exposure to following risks arising from financial instruments:

a) Credit risk

b) Liquidity risk

c) Market risk

Risk management framework

Company's board of directors has overall responsibility for establishment of Company's risk management framework. Management is responsible for developing and monitoring Company's risk management policies, under the guidance of Audit Committee. Management identifies, evaluate and analyses the risks to which the company is exposed to and sets appropriate risk limits and controls to monitor risks and adherence to limits.

Management periodically reviews its risk policy and systems to assess need for changes in the policies to adapt to the changes in market conditions and align the same to the business of the Company. Management through its interaction and training to concerned employees aims to maintain a disciplined and constructive control environment in which concerned employees understand their roles and obligations.

a) Credit risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Company's exposure to credit risk arises primarily from amount due from Associate company, Trade Receivable and other receivables. For other financial assets, the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

Notes to Standalone Financial Statements for the year ended March 31, 2021

b) Liquidity risk.

Liquidity risk is the risk that Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. Company closely monitors its liquidity position and deploys a robust cash management system.

c) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risks;

a) Interest rate risk

b) Currency risk and;

Financial instruments affected by market risk includes investments, trade payables, loans and other financial instruments.

The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return

The sensitivity analysis excludes the impact of movements in market variables on the carrying value of the non-financial assets and liabilities. The sensitivity of the relevant Statement of Profit and Loss item is the effect of the assumed changes in the respective market risks.

a) Interest rate risk and sensitivity

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

Since the Company has insignificant interest bearing borrowings, the exposure to risk of changes in market interest rates is very low. The Company has not used any interest rate derivatives.

Foreign currency risk and sensitivity

The Company is not exposed to currency risk on account of its borrowings and other payables. The functional currency of the Company is Indian Rupees.

The Company does not use derivative financial instruments for trading or speculative purposes.

4.14 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's Capital management is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The funding requirement is met through a mixture of equity and internal accruals and long term borrowings.

(Amount in ₹)

Particulars	**March 31, 2021**	March 31, 2020
Total equity	**1,14,50,44,504**	1,16,56,41,987
Total debt	**2,95,00,000**	6,15,00,000
Overall financing	**1,17,45,44,504**	1,22,71,41,987
Gearing ratio	**0.03**	0.05

4.15 Fair value measurement

Fair valuation techniques

The fair values of the financial assets and liabilities are included at the amount at which the instrument can be exchanged in the current transaction between willing parties, other than a forced or liquidation sale.

Notes to Standalone Financial Statements for the year ended March 31, 2021

The following methods and assumptions were used to estimate the fair values:

Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short-term maturities of these instruments.

Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or Liabilities

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data

A) The carrying value and Fair value of Financial assets and liabilities by categories are as follows :

(Amount in ₹)

	Carrying value of the financial assets/liabilities		**Fair value of the financial assets/liabilities**	
Particulars	**As at March 31, 2021**	As at March 31, 2020	**As at March 31, 2021**	As at March 31, 2020
Financial Assets at Fair Value Through OCI (noncurrent)				
Investment in Equity Shares	**2,28,886**	1,35,199	**2,28,886**	1,35,199
Total	**2,28,886**	1,35,199	**2,28,886**	1,35,199
Financial Assets at amortised cost (non-current)				
Loans	**6,83,42,153**	7,75,00,000	**6,83,42,153**	7,75,00,000
Total	**6,83,42,153**	7,75,00,000	**6,83,42,153**	7,75,00,000
Financial Assets at amortised cost (current)				
Trade Receivables	**-**	30,59,500	**-**	30,59,500
Cash and Bank Balances	**50,71,306**	4,44,93,130	**50,71,306**	4,44,93,130
Other financial Assets	**1,39,46,597**	8,04,308	**1,39,46,597**	8,04,308
Total	**1,90,17,903**	4,83,56,937	**1,90,17,903**	4,83,56,937
Financial Liabilities at amortised cost (Non-current)				
Other financial Liabilities	**6,18,192**	12,44,636	**6,18,192**	12,44,636
Total	**6,18,192**	12,44,636	**6,18,192**	12,44,636
Financial Liabilities at amortised cost (current)				
Borrowings	**2,95,00,000**	6,15,00,000	**2,95,00,000**	6,15,00,000
Trade Payables	**5,24,64,558**	1,82,16,666	**5,24,64,558**	4,97,22,602
Other financial Liabilities	**7,33,69,334**	9,26,07,071	**7,33,69,334**	9,60,62,951
Total	**15,53,33,892**	17,23,23,737	**15,53,33,892**	20,72,85,553

Notes to Standalone Financial Statements for the year ended March 31, 2021

B) Level wise disclosures of financial assets and liabilities by categories are as follows :

(Amount in ₹)

Particulars	As at March 31, 2021	As at March 31, 2020	Level	Valuation Techniques and key Inputs
Financial Assets at Fair Value Through OCI (noncurrent)				
Investment in Equity Shares	**2,28,886**	1,35,199	1	Quoted NAV in active markets
Financial Assets at amortised cost (non-current)				
Loan to Associate Company	**6,83,42,153**	7,75,00,000	3	Discounted cash flow method using interest rate for similar financial instrument

Fair value of cash and cash equivalents, trade payables, trade receivables and other financial assets/liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended March 31, 2020.

During the reporting period ended March 31, 2021 and March 31, 2020 there were no transfers between level 1, level 2 and level 3 fair value measurements

Reconciliation of Level 3 fair values

The following table shows a reconciliation of the opening and closing balances for Level 3 fair values.

(Amount in ₹)

Particulars	Loan to Associate Company
Balance as on April 1, 2019	**6,82,99,991**
Add: Interest Income	92,00,009
Closing Balance as at March 31, 2020	**7,75,00,000**
Less: Effect of discounting financial asses at net present value	1,72,33,552
Closing Balance as at March 31, 2020	80,75,705
Closing Balance as at March 31, 2021	**6,83,42,153**

A one percentage point change in the unobservable inputs used in fair valuation of level 3 assets or liabilities does not have significant input in its value.

4.16 Leases

The Company has taken premises under operating lease. These leases are renewable by mutual consent on mutually agreeable terms. There are no restrictions imposed by these lease arrangements and there are no sub leases. There are no contingent rents. The interest rate applied to lease liabilities as at 1 April 2019 is 14%.

A) Following are the changes in the carrying amount of Right-of-Use Assets for the year ended March 31, 2021.

(Amount in ₹)

Particulars	Office Premises	
	2020 - 2021	2019 -2020
Balance as on April 1,	**17,88,627**	-
On Transition on Ind AS 116	**-**	-
Addition during the year	**-**	18,93,841
Deletion on cancellation of lease / adjustment	**29,070**	-
Depreciation on ROU of Assets	**6,19,972**	1,05,214
Depreciation on Deletion	**-**	-
Balance as on March 31,	**11,39,585**	17,88,627

B) The following is the movement in Lease Liabilities for the year ended March 31, 2021

(Amount in ₹)

Particulars	**Office Premises**	
	2020 - 2021	2019 -2020
Balance as on April 1,	**17,56,296**	-
On Transition to Ind AS 116	-	-
Additions during the year	-	18,35,250
Finance Cost incurred during the year	**2,09,275**	41,046
Deletion on Cancellation of lease / adjustment	**(29,070)**	-
Payment of lease liabilities	**(7,20,000)**	(1,20,000)
Balance as on March 31,	**12,16,501**	17,56,296

C) The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2021 on an undiscounted basis:

(Amount in ₹)

Particulars	**Office Premises**	
	2020 - 2021	2019 -2020
Due within one year	**7,32,000**	7,26,000
Due within one year to five years	**6,60,000**	14,22,000
Due for more than five years		-
Total Undiscounted Lease Liabilities	**13,92,000**	21,48,000
Lease Liabilities included in the Statement of standalone financial position		
Non- current Liabilities	**6,18,192**	12,44,636
Current Liabilities	**5,98,309**	5,11,660

The Company does not face a liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

D) The following amounts are recognized in the Standalone Statement of Profit and Loss for the year ended March 31, 2021:

(Amount in ₹)

Particulars	**Office Premises**	
	2020 - 2021	2019 -2020
Interest Expenses on Financial Liabilities	**2,09,275**	41,046
Depreciation on ROU Assets	**6,19,972**	1,05,214
Expenses relating to Short Term Lease	-	-
Expenses relating to Leases of Low Value Assets	-	-
Total	**8,29,247**	1,46,260

Notes to Standalone Financial Statements for the year ended March 31, 2021

E) The following amounts are recognized in the Standalone Statements of Cash Flows for the year ended March 31, 2021:

(Amount in ₹)

Particulars	Office Premises	
	2020 - 2021	2019 -2020
Total Cash Outflows for leases	**7,20,000**	1,20,000
Total	**7,20,000**	1,20,000

4.17 The Management has made an assessment of the impact of COVID-19 on the Group's operations, financial performance and position as at and for the year ended March 31, 2021 and has concluded that there is no significant impact which is required to be recognized in the consolidated financial statements. The Group managment will continue to closely monitor any material changes to future economic conditions.

4.18 Events Occurring after the Balance sheet Date

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation.

4.19 Previous year figures have been regrouped/ rearranged, wherever considered necessary to conform to current year's classification.

As per our report of even date
For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

Place : PUNE
Date : August 30, 2021

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V. G. Ravetkar	**N. V. Karbhase**	**Anchal Jaiswal**	**Rajendra Mangrulkar**
Director	Director	Company Secretary	Chief Financial Officer
DIN: 00374456	DIN : 00228836	M. No. : 35538	

Place : PUNE
Date : August 30, 2021

INDEPENDENT AUDITOR'S REPORT

To the Members of **Indian Seamless Enterprises Limited**

Report on the Audit of the Consolidated Financial Statements

1. Qualified Opinion

We have audited the accompanying consolidated financial statements of Indian Seamless Enterprises Limited ("the Parent Company") and its subsidiaries (the Parent Company and its subsidiaries together referred to as "the Group") and its Associates, which comprise the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, notes to the consolidated financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid consolidated 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 the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules as amended and other accounting principles generally accepted in India, of the consolidated state of affairs (financial position) of the Group and its associates as at March 31, 2021, the consolidated profit (financial performance including Consolidated other comprehensive income), consolidated changes in equity and its consolidated cash flows for the year ended on that date.

2. Basis for Qualified Opinion

As per the other Auditor's Report on Standalone Financial Statements of Subsidiary Company: Laurus Tradecon Private Limited

The net worth of the Company is completely eroded, however for the year 2020-21 the Company has earned cash profits. The Company despite of negative net worth has prepared accounts based on going concern.

As per the other Auditor's Report on Consolidated Financial Statements of Associate Company: ISMT Limited

a) The Parent company has outstanding Minimum Alternate Tax (MAT) entitlement, classified as Deferred Tax Asset as per Ind AS- 12, Income Taxes, of Rs. 82,04,61,547/- as on March 31, 2021. Taking into consideration the loss during the period ended March 31, 2021 and carried forward losses under the Income Tax, in our opinion, it is not probable that the MAT entitlement can be adjusted within the specified period against the future taxable profits under the provisions of Income Tax Act 1961. In view of the same, in our opinion, the MAT entitlement cannot be continued to be recognised as an asset in terms of Ind AS-12. Non-writing off of the same has resulted in understatement of consolidated net loss for the year ended March 31, 2021 and overstatement of other equity by Rs. 82,04,61,547/- and its consequential effect on the Earnings per Share of the ISMT Group.

b) The Parent Company, through its subsidiary, had made investment in Structo Hydraulics AB Sweden (SHAB) and recognised Goodwill on Consolidation of Rs 23,48,00,000/- SHAB has been incurring losses and its net worth is also eroded due to continuing losses. No provision for impairment has been made in respect of Goodwill on Consolidation by the Group in accordance with Ind AS 36 "Impairment of Assets" for the reasons stated in Note No. 4.5 (d) of the Consolidated financial statement. We are unable to comment on the same and ascertain its impact, if any, on consolidated net loss for the year ended March 31, 2021, carrying value of Goodwill on Consolidation and other equity as on that date in respect of the above matters.

c) The Parent company had recognized claim in earlier years, of which outstanding balance as on March 31, 2021 is Rs. 39,53,10,550/-, against Maharashtra State Electricity Distribution Company Ltd. (MSEDCL) for non-implementation of Energy Banking Agreement. The Parent Company had appealed to Appellate Tribunal (APTEL) against the order passed by Maharashtra Electricity Regulatory Commission (MERC) and the same has been dismissed by the APTEL. The Parent Company has preferred appeal before the Hon'ble Supreme Court against the order of APTEL. The realization of this claim is contingent and dependent upon the outcome of the decision of the Supreme Court. In our opinion the recognition of above claim, being contingent asset in nature, is not in conformity with Ind AS-37, "Provisions, Contingent liabilities and Contingent assets". Recognition of the above claim has resulted in overstatement of carrying value of non –current assets and other equity by Rs. 39,53,10,550/- Crore as at March 31, 2021. Refer Note No. 4.5 (c) (i) of the consolidated financial statements.

d) The Parent Company is unable to determine the recoverable value of 40 MW Captive Power Project (CPP) at Chandrapur, Maharashtra for the reasons stated in Note No 4.5 (c) (ii) of the consolidated financial statements; hence, the CPP is measured on March 31,2021 at the carrying amount of Rs. 2,29,94,84,000/- and impairment loss, if any, is not recognised as required by Ind AS 36 "Impairment of the Assets". In view of the aforesaid, we are unable to determine the impact of the same, if any, on consolidated net loss for the year ended March 31 2021, carrying value of the CPP and other equity as at March 31, 2021.

e) Pending approval/ sanction of debt restructuring scheme by lenders and balance confirmation from lenders and reconciliation thereof, the Parent Company has not provided for the overdue /penal interest and differential liabilities including such overdue /penal interest and differential liabilities arising from reconciliation of balances to the extent of available confirmation, if any, for the reason stated in Note No 4.5 (f) of the consolidated financial statement. The quantum and its impact, if any, on the consolidated net loss for the year ended March 31, 2021, carrying value of the Borrowings (i.e. Financial Liabilities) and other equity as at March 31, 2021 is unascertainable.

We conducted our audit of the consolidated Financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated 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 ICAI's Code of Ethics.

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

3. Material uncertainty Related to Going Concern

As per the other Auditor's Report on Consolidated Financial Statements of Associate Company: ISMT Limited

The ISMT Group has accumulated losses and its net worth has been fully eroded, the ISMT Group has incurred consolidated net cash loss during the year ended March 31, 2021 and in previous years and the ISMT Group's current liabilities exceeded its current assets as at March 31, 2021. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the ISMT Group's ability to continue as a going concern. However, the consolidated financial statements of the Company have been prepared on a going concern basis for the reasons stated in the Note No. 4.5.(g) of the consolidated financial statements.

Our opinion is not modified in respect of this matter.

4. Emphasis of Matter (s)

Note no. 4.19 of consolidated financial statements, regarding the uncertainties arising out of the outbreak of COVID 19 pandemic and the assessment made by the management on its operations and the financial reporting for the year ended March 31, 2021. Such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods

As per the other Auditor's Report on Standalone Financial Statements of Subsidiary Company: Laurus Tradecon Private Limited

a) Balances of sundry creditors and payable to ex-employees are subject to confirmations.

b) We draw your to Note No.4.3 (d) regarding claims made by the customers.

As per the other Auditor's Report on Consolidated Financial Statements of Associate Company: ISMT Limited

(i). Notes No 4.5 (e) to the consolidated financial statements regarding remuneration to Managing Director of the Parent Company amounting to Rs. 99,00,000/- for the financial year 2020-21 (Rs. 1,59,00,000/- cumulative up to March 31, 2021) is subject to approval of Lenders.

(ii). Note No. 4.5 (h) to the consolidated financial Statements, regarding impairment assessment performed by the Group in respect of its investment in thermal power project and captive port (TPPCL) at Tamilnadu of Rs 1,04,55,80,571/- in accordance with Ind AS 36 "Impairment of Assets". This assessment involves significant management judgment and estimates on the valuation methodology and various assumptions used in determination of value in use/fair value by independent valuation experts / management as more fully described in the aforesaid note. Based on management's assessment and independent valuation reports determining recoverable value of the project, the Group has made provision for impairment loss of Rs 58,36,94,032/- for the financial year ended March 31, 2021 in respect of TPPCL project.

Our opinion is not qualified in respect of this matter.

As per the other Auditor's Report on Consolidated Financial Statements of Subsidiary Company: Taneja Aerospace and Aviation Limited and associate company TAAL Enterprises Limited

We draw attention Note 4.4 (a) to the Consolidated financial statements which states that the Holding Company had carried on the demerged charter business and activities including banking transactions, statutory compliances and all other commercial activities relating to the demerged charter business for and on account of and in trust for TAAL Enterprises Limited (TEL) until the time TAAL Enterprises Limited (a related party) obtains the requisite statutory licenses for carrying on the demerged charter business. However, the accounting entries pertaining to the demerged charter business are accounted in the books of account of TAAL Enterprises Limited.

Our opinion is not modified in respect of this matter.

5. Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Parent Company's Board of Directors is responsible for the preparation of the other information. The other Information comprises the information included in Company's Annual Report, but does not include the Consolidated Financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated Financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated Financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

6. Management's Responsibility for the Consolidated Financial Statements

The Parent Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows of the Group including its associates in accordance with the and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates are responsible for assessing the ability of Group's and of its associates 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates are also responsible for overseeing the financial reporting process of the Group and of its associates.

7. Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated 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 consolidated 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the ISMT Group has adequate internal financial controls with reference to consolidated financial statement 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 Group 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 consolidated 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 Group 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 consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. The entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Parent Company 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.

8. Other Matters

a) We did not audit the Financial statements/ financial information of two subsidiaries, whose financial statements/ financial information reflect total assets of Rs. 1,27,41,46,711/- as at March 31, 2021, total revenues of Rs. 38,00,32,932/- and net cash inflows amounting to Rs. 1,68,13,667/- for the year ended on that date, as considered in the consolidated Financial statements. The Consolidated Financial statements also include the Group share of net profit (Including Other Comprehensive Income) of Rs 6,45,221/- for the year ended March 31, 2021, as considered in the consolidated Financial statements, in respect of two associate, whose financial statements have not been audited by us. These Financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries and associate, is based solely on the reports of the other auditors.

b) The consolidated financial statements also include the Group's share of total net loss (Including comprehensive Income) of Rs. Nil for the year ended March 31, 2021, as considered in the consolidated financial statements, in respect of one associate, whose financial statements / financial information have not been audited by us. These financial statements / financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid associate, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, this financial statements / financial information is not material to the Group.

Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management.

9. Report on Other Legal and Regulatory Requirements

A. Parent company, subsidiary companies and Associate Company:

In our opinion and based on the consideration of reports of other statutory auditors of the subsidiaries and associate incorporated in India, the remuneration paid by the Parent Company, its subsidiary Company and Its Associate, to its directors is within the limits laid prescribed under Section 197 of the Act and the rules thereunder except in case of one subsidiary company, as the provisions of the aforesaid section is not applicable to private company.

B. As per the other Auditor's Report on Consolidated Financial Statements of Associate Company: ISMT Limited

With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Parent Company to its directors during the year is in accordance with the provisions of section 197 of the Act except to the extent referred in Annexure A to this report. Subsidiaries incorporated in India have not paid any remuneration to its directors.

C. As required by Section 143(3) of the Act, based on our audit we report that:

a) We have sought and obtained all the information and explanations, except for the matter described in the Basis for Qualified Opinion paragraph above, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;

b) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books;

c) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, In our opinion, the Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;

d) In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph above the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

e) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Group and its associates;

f) On the basis of the written representations received from the directors of the Parent Company as on March 31, 2021 taken on record by the Board of Directors of the Parent Company and the reports of the statutory auditors of its subsidiary and associates incorporated in India, none of the directors of the Group and its associates incorporated in India is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;

g) The qualifications relating to maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above;

h) With respect to the adequacy and the operating effectiveness of the internal financial controls with reference to these consolidated financial statements of the Parent Company and its subsidiaries companies and its associates incorporated in India, refer to our separate Report in “Annexure B” to this report;

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

i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group– Refer Note No. 4.1 of consolidated financial statements.

ii. The Group and its associates did not have any material foreseeable losses on long-term contracts including derivative contracts;

iii. There has been no delay in transferring amounts required to be transferred, to the Investor Education and Protection Fund by the Parent Company, its Subsidiaries and Associates Companies incorporated in India.

For V.K. Paradkar & CO
Chartered Accountants
Firm’s registration No.: 120527W

V.K. Paradkar
Proprietor
Membership No.: 17151
UDIN NO: 21017151AAAACB8082

Place : Pune
Date : August 30, 2021

Annexure-A

As per the other Auditor's Report on Consolidated Financial Statements of Associate Company: ISMT Limited

Details of Managerial Remuneration paid / provided in excess of requisite approval:

Designation	Amount paid / provided	Amount paid / provided in excess of requisite approval	Amount due as recoverable from Balance Sheet	Steps taken for recovery
Managing Director Remuneration: Paid Provided	 - 99,00,000	 - 99,00,000	 - -	 - -
Total	**99,00,000**	**99,00,000**	**-**	

Note: Rs. 1.59 Crore up to financial year 2020-21 is subject to approval of Lenders.

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 9 (C) (h) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the members of Indian Seamless Enterprises Limited on the Consolidated Financial statements for the year ended March 31, 2021]

Report on the Internal Financial Controls with reference to Consolidated Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the company as of and for the year ended March 31, 2021, we have audited the internal financial controls with reference to consolidated financial statements of Indian Seamless Enterprises Limited ("the Parent Company"), its Subsidiary Companies and its Associates incorporated in India as of that date. .

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Parent Company, its Subsidiaries and its Associates which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on criteria established by the respective Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls with reference to finanical statements 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Parent Company, its Subsidiaries and its associates, which are incorporated in India, internal financial controls with reference to consolidated 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') issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence, we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in the other matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Group's and it associates internal financial controls system with reference to consolidated financial statements.

Meaning of Internal Financial Controls with reference to consolidated financial statements

A company's internal financial control with reference to consolidated 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 control with reference to consolidated finanical 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 consolidated financial statements

Because of the inherent limitations of internal financial controls with reference to consolidated 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 consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated finanical 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, to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors, as referred to in Other Matters paragraph, the Parent Company, subsidiary companies and its associates which are incorporated in India, have maintained, in all material respects an adequate internal financial controls system with reference to these consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at 31st March, 2021 based on the internal control with reference to consolidated financial statements criteria established by the Parent Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls With reference to finanical statements issued by the Institute of Chartered Accountants of India.

Other Matter:

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to consolidated financial statements in so far as it relates to two subsidiaries and two associates, incorporated in India, is based on the corresponding reports of the auditors of such of such subsidiaries and associates incorporated in India.

For V.K. Paradkar & CO
Chartered Accountants
Firm's registration No.: 120527W

V.K. Paradkar
Proprietor
Membership No.: 17151
UDIN NO: 21017151AAAACB8082

Place : Pune
Date : August 30, 2021

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2021

(Amount in ₹)

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
ASSETS			
NON-CURRENT ASSETS			
(a) Property, plant and Equipment	1.1	**1,01,47,51,333**	1,04,26,31,749
(b) Investment property	1.2	**10,81,80,908**	11,28,63,644
(c) Goodwill on Consolidation		**3,92,82,928**	3,93,60,927
(d) Financial Assets			
Investments	1.3	**3,59,386**	1,35,199
(e) Investments accounted for using the equity method	1.4	**11,10,421**	5,91,020
(f) Deferred Tax Assets(Net)	1.5	**6,37,40,427**	6,37,40,427
(g) Other non-current assets	1.6	**6,98,020**	13,18,861
Total non-current assets		**1,22,81,23,423**	1,26,06,41,827
CURRENT ASSETS			
(a) Inventories	1.7	**7,14,636**	1,18,51,967
(b) Financial Assets			
i) Investments	1.8	**-**	57,54,470
ii) Trade Receivables	1.9	**8,59,94,952**	6,68,75,731
iii) Cash and Cash equivalents	1.10	**5,22,64,382**	7,48,72,534
iv) Bank Balance other than Cash and Cash equivalents	1.11	**17,74,989**	1,17,83,875
v) Loans	1.12	**27,99,133**	28,83,145
vi) Other Financial Assets	1.13	**50,06,000**	5,00,000
c) Current Tax Assets (Net)	1.14	**1,31,07,239**	6,21,15,863
d) Other Current Assets	1.15	**67,38,566**	1,33,22,706
Total current assets		**16,83,99,897**	24,99,60,291
TOTAL ASSETS		**1,39,65,23,320**	1,51,06,02,118
EQUITY AND LIABLITIES			
EQUITY			
(a) Equity Share Capital	1.16	**11,28,76,370**	11,28,76,370
(b) Other Equity	1.17	**31,04,99,233**	28,52,86,700
Equity attributable to equity shareholders of parent company		**42,33,75,603**	39,81,63,070
Non Controlling Interest		**49,63,83,330**	45,35,88,930
Total Equity		**91,97,58,933**	85,17,52,000
LIABLITIES			
NON CURRENT LIABILITIES			
(a) Financial Liabilities			
i) Borrowings	1.18	**1,85,58,225**	9,24,66,529
ii) Other Financial Liabilities	1.19	**2,10,73,657**	1,78,85,714
(b) Provisions	1.20	**2,11,74,564**	2,41,20,171
(c) Other non-current Liabilities	1.21	**3,87,65,219**	4,19,34,000
Total non-current liabilities		**9,95,71,665**	17,64,06,414
CURRENT LIABILTIES			
(a) Financial Liabilities			
i) Borrowings	1.22	**5,81,10,600**	10,13,34,981
ii) Trade Payables	1.23		
Micro and Small Enterprises		**2,43,000**	6,18,956
Others		**7,28,02,798**	3,67,06,235
iii) Other Financial Liabilities	1.24	**13,77,97,913**	19,24,98,080
(b) Other Current Liabilities	1.25	**10,62,80,259**	14,98,25,691
(c) Provisions	1.26	**19,58,152**	14,59,760
Total current liabilities		**37,71,92,722**	48,24,43,704
TOTAL LIABILITIES		**1,39,65,23,320**	1,51,06,02,118
Significant Accounting Policies	3		
Notes to Accounts	4		

As per our report of even date

For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

V. G. Ravetkar
Director
DIN: 00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place : PUNE
Date : August 30, 2021

Place : PUNE
Date : August 30, 2021

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2021

(Amount in ₹)

	Particulars	Note No.	For the year ended March 31, 2021	For the year ended March 31, 2020
	INCOME			
I	Revenue from operations	1.27	**46,00,32,957**	49,04,54,320
II	Other Income	1.28	**1,43,82,876**	1,86,70,286
III	**TOTAL INCOME (I+II)**		**47,44,15,834**	50,91,24,606
IV	**EXPENSES**			
	Cost of Material Consumed	1.29	**5,64,66,908**	3,73,12,079
	Purchases of Stock in Trade		**8,73,30,241**	7,65,75,040
	Changes in inventories of finished goods, Stock-in-Trade and work-in progress	1.30	**75,11,058**	13,80,323
	Employee Benefits Expense	1.31	**9,56,57,637**	10,30,55,873
	Finance Cost	1.32	**3,88,80,229**	6,49,63,372
	Depreciation and amortization expense	1.33	**4,31,08,359**	4,20,37,468
	Other Expenses	1.34	**5,49,19,655**	7,08,07,306
	TOTAL EXPENSES (IV)		**38,38,74,086**	39,61,31,460
V	**PROFIT BEFORE SHARE OF PROFIT OF AN ASSOCIATES AND TAX (III -IV)**		**9,05,41,747**	11,29,93,146
VI	Share of Profit/(Loss) of an Associates (Accounted for using equity method)		**6,42,015**	(1,38,801)
VII	**PROFIT BEFORE TAX (V - VI)**		**9,11,83,762**	11,28,54,345
VIII	**TAX EXPENSES**			
	Current Year Tax		**1,38,00,098**	42,13,000
	Previous Year Tax		**91,28,479**	10,29,830
	MAT credit Entitelment - written off		**-**	1,06,28,588
	Total tax Expenses		**2,29,28,577**	1,58,71,418
IX	**PROFIT FOR THE YEAR (VII - VIII)**		**6,82,55,185**	9,69,82,927
X	**OTHER COMPREHENSIVE INCOME (OCI)**			
	a) Items that will not be reclassified to profit or loss			
	i) Net Gain / (Loss) on Fair Valuation of Equity Instruments through OCI		**47,241**	(94,221)
	ii) Remeasurement gains/losses on defined benefit plan		**(1,63,392)**	1,54,226
	(ii) Income tax effect on above		**(1,550)**	209
	b) Items that will be reclassified to profit or loss			
	i) Exchange differences in translating the financial statements of a foreign operation.		**(4,731)**	36,372
	(ii) Income tax effect on above		**-**	-
	TOTAL OTHER COMPREHENSIVE INCOME		**(1,22,432)**	96,586
XI	**TOTAL COMPREHENSIVE INCOME (VII + X)**		**6,81,32,753**	9,70,79,513
	Profit / (Loss) attributable to:			
	Equity Shareholders of Parent		**2,53,75,636**	4,67,91,518
	Non Controlling Interest		**4,28,79,549**	5,01,91,409
	Other Comprehensive Income attributable to:			
	Equity Shareholders of Parent		**(37,283)**	20,272
	Non Controlling Interest		**(85,149)**	76,314
	Total Comprehensive Income attributable to:			
	Equity Shareholders of Parent		**2,53,38,353**	4,68,11,790
	Non Controlling Interest		**4,27,94,400**	5,02,67,723
XII	**Earning per Equity Share(Face Value of Rs 10/- each)**			
	Basic and Diluted		**2.25**	4.07
	Significant Accounting Policies	3		
	Notes to Accounts	4		

As per our report of even date

For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

V. G. Ravetkar
Director
DIN: 00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place : PUNE
Date : August 30, 2021

Place : PUNE
Date : August 30, 2021

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

(Amount in ₹)

	Particulars	2020 - 21		2019 - 20	
i	**CASH FLOW FROM OPERATING ACTIVITIES**				
	Net Profit/ (Loss) Before Tax and share of associate		**9,05,41,747**		11,29,93,146
	Adjustments For:				
	Depreciation of Asset	**4,31,08,359**		4,20,37,468	
	Profit on sale of Investment	**(65,888)**		(5,19,000)	
	Gain on Fair Valuation of Mutual Funds	**-**		(25,000)	
	Interest Income	**(28,42,876)**		(15,00,254)	
	Interest Expenses	**3,88,80,229**		6,49,63,372	
	Advance to creditors written off	**-**		1,66,075	
	Provision for Doubtful debts	**16,26,446**		24,80,908	
	Assets Discarded	**6,42,022**		-	
	Loss on Sale of Assets	**-**		47,005	
	Sundry Balance Written Back	**(1,07,84,003)**		(1,58,50,746)	
	Dividend Income	**(1,34,370)**		(7,200)	
			7,04,29,918		9,17,92,629
	Operating profit / (loss) before working capital changes		**16,09,71,665**		20,47,85,775
	Adjustments for:				
	Decrease /(Increase) in Inventories	**1,11,37,331**		1,91,81,414	
	Decrease /(Increase) in Trade Receivables	**(2,07,45,666)**		2,33,41,863	
	Decrease /(Increase) in Financial Assets	**(44,21,988)**		9,92,57,341	
	Decrease /(Increase) in Other Assets	**72,04,981**		34,46,973	
	Increase /(Decrease) in Trade Payables	**4,65,04,610**		(3,52,50,813)	
	Increase /(Decrease) in Financial Liabilities	**(66,38,857)**		(47,33,541)	
	Increase /(Decrease) in Other Liabilities	**(4,61,74,421)**		(3,33,67,481)	
	Increase /(Decrease) in Provisions	**(26,10,608)**	**(1,57,44,618)**	34,87,800	7,53,63,556
	Cash generated from/(used in) operations		**14,52,27,047**		28,01,49,331
	Direct taxes paid (Net of refunds)		**2,60,80,047**		(4,40,18,780)
	Net cash flow from/(used in) operating activity		**17,13,07,094**		23,61,30,551
ii	**CASH FLOW FROM INVESTING ACTIVITIES:**				
	Purchase of PPE and Capital Work in Progress	**(1,11,38,301)**		(4,66,409)	
	Purchase of Investment	**(1,76,946)**		(1,06,74,951)	
	Proceeds from sales of PPE	**-**		32,000	
	Decrease /(Increase) in Other Bank Balance	**1,00,08,886**		(25,73,596)	
	Interest Received	**28,42,876**		15,00,254	
	Proceeds from sale of Investment	**58,20,358**		1,00,00,000	
	Net Cash Used in Investing Activities		**73,56,873**		(21,82,702)
iii	**CASH FLOW FROM FINANCING ACTIVITIES:**				
	Interest Paid	**(5,46,61,803)**		(5,84,83,992)	
	Payment of Lease Liabilities	**(7,20,000)**		(1,20,000)	
	Dividend Income	**1,34,370**		7,200	
	Proceeds/ (Repayment) from/of borrowing (net)	**(14,60,24,685)**		(15,29,03,335)	
	Buyback in Associate Company	**-**		(2,95,749)	
	Net Cash from Financing Activities		**(20,12,72,119)**		(21,17,95,876)
	Net Increase/ (Decrease) in Cash and Cash Equivalents (i+ii+iii)		**(2,26,08,152)**		2,21,51,973
	Cash and Cash Equivalents at the beginning of the year (Refer Note 2)		**7,48,72,534**		5,27,20,561
	Cash and Cash Equivalents at the end of the year (Refer Note 2)		**5,22,64,382**		7,48,72,534
	Net Increase/(Decrease) in Cash & Cash Equivalents		**(2,26,08,152)**		2,21,51,973

Notes:

1 The Consolidated Cash Flow Statement is prepared using the " Indirect method" set out in Ind AS 7 - " Statement of Cash Flows"

2 The cash and cash equivalents in the cash flow statement comprise of the following Balance Sheet amounts:

Particulars	**As at March 31, 2021**	As at March 31, 2020
i) Margin money deposits with banks (less than 3 months maturity)	**1,66,27,000**	34,28,973
ii) Current Accounts with Banks	**3,56,10,550**	7,14,03,692
iii) Cash on Hand	**26,833**	39,869
Total	**5,22,64,382**	7,48,72,534

3 Previous year's figures have been restated, wherever necessary, to conform to current year's classification.

As per our report of even date
For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN: 21017151AAAACB8082

V. G. Ravetkar
Director
DIN: 00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place : PUNE
Date : August 30, 2021

Place : PUNE
Date : August 30, 2021

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No - 1.1 - PROPERTY, PLANT AND EQUIPMENTS

Financial Year - 2020 -2021

(Amount in ₹)

Particulars	Gross Block				Depreciation				Net Block	
	As at April 1, 2020	Addition	Deletion / Adjustment	As at March 31, 2021	As at April 1, 2020	For the year	Deletion / Adjustment	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Freehold Land *	71,22,23,204	1,03,63,861	-	**72,25,87,065**	-	-	-	-	**72,25,87,065**	71,22,23,204
Buildings	4,64,28,000	-	-	**4,64,28,000**	73,77,228	32,43,619	-	**1,06,20,847**	**3,58,07,153**	3,90,50,772
Plant and Equipment	38,24,70,963	-	13,17,963	**38,11,53,000**	10,03,67,182	3,22,42,355	12,68,125	**13,13,41,412**	**24,98,11,588**	28,21,03,781
Furniture and Fixtures	49,86,687	-	44,75,436	**5,11,251**	43,01,399	26,382	40,64,428	**2,63,353**	**2,47,898**	6,85,288
Office Equipment	36,13,389	-	8,28,112	**27,85,277**	25,35,282	3,97,739	8,16,025	**21,16,996**	**6,68,281**	10,78,107
Computer Hardware	29,01,335	1,49,440	15,56,026	**14,94,749**	26,61,596	98,690	15,36,907	**12,23,379**	**2,71,371**	2,39,739
Vehicles	1,86,74,036	6,25,000	-	**1,92,99,036**	1,33,61,777	17,18,866	-	**1,50,80,643**	**42,18,393**	53,12,259
Leasehold Improvements	10,03,304	-	10,03,304	-	8,53,332	-	8,53,332	-	-	1,49,972
Right to Use of Assets - Office Premises (Refer Note No 4.10(I))	18,93,841	-	29,070	**18,64,771**	1,05,214	6,19,972	-	**7,25,186**	**11,39,585**	17,88,627
Total	**1,17,41,94,759**	**1,11,38,301**	**92,09,911**	**1,17,61,23,149**	**13,15,63,010**	**3,83,47,623**	**85,38,818**	**16,13,71,815**	**1,01,47,51,333**	**1,04,26,31,749**

Financial Year - 2019 -2020 (Amount in ₹)

Particulars	Gross Block				Depreciation				Net Block	
	As at April 1, 2019	Addition	Deletion / Adjustment	As at March 31, 2020	As at April 1, 2019	For the year	Deletion / Adjustment	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
Freehold Land *	69,24,15,000	1,98,08,204	-	71,22,23,204	-	-		-	71,22,23,204	69,24,15,000
Buildings	4,64,28,000	-	-	4,64,28,000	55,25,350	18,51,878	-	73,77,228	3,90,50,772	4,09,02,650
Plant and Equipment	38,26,45,963	-	1,75,000	38,24,70,963	6,82,89,558	3,21,73,619	95,995	10,03,67,182	28,21,03,781	31,43,56,405
Furniture and Fixtures	49,86,687	-	-	49,86,687	40,94,838	2,06,561	-	43,01,399	6,85,288	8,91,849
Office Equipment	31,82,997	4,30,392	-	36,13,389	20,61,733	4,73,549	-	25,35,282	10,78,107	11,21,264
Computer Hardware	28,65,318	36,017	-	29,01,335	25,43,175	1,18,421	-	26,61,596	2,39,739	3,22,143
Vehicles	1,86,74,036	-	-	1,86,74,036	1,10,35,559	23,26,218	-	1,33,61,777	53,12,259	76,38,477
Leasehold Improvements	10,03,304	-	-	10,03,304	7,53,002	1,00,330	-	8,53,332	1,49,972	2,50,302
Right to Use of Assets - Office Premises (Refer Note No 4.10(I))	-	18,93,841	-	18,93,841	-	1,05,214	-	1,05,214	17,88,627	-
Total	1,15,22,01,305	2,21,68,454	1,75,000	1,17,41,94,759	9,43,03,215	3,73,55,790	95,995	13,15,63,010	1,04,26,31,749	1,05,78,98,090

* The Company had paid Rs 1,98,08,204/- in FY 2016-17 for purchase of Temple Lands to Government Authority, Registration of Land documents is pending The Company has mortgaged 68.27 acres of land, buildings and plant & equipments to Banks.- refer Note 1.19 and 1.23.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No - 1.2 - INVESTMENT PROPERTY
Financial Year - 2020 - 2021

(Amount in ₹)

Particulars	Gross Block				Depreciation				Net Block	
	As at April 1, 2020	Addition	Deletion / Adjustment	*As at March 31, 2021*	As at April 1, 2020	For the year	Deletion / Adjustment	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Hangar Building	13,15,93,000	-		***13,15,93,000***	1,87,29,356	46,82,736		**2,34,12,092**	**10,81,80,908**	11,28,63,644
Total	13,15,93,000	-	-	***13,15,93,000***	1,87,29,356	46,82,736	-	**2,34,12,092**	**10,81,80,908**	11,28,63,644

Financial Year - 2019 -2020

(Amount in ₹)

Particulars	Gross Block				Depreciation				Net Block	
	As at April 1, 2019	Addition	Deletion / Adjustment	As at March 31, 2020	As at April 1, 2019	For the year	Deletion / Adjustment	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
Hangar Building	13,15,93,000	-		13,15,93,000	1,40,47,678	46,81,678		1,87,29,356	11,28,63,644	11,75,45,322
Total	13,15,93,000	-	-	13,15,93,000	1,40,47,678	46,81,678	-	1,87,29,356	11,28,63,644	11,75,45,322

Subsidiary Company - Taneja Aerospace and Aviation Limited

During the year, the company has recognised rental income of Rs 14,24,26,000/- (March 31, 2020 Rs 13,43,64,000/-) in the Consolidated Statement of Profit and Loss for Investment Property.

Investment property is leased out under operating lease. Disclosure on future rent receivable is included in note no 4.11 (II).

The Company has no restrictions on the realisability of its investment properties and no contractual obligations to purchase, construct or develop investment properties or for repairs, maintenance and enhancements.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.3 NON CURRENT FINANCIAL ASSETS - INVESTMENTS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Investment in Equity Instruments - Unquoted		
a) In Other Companies (At fair value through OCI)		
i) Cosmos Co-op Bank Ltd	-	-
1,000 (31 March, 2020: 1,000) equity shares of Rs 100 each fully paid.		
ii) Global Tube & Steel Solutions Private Ltd	**45,000**	-
4500 (March 31, 2020: Nil) equity shares of Rs.10 each fully paid.		
iii) Sanay Tradex Private Ltd	**85,500**	-
8550 (March 31, 2020: Nil) equity shares of Rs.10 each fully paid.		
Investment in Equity Instruments - Quoted		
b) In Other Companies (At fair value through OCI)		
i) Maharashtra Seamless Ltd	**2,758**	1,933
10 (31 March, 2020 : 10) Equity Shares of Rs 5 each fully paid.		
ii) Oil Country Tabular Ltd	**29**	16
5 (31 March, 2020 : 5) Equity Shares of Rs 10 each fully paid.		
iii) Gandhi Special Tubes Ltd	**2,26,100**	1,33,250
850 (31 March, 2020 : 650) Equity Shares of Rs 5 each fully paid.		
Total	**3,59,386**	**1,35,199**

Aggregate amount of unquoted investments	**1,30,500**	-
Aggregate amount of quoted investments - At Cost	**2,97,148**	2,50,702
Aggregate amount of quoted investments - At Market Value	**2,28,886**	1,35,199

Note No. 1.4 INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
In Associate Companies (Equity method accounting)		
a) Investment in Equity Instruments - Unquoted		
i) Fair Growth Holding Pte Ltd	-	-
12,000 (31 March, 2020 : 12,000) Equity Shares of SGD 1 each fully paid).		
b) Investment in Equity Instruments - Quoted		
i) ISMT Ltd	-	-
6,90,20,151 (31 March, 2020 : 6,90,20,151) equity shares of Rs 5 each fully paid. (Refer Note No. 4.6)		
ii) TAAL Enterprises Limited	**11,10,421**	5,91,020
6,291 (31 March, 2020 : 6,291) equity shares of Rs 10 each fully paid.		
Total	**11,10,421**	**5,91,020**

Aggregate amount of unquoted investments	-	-
Aggregate amount of quoted investments - At Cost	**97,22,08,920**	**97,22,08,920**
Aggregate amount of quoted investments - At Market Value	**74,14,20,485**	**18,07,82,074**

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.5 DEFERRED TAX ASSETS (NET)

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
MAT credit entitlement	**6,37,40,427**	6,37,40,427
Total	**6,37,40,427**	6,37,40,427

Deferred tax calculations result into deferred tax assets as at March 31, 2021 as well as at March 31, 2020. However, as a matter of prudence, the Group has not recognized deferred tax assets.

Note No. 1.6 OTHER NON CURRENT ASSETS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Balance with revenue authorities	**5,37,020**	11,37,861
Security Deposits	**1,61,000**	1,81,000
Total	**6,98,020**	13,18,861

Note No. 1.7 INVENTORIES

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Raw Material in Stock	**7,14,636**	43,40,909
Work in Progress in stock (At cost)	**-**	28,44,390
Finished Goods	**-**	46,66,668
Total	**7,14,636**	1,18,51,967

Note No. 1.8 CURRENT FINANCIAL ASSETS - INVESTMENTS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Investments measured at Fair Value through Profit and Loss (fully paid)		
Investment in Mutual Funds - Unquoted		
Units Nil (31 March 2020 : 1,837.25) Tata Liquid Fund Direct Plan- Growth	**-**	57,54,470
Total	**-**	57,54,470

Note No. 1.9 CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Unsecured		
- Considered good	**8,59,94,952**	6,68,75,731
- Considered doubtful	**24,39,193**	26,33,874
Less: Allowance for bad and doubtful debts	**(24,39,193)**	(26,33,874)
Total	**8,59,94,952**	6,68,75,731

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.10 CURRENT FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
i) Balances with Banks	**3,56,10,550**	7,14,03,692
ii) Margin money deposits with banks (less than 3 months maturity)	**1,66,27,000**	34,28,973
iii) Cash on Hand	**26,832**	39,869
Total	**5,22,64,382**	7,48,72,534

Note No. 1.11 CURRENT FINANCIAL ASSETS - BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Margin money deposits with banks (more than 3 months maturity but less than 12 months)	**17,74,989**	1,17,83,875
Total	**17,74,989**	1,17,83,875

Note No. 1.12 CURRENT FINANCIAL ASSETS - LOANS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Security Deposits	**27,99,133**	28,83,145
Total	**27,99,133**	28,83,145

Note No. 1.13 CURRENT FINANCIAL ASSETS - OTHERS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Other Advances recoverable	**50,06,000**	5,00,000
Total	**50,06,000**	5,00,000

Note No. 1.14 CURRENT TAX ASSETS (Net)

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Taxes Paid	**3,31,53,793**	10,24,22,819
Less: Provision for Taxes	**2,00,46,554**	4,03,06,956
Total	**1,31,07,239**	6,21,15,863

Note No. 1.15 OTHER CURRENT ASSETS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Advance to suppliers	**37,11,682**	31,19,559
Balance with Government Authorities	**1,25,262**	41,337
Advance to staff	**2,08,003**	2,54,299
Prepaid expenses	**17,93,631**	51,10,053
Unbilled Revenue	**-**	47,97,458
Advances to be recoverable in cash or kind	**8,99,988**	-
Total	**67,38,566**	1,33,22,706

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.16 EQUITY SHARE CAPITAL

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Authorised :-		
1,20,00,000 (31 March, 2020: 1,20,00,000) Equity shares of Rs. 10/- each	**12,00,00,000**	12,00,00,000
	12,00,00,000	12,00,00,000
Issued , Subscribed and Paid up		
1,13,99,606 (31 March, 2020 : 1,13,99,606) Equity share of 10/- Each fully paid	**11,39,96,060**	11,39,96,060
Less:- Calls in arrears	**11,19,690**	11,19,690
Total	**11,28,76,370**	11,28,76,370

The company has only one class of issued shares having par value of Rs. 10 /- each. Holders of equity shares is entitled to one Vote per Share.

Calls Unpaid by Directors & Officers- NIL

The reconciliation of number of shares outstanding and the amount of share capital is set-out below

(Amount in ₹)

Particulars	**As at March 31,2021**		As at March 31,2020	
	Equity Shares in Numbers	**Amount in Rupees**	Equity Shares in Numbers	Amount in Rupees
Shares outstanding at the beginning of the year	**1,11,75,668**	**11,28,76,370**	1,11,75,668	11,28,76,370
Amount received on unpaid call during the year	**-**	**-**	-	-
Shares bought back during the year	**-**	**-**	-	-
Calls unpaid	**2,23,938**	**11,19,690**	2,23,938	11,19,690
Shares outstanding at the end of the year	**1,13,99,606**	**11,39,96,060**	1,13,99,606	11,39,96,060

The Details of shareholders holding more than 5% Equity Shares (fully paid up) in the Company

(Amount in ₹)

Name of Share Holders (Equity)	**As at March 31,2021**		As at March 31,2020	
	No. of Shares held	**% holding**	No. of Shares held	% holding
Vishkul Enterprises Pvt. Ltd.	**74,39,955**	**65.27%**	74,39,955	65.27%

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

NOTE NO. 1.17 OTHER EQUITY

(Amount in ₹)

Particulars	Reserve and Surplus									Items of Other Comprehensive Income (OCI)			Total
	Capital Reserve	Revaluation Reserves	Capital Redemption Reserve	Amalgamation Reserves	Reserves for Contingencies	Securities Premium	General Reserve	Hedging Reserve Accounts	Retained Earnings	Equity Instruments through OCI	Exchange differences in translating the financial statements of a foreign operation	Remeasurement Gain/ (Losses) on Defined benefit Liabilities	
As at April 1, 2020	**2,49,10,649**	**80,63,06,555**	**26,17,27,717**	**39,67,804**	**35,40,132**	**67,93,94,547**	**1,65,42,48,828**	**7,00,000**	**(3,20,69,90,946)**	**(21,282)**	**68,04,744**	**41,81,802**	**23,87,70,604**
Adjustment :													
Addition during the year	-	-	-	-	-	-	-	-	4,67,91,518	(94,221)	36,372	78,121	4,68,11,790
Less : Adjustment on account of Buy Back expenses in Associate company	-	-	-	-	-	-	-	-	(2,95,749)	-	-	-	(2,95,749)
Sub Total	-	-	-	-	-	-	-	-	**4,64,95,823**	**(94,221)**	**36,372**	**78,121**	**4,65,16,095**
As at March 31, 2021	**2,49,10,649**	**80,63,06,555**	**26,17,27,717**	**39,67,804**	**35,40,132**	**67,93,94,547**	**1,65,42,48,828**	**7,00,000**	**(3,16,04,95,123)**	**(1,15,503)**	**68,41,116**	**42,59,923**	**28,52,86,700**
Adjustments :													
Add: Addition during the year	-	-	-	-	-	-	-	-	2,53,75,636	47,241	(4,731)	(79,793)	2,53,38,353
Less : Interim dividend by associate company	-	-	-	-	-	-	-	-	(1,25,820)	-	-	-	(1,25,820)
Sub Total	-	-	-	-	-	-	-	-	**2,52,49,816**	**47,241**	**(4,731)**	**(79,793)**	**2,52,12,533**
As at March 31, 2021	**2,49,10,649**	**80,63,06,555**	**26,17,27,717**	**39,67,804**	**35,40,132**	**67,93,94,547**	**1,65,42,48,828**	**7,00,000**	**(3,13,52,45,306)**	**(68,262)**	**68,36,385**	**41,80,130**	**31,04,99,233**

NATURE AND PURPOSE OF RESERVES

A Capital Reserve

Represents application money on Equity Share Warrants not exercised.

B Capital Redemption Reserve

Represents Reserve created at the time of redemption of Preference Shares.

C Revaluation Reserve

Associate Company - ISMT Limited - Represents revaluation of Leasehold Land located at Ahmednagar and Baramati of Parent Company, Building and Plant & Machinery of its subsidiary Company "Structo Hydraulic's AB".

D Amalgamation Reserve

Arising out of the Scheme of Arrangement between The Indian Seamless Metal Tubes Limited and the Parent Company.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

E Reserve for Contingencies

Arising out of the Scheme of Arrangement between the Parent Company and Jejuri Steel & Alloys Limited.

F Securities Premium

The amount received in excess of face value of the equity shares is recognised in Securities Premium .

G General Reserve

Represents profit transferred from Statement of Profit and Loss Account and are available for distribution to Shareholders.

H Retained Earnings

Retained Earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

I Foreign Currency Translation Reserves (FCTR)

Exchange differences relating to the translation of the results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency (i.e. Indian Rupees) are recognised directly in the other comprehensive income and accumulated in foreign currency translation reserve.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.18 NON CURRENT FINANCIAL LIABILITIES - BORROWINGS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Secured Loan		
Term Loan from Banks	**5,40,23,722**	15,66,23,029
Other Long Term borrowings	**2,69,503**	4,70,500
Less: Current maturities	**(3,57,35,000)**	(6,46,27,000)
Total	**1,85,58,225**	9,24,66,529

Subsidiary Company - Taneja Aerospace and Aviation Limited

The term loan from bank outstanding as at March 31, 2021 amounting to Rs Nil (March 31, 2019 : Rs 6,81,12,350/-) (including current maturities of non-current borrowings) is secured by a first charge on assignment of Hangar-1 rental / receivables from lessee and specific free hold lands to the extent of Nil acres (March 31, 2019 : 37.47 acres) of land and development thereon of the Company at Belagondapalli Village, Thally Road, Denkanikottai Taluk, Krishnagiri District, Belagondapalli – 635114, Tamil Nadu. Second Pari Passu Charge is created on other property, plant and equipment (both movable and immovable) of the Company along-with other consortium banks as a collateral security. During the year the company has re-paid all loan outstanding and taken back the land title deeds.

The term loan from bank outstanding as at March 31, 2021 amounting to Rs 5,40,23,722/- (March 31, 2019: Rs 6,97,30,787/-) (including current maturities of non-current borrowings) is secured by a first charge on assignment of Hangar-2 rental / receivables from lessee and specific freehold lands to the extent of 41.40 acres of land and development thereon of the Company at Belagondapalli Village, Thally Road, Denkanikottai Taluk, Krishnagiri District, Belagondapalli – 635114, Tamil Nadu as a collateral security.

The term loan from bank outstanding as at March 31, 2021 amounting to Rs Nil (March 31, 2020: Rs 1,87,79,892/-) (including current maturities of non-current borrowings) is secured by a exclusive charge on plant & equipment to be procured under the facility & continuing security of specific freehold lands already mortgaged with bank as a collateral security. During the year the company has re-paid all loan outstanding and security also discharged from Bank.

The other non-current borrowing from banks outstanding as at March 31, 2021 amounting to Rs 2,69,503/-(March 31, 2020 : Rs 4,70,500/-) (including current maturities of non-current borrowings) is secured by a exclusive charge on motor vehicle.

The Company has availed moratorium as per RBI circular for loan outstanding.

Maturity profile of secured term loans (as at March 31, 2021)

(Amount in ₹)

Particulars	**Maturity Profile**	
	1 -2 years	**2-3 years**
Non Current Borrowings	1,42,13,225	43,45,000

Note No. 1.19 NON CURRENT FINANCIAL LIABILITIES -OTHERS

(Amount in ₹)

Particulars	**As at March 31,2021**	As at March 31,2020
Deposit for lessee	**1,97,55,465**	1,62,41,078
Deposit from customers	**7,00,000**	4,00,000
Lease Liabilities (Refer Note No 4.10 (I))	**6,18,192**	12,44,636
Total	**2,10,73,657**	1,78,85,714

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.20 NON CURRENT LIABILITIES - PROVISIONS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Provision For Employee Benefits		
Gratuity	**1,50,59,433**	1,86,72,392
Leave Encashment	**61,15,131**	54,47,779
Total	**2,11,74,564**	2,41,20,171

Note No. 1.21 OTHER NON CURRENT LIABILITIES

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Deferred Rent Income	**3,87,65,219**	4,19,34,000
Total	**3,87,65,219**	4,19,34,000

Note No. 1.22 CURRENT FINANCIAL LIABILITIES - BORROWINGS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Secured Loan		
Term Loan from Others (Refer Note No a)	**30,00,000**	3,40,00,000
Working Capital Loan from Bank (Refer Note b)	**2,86,10,600**	3,98,34,981
Unsecured Loan		
Inter Corporate Deposit	**2,65,00,000**	2,75,00,000
Total	**5,81,10,600**	10,13,34,981

Note:

a) Parent Company

Short Term Loan of Rs 30,00,000/- (March 31, 2020: Rs 3,40,00,000/-) is secured by way of pledge of 3,39,00,000 Equity Shares held in the ISMT Ltd and Corporate Guarantee by third parties.

b) Subsidiary Company - Taneja Aerospace and Aviation Limited

Working capital loans from banks of Rs 2,86,10,600/- as at March 31, 2021 (Rs 3,98,34,981/- as of March 31, 2020), is secured against hypothecation of stock and book-debts on pari-passu basis and second charge on property, plant and equipment including specific freehold lands to the extent of 26.87 acres (March 31, 2020 - 26.87 acres) and development thereon of the Company at Belagondapalli Village, Thally Road, Denkanikottai Taluk, krishnagiri District, Belagondapalli – 635114, Tamil Nadu. Loan is at MCLR plus 5 - 5.30% p.a rate of interest.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.23 CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Total outstanding dues to micro enterprise and small enterprise	**2,43,000**	6,18,956
Total outstanding dues to creditors other than micro enterprise and small enterprise (Refer Note No 4.8)	**7,28,02,798**	3,67,06,235
Total	**7,30,45,798**	3,73,25,191

Note No. 1.24 CURRENT FINANCIAL LIABILITIES - OTHERS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Current Maturities of Non - current borrowings @	**3,57,35,000**	6,46,27,000
Interest payable	**7,05,94,546**	8,65,75,913
Lease Liabilities (Refer Note No 4.10 (I))	**5,98,309**	5,11,660
Other Liabilities	**59,95,958**	2,18,84,600
Employee Related Liability #	**73,62,973**	1,11,45,900
Provision for Expenses	**1,05,07,872**	7,49,752
Customer Claims Payable (Refer Note No. 4.3 (d))	**70,03,255**	70,03,255
Total	**13,77,97,913**	19,24,98,080

@ for security details refer note no 1.18.

Subsidiary Company - Taneja Aerospace and Aviation Limited - Includes Rs 1,54,000/- (March 31, 2020 Rs 5,94,000/-) due to whole time Director.

Note No. 1.25 OTHER CURRENT LIABILITIES

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Advance from customers	**9,19,16,834**	12,95,55,170
Other Liabilities	**2,00,245**	8,39,906
Deferred Rent Income	**35,74,000**	35,74,000
Deferred Revenue	**10,61,249**	27,61,130
Statutory Dues Payable	**85,27,931**	1,20,95,486
Security Deposits	**10,00,000**	10,00,000
Total	**10,62,80,259**	14,98,25,691

Note No. 1.26 CURRENT LIABILITIES - PROVISIONS

(Amount in ₹)

Particulars	As at March 31,2021	As at March 31,2020
Provision For Employee Benefits		
i) Gratuity	**13,51,927**	9,63,177
ii) Leave Encashment	**6,06,225**	4,96,583
Total	**19,58,152**	14,59,760

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No. 1.27 REVENUE FROM OPERATIONS

(Amount in ₹)

Particulars	For the Year Ended March 2021	For the Year Ended March 2020
Sales of Products		
Sales - Trading	**9,15,54,851**	7,96,75,402
Sales - Aviation	**3,06,45,293**	4,05,60,000
Sales of Services		
Professional fee	**2,32,76,984**	8,82,97,464
Service - Aviation		
Domestic Conversion Charges	**12,94,00,115**	10,34,23,454
Rental Income	**18,09,96,000**	16,90,84,000
Training and Other services	**41,59,714**	94,14,000
Total	**46,00,32,957**	49,04,54,320

Subsidiary Company "Taneja Aerospace and Aviation Limited"

Performance obligations and remaining performance obligations

Aggregate amount of the transaction price allocated to long-term fixed price contracts that are partially or fully unsatisfied as on March 31, 2021 is Rs 11,86,47,000/- of which the Company expects to recognize 89% (Rs 10,53,21,000/-) as revenue in 2021-22, and 11% (Rs 1,33,26,000/-) as revenue in 2022-23. All other contracts are for periods one year or less. As permitted under Ind AS 115 the transaction price allocated to these unsatisfied contracts is not disclosed.

Note No. 1.28 OTHER INCOME

(Amount in ₹)

Particulars	For the Year Ended March 2021	For the Year Ended March 2020
Dividend Income	**1,34,370**	7,200
Interest on Income Tax Refund	**16,11,759**	-
Profit on Sale of Investments	**65,888**	5,19,000
Gain on Fair Valuation of Mutual Funds	**-**	25,000
Interest Income	**12,11,604**	15,00,254
Interest Income for financial assets measured at amortized cost	**19,513**	-
Foreign Exchange Variance Income	**1,82,538**	-
Credit Balance - Written Back	**1,07,84,003**	1,58,50,746
Miscellaneous Income	**3,73,201**	7,68,087
Total	**1,43,82,876**	1,86,70,286

Note No- 1.29 COST OF MATERIAL CONSUMED

(Amount in ₹)

Particulars	For the Year Ended March 2021	For the Year Ended March 2020
Inventory at the beginning of the year	**43,40,909**	2,21,42,000
Add: Purchases and Other Direct Cost	**5,28,40,635**	1,95,10,988
Less : Inventory at the end of the year	**7,14,636**	43,40,909
Total	**5,64,66,908**	3,73,12,079

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No- 1.30 CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-INPROGRESS

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Inventories at the beginning of the year:		
Opening Stock in Trade	**46,67,000**	-
Opening Work in Progress	**28,44,058**	88,91,381
	75,11,058	88,91,381
Inventories at the end of the year:		
Closing Stock in Trade	-	-
Closing Work in Progress	-	75,11,058
	-	75,11,058
	75,11,058	13,80,323

Note No. 1.31 EMPLOYEE BENEFITS EXPENSE

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
i) Salaries, wages Bonus and Allowances	**8,48,43,531**	8,87,81,736
ii) Contribution to Provident Fund and Other Funds	**58,66,812**	61,19,948
iii) Gratuity	**21,88,968**	41,11,093
iv) Staff Welfare Expenses	**27,58,326**	40,43,096
Total	**9,56,57,637**	10,30,55,873

Note No-1.32 FINANCE COST

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Interest expenses		
Interest	**1,35,24,696**	2,00,58,222
Interest on Working Capital	**1,47,24,990**	2,68,05,832
Interest on Lease Liabilities	**2,09,275**	41,046
Interest on Income Tax	-	60,09,884
Other borrowing costs		
Cash Discount	**1,14,242**	-
Other Finance Cost	**1,03,07,026**	1,20,48,388
Total	**3,88,80,229**	6,49,63,372

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Note No-1.33 DEPRECIATION AND AMORTIZATION EXPENSE

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Depreciation on Property, Plant and Equipments	**3,83,47,623**	3,73,55,791
Depreciation on Investment Properties	**46,82,736**	46,81,678
Amortisation of Goodwill	**78,000**	-
Total	**4,31,08,359**	4,20,37,469

Note No. 1.34 OTHER EXPENSES

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
Repair and Maintenance - Plant and Machinery	**16,90,091**	22,50,331
Repair and Maintenance - Buildings	**18,000**	2,81,660
Repair and Maintenance - Others	**17,53,135**	28,78,724
Office Expenses	**60,768**	50,66,176
Corporate Social Responsibility Expenses	**24,78,926**	36,16,000
Power and Fuel	**71,85,481**	94,76,228
Audit Fees	**11,24,000**	13,98,000
Advertisement and Sale Promotion	**13,97,636**	15,23,323
Advance to creditors written off	**-**	1,66,075
Foreign Exchange Loss	**-**	7,12,636
Rates ,Taxes and fees	**85,06,602**	1,17,80,610
Insurance	**20,58,341**	18,83,960
Loss on sale of assets	**-**	47,005
Travelling expense	**26,09,250**	43,27,279
Vendor Charges	**39,70,533**	35,16,000
Assets discarded	**6,42,022**	-
Provision for Doubtful debts	**16,26,446**	24,80,908
Professional & Legal fees	**1,34,18,130**	1,75,30,018
Miscellaneous expense	**63,80,294**	18,72,373
Total	**5,49,19,655**	7,08,07,306

The following is the break-up of Auditors remuneration (exclusive of taxes)

(Amount in ₹)

Particulars	**For the Year Ended March 2021**	For the Year Ended March 2020
As auditor:		
Statutory audit	**6,50,000**	6,50,000
In other capacity:		
Limited Review	**4,50,000**	4,50,000
GST Audit Fees	**24,000**	70,000
Reimbursement of expenses	**-**	2,28,000
Total	**11,24,000**	13,98,000

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

2. Corporate Information

Indian Seamless Enterprises Limited ("the Parent Company") is a public limited company incorporated in India (CIN: U29000PN1995PLC090946) having its registered office in Pune. The Parent Company is mainly engaged in Trading of Tubes, Investments and consultancy services. The consolidated financial statement comprises financials of the parent company and its subsidiaries (referred to collectively as "the Group") and its associates.

These consolidated financial statements for the year ended March 31, 2021 were approved for the issue by the Board of Directors vide their Board meeting dated August 30, 2021.

3. Significant Accounting Policies

3.1 Statement of compliance:

The consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS), including the rules notified under Section 133 of the Companies Act, 2013 (the 'Act') read with Companies (Indian Accounting Standard) Rules, 2015 as amended; and the other relevant provisions of the Act and Rules there under.

3.2 Principles of Consolidation

3.2.1. Subsidiaries:

The consolidated financial statements have been prepared in accordance with Ind AS 110 on "Consolidated Financial Statements" on the following principles:

a) Subsidiaries are entities controlled by the Parent Company. Control exists when the parent has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over the entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. The financial statements of the subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which the control ceases.

b) The consolidated financial statements comprise of the financial statement of the Parent Company and its subsidiaries referred herein in Para 3.2.5 below. The financial statements of the Parent Company and its subsidiaries have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, incomes and expenses after eliminating intra-group balances, intra, group transactions and unrealized profits resulting there from and are presented to the extent possible, in the same manner as the Parent Company independent financial statements

c) In case of foreign subsidiaries, revenue items are converted at the average rates prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized in the "Foreign Currency Translation Reserve".

d) The financial statements of the Parent Company and its subsidiaries have been consolidated using uniform accounting policies for like transactions and other events in similar circumstances. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. The financial statements of the subsidiaries used in consolidation are drawn up to the same reporting date as that of the Parent Company i.e., year ended March 31, 2021.

e) Non-controlling interests in the net assets of consolidated subsidiaries consists of:.

- The amount of equity attributable to non-controlling interests at the date on which investment in a subsidiary is made; and
- The non-controlling interests' share of movements in equity since the date parent subsidiary relationship came into existence.
- The profit and other comprehensive income attributable to non-controlling interests of subsidiaries are shown separately in the Consolidated Statement of Profit and Loss and Statement of Changes in Equity.

3.2.2. Associates

a) An associate is an entity in which the Group has significant influence, but no control or joint control over the financial and operating policies.

b) Interest in associates are accounted for using the equity method. They are initially recognized at cost which includes transaction cost. Subsequent to initial recognition the consolidated financial statements include the Associates share of profit or loss and Other Comprehensive Income ("OCI") until the date on which significant influence or joint control ceases.

c) The difference between the cost of investment in the associates and the share of net assets at the time of acquisition of shares in the associates is identified in the financial statements as Goodwill or Capital Reserve as the case may be.

d) Unrealized gains / losses arising from transactions with such entities are eliminated against the investment to the extent of the Group's interest in the associates.

3.2.3. Business Combination:

In accordance with Ind AS 103, the Group accounts for business combinations using the acquisition method when the control is transferred to the Group. The consideration transferred for the business combinations is generally measured at fair value as at the date the control is acquired (acquisition date), as are the net identifiable assets acquired. Any goodwill that arises is tested annually for impairment. The Parent Company determines the basis of control in line with the requirements of Ind AS 110, Consolidated Financial Statements. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

If a business combination is achieved in stages, any previously held equity interest in the acquiree is remeasured at its acquisition date fair value and any resulting gain or loss is recognized in profit or loss or OCI as appropriate.

3.2.4. Common Control:

Business combinations involving entities that are ultimately controlled by the same part(ies) before and after the business combination are considered as Common control entities and are accounted using the pooling of interest method as follows:

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect the fair values, or recognise new assets or liabilities. Adjustments are made to harmonise accounting policies.

The financial information in the financial statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee or is adjusted against general reserve.

The identity of the reserves is preserved and the reserves of the transferor become the reserves of the transferee.

The difference if any, between the amounts recorded as share capital plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve and is presented separately from other capital reserves.

3.2.5. The consolidated Financial Statements present the consolidated accounts of Indian Seamless Enterprises Limited with its subsidiaries and associate's companies:

Sr No		Name of Company	Country of Incorporation	Nature of Relationship	Effective Ownership Interest (%)
1	*	Laurus Tradecon Private Limited	India	Subsidiary	52.01%
2	*	Taneja Aerospace & Aviation Ltd	India	Subsidiary	50.75%
3	*	ISMT Ltd	India	Associate	47.11%
4	*@	TAAL Enterprises Ltd.	India	Associate	0.20%
5	$	Fair Growth Holding Pte Ltd	Singapore	Associate	33.33%

Reporting dates of all Subsidiary Companies an Associate companies is March 31, 2021.

* Audited by other auditors

*@ considered as associate company by virtue of equity holding by ultimate Parent Company.

$ Compiled by the Management as on March 31, 2021

3.3 Basis of Preparation of Consolidated Ind AS Financial Statements

The consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("Act") read with Companies (Indian Accounting Standards) Rules, 2016; as amended and the other relevant provisions of the Act and Rules there under.

The consolidated financial statements have been prepared on a historical cost basis except for certain financial assets and financial liabilities (including financial instruments) which have been measured at fair value at the end of each reporting period as explained in the accounting policies stated below.

3.4 Functional and presentation currency:

The Functional and presentation currency of the Group is Indian rupees. Accordingly, all amounts disclosed in the consolidated financial statements and notes have been shown in Indian rupees.

3.5 Current versus non-current classification

The Group has classified all its assets and liabilities under current and non-current as required by Ind AS 1- Presentation of Financial Statements. The asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle;
- Held primarily for purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent 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

All liabilities are current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

3.6 Revenue Recognition:

The Group derives revenue primarily from Trading of Tubes, Investments and consultancy services

The Group follows specific recognition criteria as described below before the revenue is recognized.

i Sales

a) Sales of Goods:

Revenue from contracts with customers is recognised when the entity satisfies a performance obligation by delivering a promised goods or service to customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment but excluding taxes or duties collected on behalf of the government and net of returns and allowances, trade discounts and volume rebates.

b) Professional fees:

Revenue from professional fees is recognized upon by reference to the stage of completion of service and the amount of revenue can be measured reliably.

ii Other Operating Revenue

Other Operating revenue comprises of following items:

- **Dividend Income**

  Dividend Income are recognized on receipt basis.

- **Interest Income**

  Interest income from financial assets is recognized using effective interest rate method.

- **Operating Lease Income**

  Revenue from Operating Lease is recognized on a straight line basis.

iii Subsidiary Company: Taneja Aerospace and Aviation Limited and Associate Company TAAL Enterprises Limited:

a) Revenue from long-term fixed time frame price contracts where the performance obligations are satisfied over time and there is no uncertainty as to measurement or collectability of consideration, is recognised as per the percentage-of-completion method and billed in terms of the agreement with and certification by the customer.

b) Rental income arising from operating leases (leases of hangar) is accounted for on a straight-line basis (except where the rentals are structured to increase in line with expected general inflation) over the lease terms based on agreement/contract entered into with the third party on accrual basis and is included in revenue in the Consolidated Statements of Profit and Loss due to its operating nature.

c) Training fees received, being non-refundable, is accounted over the period of training period.

d) Charter income from aircraft given on charter is booked on the basis of contract with customers and on completion of actual flying hours of the aircraft.

e) Revenue from time and material service contracts is recognized pro-rata over the period of the contract as and when services are rendered and the collectability is reasonably assured.

f) The Group accounts for volume discounts and pricing incentives to customers as a reduction of revenue based on the ratable allocation of the discounts/ incentives to each of the underlying performance obligation that corresponds to the progress by the customer towards earning the discount/incentive. Also, when the level of discount varies with increases in levels of revenue transactions, the Group recognises the liability based on its estimate of the customer's future purchases. If it is probable that the criteria for the discount will not be met, or it the amount thereof cannot be estimated reliably, then discount is not recognized until the payment is probable and the amount can be estimated reliably. The Group recognized changes in the estimated amount of obligations for discounts in the period in which the change occurs. The discounts are passed on to the customer either as directly payments or as a reduction of payments due from the customer.

g) Revenue recognised in excess of billings is classified as contract assets ("Unbilled revenue") included in other current liabilities.

h) Billings in excess of revenue recognized is classified as contract liabilities ("Deferred revenue") included in other current liabilities.

i) Other Income

The Group recognises duty drawback and income from duty credit scrips only when there is reasonable assurance that the conditions attached to them will be complied with, and the duty drawback and duty credit scrips will be received. Commission income is recognized when the right to receive payment is established.

3.7 Property, Plant and Equipment:

i Property, plant and equipment are stated at their original cost of acquisition including taxes, duties, freight, other incidental expenses related to acquisition and installation of the concerned assets and excludes refundable taxes and duties.

ii Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably. When significant parts of plant and equipment are required to be replaced at intervals, the group depreciates them separately based on their specific useful lives. All other repairs and maintenance costs are recognized as expense in profit and loss statement as and when incurred.

iii All incidental expenses incurred during project implementation, for the project as well as trial run expenses are treated as expenditure during construction and are capitalized.

iv Capital work in progress (CWIP) comprises of cost of acquisition of assets, duties, levies and any cost directly attributable to bringing the asset to its working condition for the intended use. Expenditure incurred on project under implementation is treated as incidental expenditure incurred during construction and is pending allocation to the assets which will be allocated / apportioned on completion of the project

v Subsidiary Company: Taneja Aerospace and Aviation Limited:

a) Considering the nature of business activity, Runway has been treated as Plant and Equipment and depreciation has been provided accordingly.

b) Assets received on amalgamation are recorded at its fair value.

3.8 Depreciation:

i Depreciation on Building, Plant & Machinery, Computer Hardware is provided as per the useful life specified in Part 'C' of Schedule II of the Companies Act, 2013 on Straight Line Method.

ii Deprecation on Vehicle, office equipment, furniture and fixtures, vehicle and leasehold improvement is provided as per the useful life specified Part 'C' of Schedule II of the Companies Act, 2013 on Written Down Value Method.

iii In case of additions to and deletion from fixed assets, depreciation is charged on a pro-rata basis from the date of addition/till the date of deletion.

iv Subsidiary Company: Taneja Aerospace and Aviation Limited:

Depreciation on Buildings, Plant and Machinery and Computer-Hardware is provided as per the useful life specified in Part 'C' of Schedule II of the Companies Act, 2013 on Straight Line Method.

Based on the technical expert's assessment of useful life, following class of property, plant and equipment are being depreciated over useful lives different from the prescribed useful lives under Schedule II to the Companies Act, 2013. Management believes that such estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. These estimates are based on the technical evaluation which considered the nature and usage of the assets, the operating conditions of the assets, anticipated technological changes and maintenance support etc.

Property, Plant and Equipment	
Plant and Machinery	15 -48 years

v Associate Company: ISMT Limited

a) Leasehold Land is amortized over lease period.

b) Depreciation on Plant & Machinery other than Captive Power Plant is provided on its useful life estimated by the management on Written Down Value method. For these classes of assets, based on the technical evaluation carried out by the external experts, the management has estimated the useful lives in the range of 8 years to 65 years.

c) Depreciation on Building and Plant & Machinery of Captive Power Plant is provided as per the useful life specified in Part ‘C‘ of Schedule II of the Companies Act, 2013 on Straight Line Method.

d) Deprecation on Furniture & Fixtures, Office Equipment and vehicle is provided as per the useful life specified in Part ‘ C ‘ of Schedule II of the Companies Act, 2013 on Written Down Value Method except in case of Tridem Port and Power Company Private Limited and Nagapattinam Energy Private Limited where straight line method is followed

e) Depreciation on property, plant and equipment of the Group’s foreign subsidiaries has been provided on straight line method as per the estimated useful life of such assets. Details of estimated useful life of property, plant and equipment of these foreign subsidiaries are as follows:

Sr. No.	Class of Assets	Useful life in Years
1	Building	45 Years
2	Equipment’s, Tools, Fixtures and Fittings	3 to 5 years
3	Plant & Machinery and Equipment	3 to 30 Years
4	Computer Hardware and Software	5 Years

3.9 Intangible Assets:

Intangible assets acquired separately are measured on initial recognition at cost. Cost comprises the acquisition price, development cost and any attributable / allocable incidental cost of bringing the asset to its working condition for its intended use. The useful life of intangible assets is assessed as either finite or indefinite. All finite-lived intangible assets, are accounted for using the cost model whereby intangible assets are stated at cost less accumulated amortisation and impairment losses, if any. Intangible assets are amortised on straight line basis over the estimated useful economic life. Residual values and useful lives are reviewed at each reporting date.

Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

When an intangible asset is disposed of, the gain or loss on disposal is determined as the difference between the proceeds and the carrying amount of the asset, and is recognized in the Consolidated Statement of profit and loss within ‘other income’ or ‘other expenses’ respectively.

3.10 Investment properties:

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

The cost includes the cost of replacing parts and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of the investment properties are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in profit or loss as incurred.

Depreciation on investment properties is provided on a pro-rata basis on straight line method over the estimated useful lives. Use-fil life of assets, as assessed by the management, corresponds to those prescribed by Schedule II – Part ‘C’.

Though the Group measures investment properties using cost based measurement, the fair value of investment properties is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer.

Investment properties are de-recognised either when they have been disposed off or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of de-recognition.

3.11 Leases :

As a lessee

The Group’s leased assets consist of leases for Office Premises. At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the group assesses whether: (i) the contract involves the use of an identified asset (ii) the group has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use; and (iii) the Group has the right to direct the use of the asset

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received..

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of Property, Plant and Equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

The lease liability is subsequently measured at amortised cost using the effective interest method. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, or if the Group changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

As a lessor

Leases in which Group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from Group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

3.12 Inventories:

i. Stock of raw materials, stores, spares, bought out items and certain components are valued at cost less amounts written.

ii. Subsidiary Company: Taneja Aerospace and Aviation Limited:

a) Stock of certain aero structures, components, work-in-progress and finished goods are valued at lower of cost and net realizable value based on technical estimate of the percentage of work completed.

b) Work-in-progress, manufactured finished goods and traded goods are valued at the lower of cost and net realizable value. Cost of work-in-progress and manufactured finished goods is determined on the weighted average basis and comprises direct material, cost of conversion and other costs incurred in bringing these inventories to their present and condition. Cost of traded goods is determined on a weighted average basis.

iii. Associate Company: ISMT Limited

a) Raw Materials are valued at lower of cost or net realizable value. Cost is determined on weighted average basis.

b) Semi-finished and finished goods are valued at lower of cost or net realizable value. The cost includes raw material on weighted average basis, labour cost, manufacturing expenses, production overheads and depreciation.

c) Stores, Spares and Coal are valued at cost determined on weighted average basis except for those which have a longer usable life, which are valued on the basis of their remaining useful life.

d) Subsidiary Companies - ISMT Europe AB and Indian Seamless Inc. USA:

Inventory is valued at the lower of original cost on a first in first out principle and net realizable value respectively. Obsolescence risk have been considered.

3.13 Employee Benefits:

i. Provision for Gratuity and Leave Encashment has been made on the assumption that such benefits are payable to employees at the end of the accounting year.

ii. Subsidiary Company: Taneja Aerospace and Aviation Limited and Associate Company : ISMT Limited and TAAL Enterprises Limited

a) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the year in which the employees render the related service are recognised in respect of employees' services upto the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the Balance Sheet.

b) Other long-term employee benefits obligations

- **Defined contribution plan**

Group makes defined contribution to Provident Fund and Superannuation Fund, which are recognised as an expense in the Consolidated Statement of Profit and Loss on accrual basis. Group has no further obligations under these plans beyond its monthly contributions.

Employee 's State Insurance Scheme: Contribution towards employees ' state insurance scheme is made to the regulatory authorities, where Group has no further obligations. Such benefits are classified as Defined Contribution Schemes as Group does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Consolidated Statement of Profit and Loss.

- **Defined benefit plans**

Gratuity: Group provides for gratuity, a defined benefit plan (the 'Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death incapacitation or termination of employment, of an amount based on the respective employee 's salary. Group 's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the other comprehensive income in the year in which they arise.

Compensated Absences: Accumulated compensated absences, which are ex to be availed or encased within twelve months from the end of the year are treated as short-term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be availed or encased beyond twelve months from the end of the year are treated as other long-term employee benefits. Group's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Consolidated Statement of Profit and Loss in the year in which they arise.

Leaves under defined benefit plans can be encashed only on discontinuation of service by employee.

Foreign Subsidiary Companies of Associate Company (ISMT Ltd.):

The Group makes defined contribution to the Insurance Company as a social security benefit on accrual basis.

3.14 Research and Development:

Research and Development costs (other than costs of fixed assets acquired) are charged to Consolidated Statement of Profit and Loss in the year in which they are incurred.

3.15 Foreign Currency Transactions:

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities at the Balance Sheet date are translated at the exchange rate prevailing on the date of Balance Sheet.

Exchange rate differences resulting from foreign currency transactions settled during the period including year-end translation of assets and liabilities are recognized in the Consolidated Statement of Profit and Loss.

Non-monetary assets, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the initial transaction.

Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in Other Comprehensive Income (OCI) or Consolidated Statement of Profit and Loss are also recognized in OCI or Consolidated Statement of Profit and Loss, respectively).

3.16 Government Incentive:

Government grants are recognized where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognized as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognized as income in equal amounts over the expected useful life of the related asset.

When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as a government grant. The loan or assistance is initially recognized and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per accounting policy applicable to financial liabilities

3.17 Cash and cash equivalents:

Cash and cash equivalents comprises cash on hand and at bank and demand deposits with banks which are short-term, highly liquid investments with original maturities of three months or less, that are readily convertible into a known amounts of cash and which are subject to an insignificant risk of changes in value.

3.18 Fair Value Measurement:

The Group measures certain financial instruments at fair value at each balance sheet date. Certain accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has an established control framework with respect to the measurement of fair values and the valuation team regularly reviews significant unobservable inputs and valuation adjustments.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

Level 2 — inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. as derived from prices)

Level 3 — inputs for the asset or liability that are not based on observable market data (unobservable inputs)

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into a different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirely in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

3.19 Financial instruments:

The Group recognizes financial assets and financial liabilities when it becomes party to the contractual provision of the instrument.

I. Financial Assets:

a) Initial recognition and measurement:

Financial assets are initially measured at its fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the concerned financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to acquisition of financial assets at fair through profit or loss are recognized immediately in profit or loss. However, trade receivable that do not contain a significant financing component are measured at transaction price.

b) Subsequent measurement:

For subsequent measurement, the Group classifies financial asset in following broad categories:

i. Financial asset carried at amortized cost (net of any write down for impairment, if any):

Financial assets are measured at amortized cost when asset is held within a business model, whose objective is to hold assets for collecting contractual cash flows and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest. Such financial assets are subsequently measured at amortized costs using Effective Interest Rate (EIR) method less impairment, if any. The losses arising from impairment are recognized in the Consolidated Statement of profit or loss. Cash and bank balances, trade receivables, loans and other financial asset of the group are covered under this category.

ii. Financial asset carried at FVTOCI:

Financial asset under this category are measured initially as well as at each reporting date at fair value, when asset is held with a business model whose objective is to hold asset for both collecting contractual cash flows and selling financial assets. Fair value movements are recognized in the other comprehensive income.

iii. Financial asset carried at FVTPL:

Financial asset under this category are measured initially as well as at each reporting date at fair value. Changes in fair value are recognized in the Consolidated Statement of profit or loss.

c) Other equity instruments:

All other equity instruments are measured as fair value, with value changes recognized in the Consolidated Statement of Profit and Loss, except for those equity instrument for which the Group has elected to present the value changes in ‘Other Comprehensive Income’.

d) Derecognition:

A financial asset is primarily derecognized when rights to receive cash flows from the asset have expired or the Group has transferred its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risk and reward of the ownership of the financial asset.

e) Impairment of financial asset:

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

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

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

For trade receivables Group applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Group uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

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

II. Financial Liabilities:

a) Initial recognition and measurement:

The Group recognizes a financial liability in its Balance Sheet when it becomes party to the contractual provisions of the instrument. Group classifies all financial liabilities as subsequently measured at amortised cost or FVTPL.

All financial liabilities are recognized initially at fair value and in the case of loans, borrowings and payables, net of directly attributable transaction costs. Financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

b) Subsequent measurement:

Financial liabilities are carried at amortized cost using the Effective Interest Rate (EIR) method. For trade and other payable maturing within one year from balance sheet date, the carrying amount approximate fair value due to short maturity of these instruments

c) 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 Consolidated Statement of Profit and Loss.

III. Offsetting of Financial Instruments

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

3.20 Segment accounting:

The Group's operating segments are established on the basis of those components of the Group that are evaluated regularly by the Executive Committee, the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments', in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal business reporting systems.

3.21 Aircraft purchase option:

Associate Company: TAAL Enterprises Limited

Aircraft purchase options are recorded at cost on the date of acquisition. Aircraft purchase option is amortized over its estimated useful life or the legal life (as per the amended agreement), whichever is lower with a mid-quarter convention.

3.22 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the year attributable to the shareholders of the Group and weighted average number of shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net profit for the year attributable to the shareholders of the Group and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

3.23 Provision for Current and Deferred Tax:

The tax expense for the period comprises current and deferred tax. Taxes are recognised in the Consolidated Statement of profit and loss, except to the extent that it relates to the items recognised in the comprehensive income or in Equity. In which case, the tax is also recognised in the comprehensive income or in Equity

Current tax:

Provision for Current tax is made on the basis of relevant provision of The Income Tax Act, 1961 as applicable to the financial year.

Deferred tax:

Deferred tax is recognised 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 timing difference. Deferred tax assets are recognized for deductible temporary differences. to the extent that they are probable that taxable profit will be available against which the deductible temporary difference can be utilized.

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

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

Minimum Alternate Tax (MAT) Credit:

MAT credit is recognized as deferred tax asset only when and to the extent there is convincing evidence that the Group will pay normal income tax during the specified period.

Foreign Associate Company and Foreign subsidiary companies of Associate Company:

Tax expenses have been accounted for on the basis of tax laws prevailing in respective countries

3.24 Impairment of non-financial Assets:

The Group assesses at each reporting date as to whether there is any indication that any property, plant and equipment or group of assets, called cash generating units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognized in the Consolidated Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

3.25 Provision, Contingent Liabilities and Contingent Assets:

Provisions are recognized when the Group has present obligation (legal or constructive) as a result of past event and it is probable that 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 expense related to a provision is presented in the Consolidated Statement of profit and loss net of any reimbursement/ contribution towards provision made.

If the effect of the time value of money is material, estimate for the provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liability:

Contingent Liabilities are not provided and are disclosed in Notes on Accounts. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

3.26 Events occurring after the Balance Sheet Date

Events occurring after the Balance Sheet date and till the date on which the financial statements are approved, which are material in the nature and indicate the need for adjustments in the financial statements have been considered

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

3.27 Standards Issued but not yet Effective: -

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable to the Group from April 1, 2020.

3.28 Key accounting judgments', estimates and assumptions:

The preparation of the Group's consolidated Ind AS financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and the accompanying disclosures along with contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require material adjustments to the carrying amount of assets or liabilities affected in future periods. The Group continually evaluates these estimates and assumptions based on the most recently available information.

In particular, information about significant areas of estimates and judgments in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated Ind AS financial statements are as below:

a. Assessment of functional currency (Refer Note no 3.4);

b. Financial instruments (Refer Note no 3.19);

c. Estimates of useful lives and residual value of PPE (Refer Note no 3.7);

d. Impairment of financial and non-financial assets (Refer Note no 3.19 and 3.24);

e. Valuation of inventories (Refer Note no 3.12);

f. Allowances for uncollected trade receivable and advances (Refer Note no 3.19);

g. Evaluation of recoverability of deferred tax assets (Refer Note no 3.23); and

h. Contingencies and Provisions (Refer Note no 3.25).

Revisions to accounting estimates are recognized prospectively in the Consolidated Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

4.1 Contingent Liabilities and Commitments (To the extent not provided for)

(Amount in ₹)

Particulars	**As at March 31, 2021**	**As at March 31, 2020**
Contingent Liabilities		
Parent Company		
Corporate guarantees for Banking facilities / Term Loan granted to Subsidiary Company (Refer note a)	**-**	5,92,00,000
Subsidiary Companies:		
i) Claims against the company not acknowledged as debts :		
Service Tax	**1,24,37,000**	1,24,37,000
Excise Duty	**1,68,40,000**	1,77,82,000
City Civil Court	**1,70,00,000**	1,70,00,000
ii) Capital and other commitments (to the extent not provided for)		
Letters of Credit	**-**	7,23,000
Bank Guarantees	**1,94,83,000**	6,37,86,000
Indemnity issued to customers	**5,14,75,000**	7,13,85,000
Associate Company		
i) Claims against the company not acknowledged as debts:		
Sales Tax	**7,43,00,000**	17,65,00,000
Income Tax	**3,32,81,000**	4,45,11,000
Excise and Custom Duty	**27,13,00,000**	30,35,00,000
Claims filed by Banks / Lenders with Debt Recovery Tribunal (Refer note c)	**1,19,37,00,000**	1,19,37,00,000
Others	**23,32,00,000**	1,14,69,00,000
Corporate Guarantees (Refer note b)	**-**	3,80,00,000
ii) Commitments		
Estimated amount of contract remaining to be executed on capital account and not provided for (net of advances)	**5,36,00,000**	6,64,00,000

Note:

Parent Company :

a) Rs Nil (March 31, 2020, Rs 5,92,00,000/-),5,00,000 Equity Shares held in the subsidiary company - Taneja Aerospace and Aviation Ltd were pledged for securing the loan granted by the bank to Subsidiary Company- Laurus Tradecon Pvt Ltd along with the Corporate guarantee. During the year, the Loan was repaid by the subsidiary company Lauras Tradecon Pvt Ltd and the Corporate guarantee along with the pledged shares have been released by the bank.

Associate Company : ISMT Limited

b) Given to lender of ISMT Europe AB, Sweden of Rs. Nil by Struct Hydraulics AB, Sweden (March 31, 2020 Rs. 3,80,00,000/-) in respect of bills discounting facility.

c) Out of the above most of the debt have been assigned to ARC's and the Parent Company is in process of restructuring of the debt.

The Group does not expect the outcome of the matters stated above to have a material adverse impact on the Group's s financial condition, result of operations or cash flows. Future cash outflows in respect of liability for Income Tax, Sales Tax, Service Tax, Custom Duty and Excise Duty is dependent on decisions by relevant authorities of respective disputes and in respect of other liabilities it is dependent on terms agreed upon with the parties.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

4.2 Calls in arrears is on Equity Shares-2,23,938 (March 31, 2020 : 2,23,938).

4.3 Subsidiary Company - Laurus Tradecon Private Limited

(a) Balance of debtors & creditors are subject to confirmation, any adjustments for differences, if any, would be made at the time of settlement/reconciliation. The management is of the view that the impact of such adjustments, if any, is not likely to be significant.

(b) The business environment has become extremely competitive and challenging in the short run. The Company is taking suitable corrective steps.

(c) The Company has provided the gratuity liability and leave salary on actual basis.

(d) As a matter of prudent accounting policy, the company has accounted Rs 70,03,255 towards claims made by the customers.

4.4 Subsidiary Company - Taneja Aerospace and Aviation Limited

(a) As per Clause 9.2 of the Scheme of Arrangement as approved / sanctioned by the Hon'ble Madras High Court, Taneja Aerospace and Aviation Limited (TAAL) will carry on the business and activities relating to the demerged charter business for and on account of and in trust for TAAL Enterprises Limited (TEL) until the time TEL obtains the requisite statutory licences required for carrying on the demerged charter business. The said licences are yet to be obtained and accordingly the demerged charter business has continued to be operated by TAAL in trust for and on behalf of TEL including banking transactions, statutory compliances and all other commercial activities. Accordingly, the accounting entries pertaining to the demerged charter business are accounted in the books of account of TEL.

(b) Change in accounting policy

Effective April 1, 2019 the Company has adopted Ind AS 116 - Leases, applied to all the lease contracts existing on April 1, 2019 using the modified retrospective method on the date of initial application. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted. The effect of adoption of IND AS 116 did not have any significant impact on the opening retained earnings, profit for the period and earnings per share.

4.5 <u>Associate Company - ISMT Limited</u>

(a) "Considering the uncertainty related to realisation, the following items are not considered to accrue till they are settled / sanctioned / received as the case may be: a) Insurance claims except specific claims stated separatelyb) Interest on receivables."

(b) As per Ind AS- 12 "Income Taxes", Minimum Alternate Tax (MAT) credit (unused tax credit) is regarded as Deferred Tax Assets and the same shall be recognised to the extent that it has become probable that future taxable profit will be available against which the unused tax credit can be utilised. In view of Business uncertainties and pending debt Resolution, it is difficult for the Parent Company to fairly ascertain the probable future taxable profit against which MAT Credit can be utilized. Accordingly, the unabsorbed MAT credit, if any, out of the total MAT Credit of Rs. 82,04,61,547/- as at March 31, 2021, shall be charged in the Statement of Profit and Loss to the extent it lapses in the respective years and subject to review of the same once the Parent Company opts for options permitted under section 115BAA of the Income Tax Act, 1961.

(c) (i) Maharashtra Electricity Regulatory Commission (MERC) had disallowed Company's petition regarding banking of energy facility under Energy Banking Agreement (EBA) vide its orders dated June 20, 2014 and January 12, 2015. The Company filed an appeal before the Appellate Tribunal For Electricity (APTEL) against the said order which was dismissed by the APTEL vide their order dated April 1, 2016. The Company's appeal, challenging the APTEL order is pending before the Hon'ble Supreme Court. The Company had accrued EBA benefit aggregating to Rs. 49,97,71,581/- upto March 31, 2014, of which amount outstanding as on March 31, 2021 is Rs. 39,53,10,550/-, representing excess energy charges paid to Maharashtra State Electricity Distribution Company Limited (MSEDCL) on account of non-availability of banking of energy facility. There has been no further accrual since April 1, 2014 on account of suspension of operation of power plant.

Being a sub-judice matter, it is not possible to reasonably or reliably determine the recoverable amount; hence the receivable from MSEDCL is measured as at March 31, 2021 at the carrying amount of Rs. 39,53,10,550/-. The financial effect, if any, of the same on net loss for the year ended March 31, 2021, carrying value of non-current financial assets and other equity as at March 31, 2021 is not ascertainable.

(ii) Considering prevailing uncertainties of operating the 40 MW Captive Power Plant (CPP) at Chandrapur, Maharashtra or disposing it as going concern or otherwise and pending outcome of supreme court decision as referred above, it is not possible to reasonably or reliably determine the recoverable amount and consequently to ascertain whether there is any impairment of the CPP as required by Ind AS 36 "Impairment of Assets". The Company has been taking adequate steps for maintaining the equipment to preserve the value. Hence the aforesaid asset is measured as at March 31, 2021 at the carrying amount of Rs 2,29,94,84,000/-. The financial effect, if any, of the same on consolidated net loss for the year ended March 31, 2021, carrying value of CPP and other equity as at March 31, 2021 is not ascertainable.

(d) The Parent Company, through its subsidiary, has invested in Structo Hydraulics AB Sweden (SHAB) and recognised Goodwill on Consolidation of Rs 23,48,00,000/- in the Consolidated financial statement. SHAB has been incurring losses and its net worth is also eroded due to continuing losses. COVID has impacted businesses across the globe including Europe. However, no provision for impairment has been made in respect of Goodwill on Consolidation by the Group, being this investment is in the nature of forward integration and considered Strategic, Long Term. The financial effect, if any, of the same on consolidated net loss for the year ended March 31, 2021, carrying value of Goodwill on Consolidation and other equity as at March 31, 2021 is not ascertainable.

(e) Employee benefit expenses includes remuneration paid / payable to Managing Director and Executive Director of the Parent Company amounting to Rs. 99,00,000/- (Previous Year of Rs. 1,80,00,000/-) is subject to approval of Lenders.

(f) The lenders of Parent Company had in the past pursued various schemes for debt resolution as per RBI guidelines prevailing from time to time including OSDR which could not be implemented due to RBI Circular dated February 12, 2018,scrapping the various schemes dealing with stressed assets. The lenders of the Parent Company then decided to explore assignment of debt as a Resolution Plan. Accordingly, lenders holding 70 % of the principal debt have assigned their debt to Asset Reconstructing Companies (ARCs).

During the previous financial year majority of the lenders of the Parent Company consisting of both ARCs and the banks had signed Inter Creditor Agreement as per the RBI guidelines for restructuring the debt of the Parent Company.

However, the Restructuring and assignment of further debt could not be concluded due to the implementation of countrywide lockdown on account of COVID-19 outbreak. The Parent Company continued to pursue during the year for both the restructuring of the debt and the assignment of the remaining debt. The lenders of the Parent Company at JLM have asked the Parent Company to submit a fresh proposal after taking into account the COVID impact. The Parent Company has submitted revised restructuring proposal to the lenders on the basis of sustainable debt including inter alia waiver of overdue / penal / compounding of interest. The Parent Company has continued to make payments to lenders as mutually agreed. Pending Restructuring, the amounts paid are being adjusted against the Principal outstanding of respective lenders and will be finally adjusted as per the terms of the restructuring.

Notwithstanding the pending restructuring of debt and balance confirmations from lenders, interest on the loans has been provided as per the terms of sanction of the respective banks on simple interest basis (excluding overdue / penal and compounding of interest). The financial effect, if any of non provision of overdue / penal and compounding of interest, on the consolidated net loss for the year ended March 31, 2021, carrying value of the borrowings (financial liabilities) and other equity as at March 31, 2021 is not ascertainable.

(g) Despite the neet loss, the Group has always been operationally profitable (positive EBIDTA). The Group also benefits from Atmanirbhar policies of the Government including continuation of Anti Dumping Duty on import of seamless tubes from China The Parent Company has submitted its restructuring proposal to lenders and the proposed restructuring on sustainable basis is inter alia expected to address the negative net worth of the Group thereby enlarging the business opportunities including participation in Government tenders. Accordingly the Group has continued to prepare its financial statements on ‘Going Concern Basis’.

(h) Tridem Port and Power Company Private Limited (TPPCL), the wholly owned subsidiary of the Parent Company, along with its subsidiaries had proposed to set up a thermal power project and captive port in Tamil Nadu. TPPCL had obtained the approvals for the projects including acquisition of land but no construction activity had commenced. However, on account of subsequent adverse developments, the TPPCL had decided not to pursue these projects. The COVID pandemic is expected to have wide ranging long term impact on project activity and Greenfield projects like TPPCL‘s would be particularly affected. TPPCL has obtained valuation report from independent valuer for determining the value of the project and recoverable amount thereof as at March 31,2021 for assessment of impairment loss, if any as required by Ind AS 36 “Impairment of Assets”

Considering present status of the project, prevailing power sector scenario, long lasting impact of Covid pandemic on the project, it is not possible to reasonably or reliably determine the recoverable amount. Nevertheless after due consideration by the Board the Parent Company notwithstanding the uncertainties has on best possible estimate basis and after considering the valuation referred to in the preceding paragraph made provision for impairment loss of Rs. 58,36,94,032/- of the

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

amount invested in TPPCL Project as at March 31, 2021 as per Ind AS 36 “Impairment of Assets”. The same is disclosed as “Exceptional Item “in the statement of profit and loss.

(h) The outbreak of corona virus (COVID-19) pandemic globally has caused significant disturbance and slowdown of economic activity. The Group’s operations and revenue during the latter half of the year has improved, yet the full impact of COVID-19 is not ascertainable. The Group continues to closely monitor the developments and possible effects that may result from current pandemic, on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. The full assessment of the impact of the same on the Group’s operations, CPP and on Port and Power Project (TPPCL) will be only possible once the pandemic settled down and the eventual impact may be different from the estimates made as of the date of approval of these consolidated financial statements.

4.6 The Parent Company has given long term loans in the nature of promoter contribution to the associate company “ISMT Ltd.” of Rs 7,75,00,000/- for which settlement is neither planned nor likely to be incurred in the foreseeable future and hence, in substance, the said long term loan is an extension of the group’s investment in that associate. Hence the Group has considered the said long term loan as part of investment in associates and accordingly recognized the share of loss to the extent of its interest in associate (i.e. aggregate of investment in equity shares plus long term loans) as per the equity method of accounting as referred in Ind-AS 28 “Investments in Associates and Joint Ventures”.

4.7 Segment Reporting :

Group’s operating segments are established on the basis of those components of the Group that are evaluated regularly by the Executive Committee, the ‘Chief Operating Decision Maker’ as defined in Ind AS 108 - ‘Operating Segments’, in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal business reporting systems.

The Group has 4 segments-Trading, Investment, Aviation and Services.

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on the reasonable basis have been disclosed as unallocable.

Segment assets and segment liabilities represent assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities which cannot be allocated to a segment on a reasonable basis have been included under “Unallocable Assets / Liabilities”.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

For the Financial Year 2020 -2021

(Amount in ₹)

Particulars	Trading	Investment	Aviation	Services	Total
Segment Revenue					
Segment Revenue from:					
External sales and services	9,15,54,851	20,090	34,81,50,500	2,32,76,984	46,30,02,425
Unallocable revenue					1,14,13,409
Total Segment Revenue	9,15,54,851	20,090	34,81,50,500	2,32,76,984	47,44,15,834
Segment Result					
Operating Profit / (Loss)	35,17,281	20,090	10,82,81,154	2,00,39,179	13,18,57,704
Add: Unallocable					(24,35,728)
Add: Share of profit/(loss) of associates					6,42,015
Less: Finance Cost					3,88,80,229
Profit/(Loss) before Tax					9,11,83,762
Less: Tax expenses					2,29,28,577
Profit/ (Loss) after Tax					6,82,55,185
<u>Other Information</u>					
Segment Assets	31,90,329	(3,80,62,982)	1,26,08,89,676	47,08,836	1,23,07,25,859
Unallocable assets	-	-	-	-	16,57,97,461
Total Assets	31,90,329	(3,80,62,982)	1,26,08,89,676	47,08,836	1,39,65,23,320
Segment liabilities	10,35,72,379	-	21,87,30,590	4,86,564	32,27,89,533
Unallocable liabilities	-	-	-	-	15,39,74,850
Total liabilities	10,35,72,379	-	21,87,30,590	4,86,564	47,67,64,383
Cost incurred for:					
Acquired Assets - Segment	-	-	1,11,26,861	11,440	1,11,38,301
Depreciation					
Segment Assets	-	-	4,09,59,561		4,09,59,561
Unallocable Assets	-	-	-	-	21,48,798
Total	-	-	4,09,59,561	-	4,31,08,359

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

For the Financial Year 2019 -2020

(Amount in ₹)

Particulars	Trading	Investment	Aviation	Services	Total
Segment Revenue					
Segment Revenue from:					
External sales and services	7,96,75,402	7,200	32,52,23,277	8,82,97,464	49,32,03,343
Unallocable revenue					1,59,21,264
Total Segment Revenue	7,96,75,402	7,200	32,52,23,277	8,82,97,464	50,91,24,607
Segment Result					
Operating Profit / (Loss)	10,07,148	7,200	9,93,81,169	8,26,21,121	18,30,16,638
Add: Unallocable					(50,60,120)
Add: Share of profit/(loss) of associates					(1,38,801)
Less: Finance Cost					6,49,63,372
Profit/(Loss) before Tax					11,28,54,345
Less: Tax expenses					1,58,71,418
Profit/ (Loss) after Tax					9,69,82,927
Other Information					
Segment Assets	34,00,000	3,82,82,859	1,26,96,44,092	77,68,330	1,31,90,95,282
Unallocable assets					19,15,06,836
Total Assets	34,00,000	3,82,82,859	1,26,96,44,092	77,68,330	1,51,06,02,117
Segment liabilities	7,16,09,874	-	34,13,13,590	44,97,111	41,74,20,575
Unallocable liabilities					24,14,29,544
Total liabilities	7,16,09,874	-	34,13,13,590	44,97,111	65,88,50,118
Cost incurred for:					
Acquired Assets - Segment	-	-	2,00,33,979	21,34,475	2,21,68,454
Depreciation					
Segment Assets	-	-	3,95,81,601	-	3,95,81,601
Unallocable Assets	-				24,55,868
Total	-	-	3,95,81,601	-	4,20,37,468

Revenue from Major customers

Revenue under the segment Aviation includes Rs 15,04,74,000 from one customers (March 31, 2020 : Rs Rs 21,79,88,000/- from 4 customers) having more than 10% revenue of total segment revenue.

4.8 Dues to Micro, Small and Medium Enterprises

There are no Micro, Small and Medium Enterprise suppliers as defined under the provisions of “Micro, Small, Medium Enterprises Development Act, 2006” except in case of subsidiary company “Taneja Aerospace and Aviation Limited”. There are no dues to such suppliers as on March 31, 2021.

Subsidiary Company - "Taneja Aerospace and Aviation Limited"

The identification of micro, small and medium enterprise suppliers as defined under the provisions of "The Micro, Small and Medium Enterprise Development Act, 2006" [MSMED Act] is based on confirmation received from suppliers. The Company has accrued Rs Nil (March 31, 2020 : Rs Nil) towards interest payable to the vendors under the MSMED Act.

(Amount in ₹)

Particulars	**As at March 31, 2021**	As at March 31, 2020
i) The principal amount due thereon remaining unpaid as at the year end, interest amount due and remaining unpaid as at the year end:		
a) Principal	**2,32,000**	6,08,000
b) Interest	**11,000**	11,000
ii. The amount of interest paid by the buyer in terms of section 16 of the 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.	**-**	-
iii) 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 Micro, Small and Medium Enterprises Development Act, 2006	**-**	-
iv) The amount of interest accrued and remaining unpaid as the year end in respect of principal amount settled during the year	**-**	-
v) The amount of 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, for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	**-**	-

4.9 Related Party Transactions.

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during the reporting periods, are:

Name and Relationships of the Related Parties:

I Key Management Personnel(KMP)

Name of the Related Party	**Designation**
N.V.Karbhase	Whole Time Director
Mr Muralidhar Chitteti Reddy (Upto March 31, 2020)	Managing Director
Mr. Ramesh Jaiswara (w.e.f October 01, 2020)	Whole Time Director

II Entities where control exists

Parent Company

Vishkul Enterprises Private Limited

Entities where control exists

1) ISMT Ltd.
2) Tridem Port and Power Company Pvt Ltd
3) TAAL Tech India Private Limited
4) First Airways Inc., USA
5) TAAL Enterprises Ltd
6) Fair Growth Holding Pte Ltd
7) Knox Investment Private Limited

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

III Details of transactions with related parties in the ordinary course of business for the year:

Nature of Transactions / Relationship	Entities where control exist	
	2020 -2021	2019 - 2020
Income		
Other Income	**27,000**	-
Commission received for bank guarantee	**2,74,700**	3,12,000
Expenses		
Purchase of Trading goods	**8,73,30,241**	7,65,75,040
Reimbursement of expenditure during the year (Net)	**-**	4,50,000
Interest Paid	**20,89,000**	-
Loans taken during the year	**3,25,00,000**	-
Loans repaid during the year	**3,25,00,000**	-
Outstanding as on Balance Sheet Date		
Balance payable as at the year end	**2,65,00,000**	2,65,00,000
Balance receivable as at the year end	**-**	2,18,000
Corporate guarantee	**-**	5,92,00,000
Key Management Personnel		
Managerial Remuneration #	**81,15,262**	81,00,000
Director Sitting fees	**7,60,000**	6,70,000
Outstanding as on Balance Sheet Date		
Balance payable as at the year end	**1,54,000**	5,94,000
Balance receivable as at the year end	**-**	8,000

Details of Transaction enetered with related parties:

a) Purchase of Trading Goods from ISMT Limited Rs. 8,73,30,241/- (March 31, 2020 Rs 7,65,75,040/-) .

b) Commission received from TAAL Enterpirses Limited of Rs 7,74,700/- (March 31, 2020 Rs 3,12,000).

c) Other Income received from Knox Investments Private Limited Rs 27,000/- (March 31, 2020 Rs Nil).

d) Interest paid to Taal Tech India Private Limited Rs 20,89,000/- (March 31, 2020 Rs Nil).

d) Loan taken and repaid from /to Taal Tech India Private Limited of Rs 3,25,00,000/- (March 31, 2020 Rs Nil)

e) Reimbursement of Expenditures (Net) of Taal Tech Private Limited of Rs Nil (March 31, 2020 Rs 4,50,000/-).

Excludes contribution to gratuity fund and provision for leave encashment as separate figures are not ascertainable for the managerial personnel. Further, Group has not paid any commission to the managerial personnel.

4.10 Leases

I Leases where group is Lessee

The Group have taken premises under operating lease. These leases are renewable by mutual consent on mutually agreeable terms. There are no restrictions imposed by these lease arrangements and there are no sub leases. There are no contingent rents. The interest rate applied to lease liabilities as at 1 April 2019 is 14%.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

A) Following are the changes in the carrying amount of Right-of-Use Assets for the year ended March 31, 2021.

(Amount in ₹)

Particulars	Office Premises	
	2020 - 2021	2019- 2020
Balance as on April 1,	**17,88,627**	-
On Transition on Ind AS 116	**-**	-
Addition during the year	**-**	18,93,841
Deletion on cancellation of lease / adjustment	**29,070**	-
Depreciation on ROU of Assets	**6,19,972**	1,05,214
Depreciation on Deletion	**-**	-
Balance as on March 31,	**11,39,585**	17,88,627

B) The following is the movement in Lease Liabilities for the year ended March 31, 2021

(Amount in ₹)

Particulars	Office Premises	
	2020 - 2021	2019- 2020
Balance as on April 1,	**17,56,296**	-
On Transition to Ind AS 116	**-**	-
Additions during the year	**-**	18,35,250
Finance Cost incurred during the year	**2,09,275**	41,046
Deletion on Cancellation of lease / Adjustment	**(29,070)**	-
Payment of lease liabilities	**(7,20,000)**	(1,20,000)
Balance as on March 31,	**12,16,501**	17,56,296

C) The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2021 on an undiscounted basis:

(Amount in ₹)

Particulars	**March 31, 2021**	March 31, 2020
Due within one year	**7,32,000**	7,26,000
Due within one year to five years	**6,60,000**	14,22,000
Due for more than five years	**-**	-
Total Undiscounted Lease Liabilities	**13,92,000**	21,48,000
Lease Liabilities included in the Statement of standalone financial position		
Non- current Liabilities	**6,18,192**	12,44,636
Current Liabilities	**5,98,309**	5,11,660

The Group does not face a liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

D) The following amounts are recognized in the Consolidated Statement of Profit and Loss for the year ended March 31, 2021:

(Amount in ₹)

Particulars	**March 31, 2021**	March 31, 2020
Interest Expenses on Financial Liabilities	**2,09,275**	41,046
Depreciation on ROU Assets	**6,19,972**	1,05,214
Expenses relating to Short Term Lease	**-**	-
Expenses relating to Leases of Low Value Assets	**-**	-
Total	**8,29,247**	1,46,260

E) The following amounts are recognized in the Consolidated Statements of Cash Flows for the year ended March 31, 2021:

(Amount in ₹)

Particulars	**March 31, 2021**	**March 31, 2020**
Total Cash Outflows for leases	**7,20,000**	1,20,000
Total	**7,20,000**	1,20,000

II Subsidiary Company : Taneja Aerospace and Aviation Limited

Operating Leases where Company is a lessor:

The Company has entered into lease transactions mainly for leasing of hangars for a period of 25 years. The terms of lease include terms of renewal, increase in rents in future periods, which are inline with general inflation and terms of cancellation. The operating lease payments recognised in the Statement of Profit and Loss amounts to Rs 14,24,26,000/- (March 31, 2020 - Rs 13,43,64,000/-) included in Note 1.27.

Future minimum rentals receivable under non-cancellable operating leases are as follow:

(Amount in ₹)

Particulars	**March 31, 2021**	March 31, 2020
Within one year	**16,70,66,968**	14,24,25,840
After one year but not more than five years	**71,32,09,935**	66,04,42,000
More than five years	**88,38,20,952**	1,00,11,00,160

4.11 Employee Benefits

The group has made provision for gratuity and leave encashment on the assumption that such benefits are payable to employees at the end of the accounting year except in case of subsidiary company Taneja Aerospace and Aviation Limited, in which provisions are made on actuarial basis.

Subsidiary Company - Taneja Aerospace and Aviation Limited

(A) Defined Contribution Plans

During the year, Group has recognised the following amount in the statement of Profit and Loss:

(Amount in ₹)

Particulars	**2020 -2021**	2019-2020
Employer's Contribution to Provident Fund, family pension fund and other fund	**56,76,591**	59,54,705
Total	**56,76,591**	59,54,705

(B) Defined Benefits Plans

i) Gratuity Payable to Employees

i) Actuarial Assumption

Particulars	March 31, 2021	March 31, 2020
Discount rate (per annum)	**6.90%**	6.80%
Rate of increase in salary	**5% - 7%**	5% - 7%
Expected average remaining working lives of employees (Years)	**11.44**	11.70
Withdrawal Rate	**4% - 5%**	4% - 5%

ii) Changes in present value of defined benefit obligations

(Amount in ₹)

Particulars	March 31, 2021	March 31, 2020
Present value of defined benefit obligation at the beginning of the Year	**1,53,18,859**	1,44,18,441
Interest Cost	**8,38,968**	10,65,360
Past Service Cost	**-**	-
Current Service Cost	**13,50,000**	11,77,000
Curtailments	**-**	-
Benefits paid	**(11,39,000)**	(11,87,000)
Actuarial (gain) / loss on obligation *	**1,72,879**	(1,54,942)
Present value of defined benefit obligation at the end of the Year	**1,65,41,706**	1,53,18,859

iii) Expenses recognised in the consolidated statement of Profit and Loss

(Amount in ₹)

Particulars	March 31, 2021	March 31, 2020
Current Service Cost	**13,50,000**	11,77,000
Past Service Cost	**-**	-
Interest Cost	**8,38,968**	10,65,360
Curtailments	**-**	-
Total expenses recognised in the consolidated statement of profit and loss	**21,88,968**	22,42,360

*Included in provision for employee benefits (Refer note 1.21 and 1.27) Actuarial (gain)/loss on gratuity of Rs 1,72,879 for the year ended March 31, 2021 [March 31, 2020: Rs (1,54,942/-)] is included in other comprehensive income.

iv) Assets and Liabilities recognised in the Consolidated Balance sheet

(Amount in ₹)

Particulars	March 31, 2021	March 31, 2020
Present value of unfunded obligation as at the end of the year	**1,65,41,706**	1,53,18,859
Less: Funded with Life Insurance Corporation	**(13,49,603)**	(12,15,000)
Unfunded net asset/(Liability) recognised in the consolidated balance sheet	**1,51,92,103**	1,41,03,859

v) Expected contribution to the fund in the next year

(Amount in ₹)

Particulars	March 31, 2021	March 31, 2020
Total Amount	**1,51,91,000**	1,41,00,000

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

vi) Quantitative sensivity analysis for significant assumption

(Amount in ₹)

Particulars	March 31, 2021	March 31, 2020
1 % increase in discount rate	**1,51,86,369**	1,41,24,118
1% decrease in discount rate	**1,77,91,631**	1,65,13,882
1% increase in salary growth rate	**1,53,34,770**	1,42,46,670
1% decrease in salary growth rate	**1,76,43,230**	1,63,91,330
1% increase in employee withdrawal rate	**1,54,99,660**	1,43,99,860
1% decrease in employee withdrawal rate	**1,74,78,340**	1,62,38,140

vii) Maturity Profile of defined benefit obligation

(Amount in ₹)

Particulars	March 31, 2021	March 31, 2020
Upto one year	**12,51,000**	8,73,000
One to two years	**21,66,000**	12,32,000
Two to three years	**10,52,000**	31,28,000
More than three years	**1,80,01,000**	1,36,88,000

4.12 Income tax expense

A The major components of income tax expenses for the year are as under:

(Amount in ₹)

Particulars	2020 - 2021	2019- 2020
I) Income Tax recognised in the statement of profit and loss		
Current Year Tax	**1,38,00,098**	42,13,000
Previous Year Tax	**91,28,479**	10,29,830
MAT credit Entitelment - written off	-	1,06,28,588
Total Income Tax recognised in the statement of profit and loss	**2,29,28,577**	1,58,71,418
II) Income Tax recognised in Other Comprehensive Income		
Deferred tax	**(1,550)**	209
Total Income Tax recognised in Other Comprehensive Income	**(1,550)**	209

B Reconciliation of tax expense and the accounting profit for the year is under:

(Amount in ₹)

Particulars	2020 - 2021	2019- 2020
Accounting profit before income tax expenses	**9,11,83,762**	11,28,54,345
Enacted tax rates in India (%)	**26.00%**	26.00%
Expected income tax expenses	**2,37,07,778**	2,93,42,130
Tax Effect of :		
Expenses not deductible	**(2,79,954)**	20,19,607
Exempt Income	**(3,07,602)**	5,41,318
Non Taxable Capital Gain	-	(1,872)
MAT credit receivable	-	-
Effect of Different income tax rate	**23,58,310**	26,08,028

Particulars	2020 - 2021	2019- 2020
Accelerated capital allowances	**1,91,782**	2,18,176
Carried forward loss set off	**(1,18,70,216)**	(3,05,14,387)
Tax expense recognised in Consolidated Statement of Profit and Loss	**1,38,00,098**	42,13,000
Adjustments recognised in current year in relation to the current tax of earlier years	**91,28,479**	1,16,58,418
Income Tax Expenses	**2,29,28,577**	1,58,71,418
Effective Tax Rate %	**15.13%**	3.73%

C Deferred Tax Assets / Liabilities

The Group has not recognised deferred tax assets in the absence of the virtual certainty with convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Significant components of Deferred tax assets & liabilities recognized in Financial Statements

As at March 31, 2021

(Amount in ₹)

Particulars	As at April 1, 2020	Charged / (credited) to Statement of income	Adjustment #	**As at March 31, 2021**
Tax effect of item constituting deferred tax liabilities				
i) Property, Plant and Equipment	-	-	-	**-**
	-	-	-	**-**
Tax effect of item constituting deferred tax assets				
i) MAT Credit Entitlement	6,37,40,427	-	-	**6,37,40,427**
	6,37,40,427	-	-	**6,37,40,427**
Net deferred tax asset/ (liability)	6,37,40,427	-	-	**6,37,40,427**

As at March 31, 2020

(Amount in ₹)

Particulars	As at April 1, 2020	Charged / (credited) to Statement of income	Adjustment #	**As at March 31, 2021**
Tax effect of item constituting deferred tax liabilities				
i) Property, Plant and Equipment	-	-	-	**-**
	-	-	-	**-**
Tax effect of item constituting deferred tax assets				
i) MAT Credit Entitlement	6,37,40,427	-	-	**6,37,40,427**
	6,37,40,427	-	-	**6,37,40,427**
Net deferred tax asset/ (liability)	6,37,40,427	**-**	-	**6,37,40,427**

D The Group is having unused tax losses as per the Income Tax Act, 1961 in Parent Company and Subsidiary Company - Laurus Tradecon Pvt Ltd. Based on the probable uncertainty regarding the set off of these losses, the Company has not recognized deferred tax asset in the Balance Sheet. Details of tax losses under the head business losses with expiry is as follows:

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

(Amount in ₹)

Particulars	As at March 31, 2021	Expiry Date	As at March 31, 2020	Expiry Date
Business Loss				
2015-2016	**-**	**March 31,2024**	2,19,41,660	March 31,2024
2016-2017	**5,15,12,298**	**March 31,2025**	5,46,61,918	March 31,2025
2017-2018	**64,54,876**	**March 31,2026**	64,54,876	March 31,2026
Long Term Capital Loss				
2012-2013	**22,35,172**	**March 31,2022**	22,35,172	March 31,2022
Unabsorbed Depreciation	**54,86,303**	**No Expiry**	56,12,445	No Expiry
Total	**6,56,88,649**		9,09,06,071	

4.13 Earnings per share

Net profit available to equity holders of the Company used in the basic and diluted earnings per share was determined as follows:

(Amount in ₹)

Particulars	**2020-21**	2019-20
Net Profit / (Loss) for the year attributable to Equity Shareholders	**2,53,75,636**	4,67,91,518
Weighted Average Number of Equity Shares outstanding for basic and diluted	**1,12,87,637**	1,15,01,507
Nominal Value of equity Shares (Rs)	**10.00**	10.00
Earnings Per Share (Rs.) (Basic and Diluted)	**2.25**	4.07

4.14 Associates (Equity Accounted Investments)

(A) Details of Group's associates are as follows:

(Amount in ₹)

Name of the Associate	Place of Incorporation	Proportion of ownership interest and voting power held by the Group		Principal Activity
		March 31, 2021	March 31, 2020	
ISMT Ltd.	India	**47.11%**	47.11%	Manufacturing of Seamless tubes, cylinder tubes, components and Engineering steel.
Fair Growth Holding Pte. Ltd.	Singapore	**33.33%**	33.33%	SPV - Investment in Seamless Tube Manufacturing Company.
TAAL Enterprises Ltd.	India	**0.20%**	0.20%	Providing aircraft charter services.

(B) The aggregate summarised financial information in respect of the Group's associates that are accounted for using the equity method is as below:

(Amount in ₹)

(i)

Financial Information of	ISMT Limited		Fair Growth Holding Pte Ltd		TAAL Enterprises Ltd.	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Current Assets	**7,36,52,00,000**	7,18,10,00,000	**76,445**	4,49,060	**1,03,69,67,274**	84,77,79,461
Non- current Assets	**15,71,35,00,000**	16,80,50,00,000	**-**	-	**6,96,64,080**	11,21,55,993
Current Liabilities	**36,88,88,00,000**	33,33,24,00,000	**76,445**	7,69,097	**16,30,27,417**	30,45,60,764
Non Current Liabilities	**76,92,00,000**	1,79,74,00,000	**-**		**18,10,29,663**	15,00,94,406
Revenue	**12,51,75,00,000**	13,25,36,00,000	**15,82,436**	-	**1,04,91,80,130**	1,29,90,94,061
Profit / (Loss) for the Year	**(3,42,52,00,000)**	(2,40,37,00,000)	**(11,31,479)**	(10,38,577)	**31,80,31,653**	19,31,71,311
Other Comprehensive Income for the year	**(1,03,00,000)**	(4,29,00,000)	**-**	-	**15,88,478**	44,87,845
Total Comprehensive Income for the year	**(3,43,55,00,000)**	(2,44,66,00,000)	**(11,31,479)**	(10,38,577)	**31,96,20,131**	19,76,59,156
Dividend received during the year	**Nil**	Nil	**Nil**	Nil	**Nil**	Nil

(ii) The above amount of summarised financial information include the followings:

(Amount in ₹)

Particulars	ISMT Limited		Fair Growth Holding Pte Ltd		TAAL Enterprises Ltd. *	
	March 31, 2021	March 31, 2020	**March 31, 2021**	March 31, 2020	**March 31, 2021**	March 31, 2020
Cash and Cash Equivalent	**32,79,00,000**	52,97,00,000	**76,445**	83,200	**36,66,37,833**	10,75,64,466
Current financial Liabilities (excluding trade payable and Other payable and provisions)	**34,64,18,00,000**	31,51,95,00,000	**-**	-	**2,97,02,700**	18,26,46,176
Non Current financial Liabilities (excluding trade payable and Other payable and provisions)	**68,06,00,000**	1,71,25,00,000	**-**	-	**-**	-
Depreciation and amortisation	**64,00,00,000**	65,56,00,000	**-**	-	**2,27,92,163**	5,83,25,121
Interest Income	**6,94,00,000**	8,38,00,000	**-**	-	**1,99,11,479**	39,38,303
Interest Expense	**2,62,65,00,000**	2,74,89,00,000	**-**	-	**1,04,71,067**	1,76,69,920
Income Tax Expense/ (Income)	**10,00,000**	(1,95,00,000)	**56,510**	939	**6,33,41,263**	6,29,37,695

(iii) Reconciliation of the above summarised financial information to the carrying amount of interest in the Associates recognised in the consolidated Ind AS financial statements

(Amount in ₹)

Particulars	ISMT Limited #		Fair Growth Holding Pte Ltd #		TAAL Enterprises Ltd.*	
	March 31, 2021	March 31, 2020	**March 31, 2021**	March 31, 2020	**March 31, 2021**	March 31, 2020
Movement in investment						
Interest as on 1st April	**-**	-	**-**	27,114	**5,91,020**	5,43,415
Add: Share of profit for the year #	**-**	(4,19,176)	**-**	(54,716)	**6,42,015**	3,35,091
Add: Share of OCI for the year #	**-**	-	**-**	27,602	**3,206**	8,263
Less: Buyback Expenses	**-**	-	**-**	-	**(1,25,820)**	(2,95,749)
Balance as at 31st March	**-**	**-**	**-**	**-**	**11,10,421**	**5,91,020**
Fair Value (Market Value) of Investment in the associates	**73,85,15,616**	18,01,42,594	**N.A**	N.A	**29,04,869**	6,39,480

Being share of post acquisition loss exceeds the carrying amount of the investment in ISMT Limited and Fair Growth Holding Pte Ltd as appearing in consolidated financial statements and hence the group has restricted its share of loss and movement in other reserves to the extent of its value of interest in associate.

* Considered as associate company by virtue of equity holding by ultimate Parent Company.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

4.15 Non Controlling Interest

Summarised financial information of subsidiaries having material non- controlling interest is as follows:

(Amount in ₹)

Particulars	Taneja Aerospace and Aviation Limited		Laurus Tradecon Private Limited	
	March 31, 2021	March 31, 2020	**March 31, 2021**	March 31, 2020
Assets				
Non Current Assets	**1,11,90,21,210**	1,14,94,65,476	**20,39,553**	25,51,101
Current Assets	**14,53,69,555**	17,54,95,656	**77,16,393**	2,40,98,234
Liabilities				
Non Current Liabilities	**9,56,71,818**	16,90,59,388	**-**	-
Current Liabilities	**12,30,58,772**	17,22,54,369	**4,85,99,811**	9,10,24,458
Equity	**1,04,56,60,175**	98,36,47,375	**(3,88,43,866)**	(6,43,75,123)
Percentage of ownership held by non-controlling interest	**49.25%**	49.25%	**47.99%**	47.99%
Accumulated non controlling interest	**51,50,22,939**	48,44,80,023	**(1,86,39,609)**	(3,08,91,093)

(Amount in ₹)

Particulars	Taneja Aerospace and Aviation Limited		Laurus Tradecon Private Limited	
	March 31, 2021	March 31, 2020	**March 31, 2021**	March 31, 2020
Revenue	**34,52,01,122**	32,24,80,854	**2,12,76,984**	6,03,17,176
Net profit / (Loss) for the year	**6,21,85,566**	5,83,95,463	**2,55,31,258**	4,62,17,071
Other Comprehensive Income	**(1,72,879)**	1,54,942	**-**	-
Total Comprehensive Income	**6,20,12,687**	5,85,50,405	**2,55,31,258**	4,62,17,071
Profit /(Loss) allocated to Non controlling Interest	**3,05,42,976**	2,80,85,621	**1,22,51,424**	2,21,82,102

(Amount in ₹)

Particulars	Taneja Aerospace and Aviation Limited		Laurus Tradecon Private Limited	
	March 31, 2021	**March 31, 2020**	**March 31, 2021**	**March 31, 2020**
Net cash inflow / (outflow) from operating activities	12,68,50,896	12,09,72,727	(97,68,126)	2,95,28,605
Net cash inflow/(outflow) from investing activities	(31,97,876)	(1,95,83,979)	(1,30,500)	-
Net cash inflow/(outflow) from financing activities	(10,36,88,617)	(12,17,88,400)	(32,61,468)	(1,93,22,114)
Net cash inflow/(outflow)	1,99,64,403	(2,03,99,652)	(1,31,60,094)	1,02,06,491
Dividend paid to Non-controlling interests (including tax)	-	-	-	-

4.16 Financial risk management

The Group's financial liabilities comprise mainly of borrowings, trade payables and other payables. The Group's financial assets comprise mainly of investments, cash and cash equivalents, other balances with banks and other receivables.

Group has exposure to following risks arising from financial instruments:

a) Credit risk

b) Liquidity risk

c) Market risk

Risk management framework

Group's board of directors has overall responsibility for establishment of Group's risk management framework. Management is responsible for developing and monitoring Group's risk management policies, under the guidance of Audit Committee. Management identifies, evaluate and analyses the risks to which the group is exposed to and sets appropriate risk limits and controls to monitor risks and adherence to limits.

Management periodically reviews its risk policy and systems to assess need for changes in the policies to adapt to the changes in market conditions and align the same to the business of the Group. Management through its interaction and training to concerned employees aims to maintain a disciplined and constructive control environment in which concerned employees understand their roles and obligations.

a) **Credit risk**

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Group's exposure to credit risk arises primarily from amount due from Associate company, Trade Receivable and other receivables. For other financial assets, the Group minimise credit risk by dealing exclusively with high credit rating counterparties.

b) **Liquidity risk.**

Liquidity risk is the risk that Group will not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. Group closely monitors its liquidity position and deploys a robust cash management system.

The table below summarises the maturity profile of Group's Financial Liabilities

(Amount in ₹)

Particulars	Less than 12 months	1 to 4 Years	More than 4 Years	Total
March 31, 2021				
Short Term Borrowings	5,81,10,600	-	-	5,81,10,600
Long Term Borrowings	3,57,35,000	1,85,58,225	-	5,42,93,225
Trade Payable	7,30,45,798	-	-	7,30,45,798
Other Financial Liabilities	10,20,62,913	2,10,73,657	-	12,31,36,570
	26,89,54,310	**3,96,31,882**	**-**	**30,85,86,193**
March 31, 2020				
Short Term Borrowings	10,13,34,981	-	-	10,13,34,981
Long Term Borrowings	6,46,27,000	9,12,16,529	12,50,000	15,70,93,529
Trade Payable	3,73,25,191	-	-	3,73,25,191
Other Financial Liabilities	12,78,71,080	1,78,85,714	-	14,57,56,795
	33,11,58,252	**10,91,02,243**	**12,50,000**	**44,15,10,496**

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

c) Market risk

Market risk is the risk that the fair value of future cash flows of a financial investment will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings and derivative financial instruments.

a) Interest rate risk

b) Currency risk and;

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Group 's exposure to the risk of changes in market interest rates relates primarily to Group's long-term debt obligations with floating interest rates.

Group manages its interest rate risk by having a balanced portfolio of fixed and floating rate loans and borrowings.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, Group's profit before tax is affected through the impact on floating rate borrowings, as follows:

(Amount in ₹)

Particulars	**Increase/decrease in basis points**	**Effect on Profit before tax**
March 31, 2021		
INR	+45	(3,73,067)
INR	-45	3,73,067
March 31, 2020		
INR	+45	(9,28,000)
INR	-45	9,28,000

ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Group 's exposure to the risk of changes in foreign exchange rates relates primarily to Group's operating activities (when revenue or expense is denominated in a different currency from Group 's functional currency).

Foreign currency sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in the US dollar exchange rate (or any other material currency), with all other variables held constant, of Group's profit before tax (due to changes in the fair value of monetary assets and liabilities). Group's exposure to foreign currency changes for all other currencies is not material.

(Amount in ₹)

Particulars	**Change in US$ rate**	**Effect on Profit before tax**
March 31, 2021		
INR	+2.50%	(1,25,613)
INR	-2.50%	1,25,613
March 31, 2020		
INR	+2.50%	(1,29,000)
INR	-2.50%	1,29,000

Details of Unhedged exposure in foreign currency denominated monetary items:

Particulars	As at March 31, 2021		As at March 31, 2020	
	USD	Rupees	USD	Rupees
Trade Payables	15,072	11,07,821	15,072	11,36,308

4.17 Capital Management

For the purpose of the Group's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Group. The primary objective of the Group's Capital management is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth.

The Group manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The funding requirement is met through a mixture of equity and internal accruals and long term borrowings.

Particulars		March 31, 2021	March 31, 2020
Total equity	(i)	42,33,75,603	39,81,63,070
Total debt	(ii)	11,24,03,824	25,84,28,510
Overall financing	(iii) = (i) + (ii)	53,57,79,427	65,65,91,580
Gearing ratio	(ii)/ (iii)	0.21	0.39

4.18 Fair value measurement

Fair valuation techniques

The fair values of the financial assets and liabilities are included at the amount at which the instrument can be exchanged in the current transaction between willing parties, other than a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short-term maturities of these instruments.

Financial instruments with fixed and variable interest rates are evaluated by the Group based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or Liabilities;

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly;

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

A) The carrying value and Fair value of Financial assets and liabilities by categories are as follows :

(Amount in ₹)

Particulars	Carrying value of the financial assets/liabilities		Fair value of the financial assets/liabilities	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Financial Assets at Fair Value Through OCI (non-current)				
Investment in Equity Shares	3,59,386	1,35,199	3,59,386	1,35,199
Total	**3,59,386**	**1,35,199**	**3,59,386**	**1,35,199**
Financial Assets at amortised cost (current)				
Trade Receivables	8,59,94,952	6,68,75,731	8,59,94,952	6,68,75,731
Cash and Bank Balances	5,40,39,372	8,66,56,409	5,40,39,372	8,66,56,409
Loans	27,99,133	28,83,145	27,99,133	28,83,145
Other financial Assets	50,06,000	5,00,000	50,06,000	5,00,000
Total	**14,78,39,457**	**15,69,15,285**	**14,78,39,457**	**15,69,15,285**
Financial Assets at fair value through Profit and Loss Account (current)				
Investments in Mutual Fund	-	57,54,470	-	57,54,470
Total	**-**	**57,54,470**	**-**	**57,54,470**
Financial Liabilities at amortised cost (non-current)				
Borrowings	1,85,58,225	9,24,66,529	1,85,58,225	9,24,66,529
Other Current Liabilities	2,10,73,657	1,78,85,714	2,10,73,657	1,78,85,714
Total	**3,96,31,882**	**11,03,52,243**	**3,96,31,882**	**11,03,52,243**
Financial Liabilities at amortised cost (current)				
Borrowings	5,81,10,600	10,13,34,981	5,81,10,600	10,13,34,981
Trade Payables	7,30,45,798	3,73,25,191	7,30,45,798	3,73,25,191
Other financial Liabilities	13,77,97,913	19,24,98,080	13,77,97,913	19,24,98,080
Total	**26,89,54,310**	**33,11,58,252**	**26,89,54,310**	**33,11,58,252**

B) Level wise disclosures of financial assets and liabilities by categories are as follows :

(Amount in ₹)

Particulars	As at March 31, 2021	As at March 31, 2020	Level	Valuation Techniques and key Inputs
Financial Assets at Fair Value Through OCI (non-current)				
Investment in Equity Shares	**3,59,386**	1,35,199	1	Quoted NAV in active markets
Financial Assets at fair value through Profit and Loss Account (current)				
Investments in Mutual Fund	-	57,54,470	1	Quoted NAV in active markets

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Fair value of cash and cash equivalents, trade payables, trade receivables and other financial assets/liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended March 31, 2020.

During the reporting period ended March 31, 2021, there were no transfers between level 1, level 2 and level 3 fair value measurements.

4.19 The Management has made an assessment of the impact of COVID-19 on the Group's operations, financial performance and position as at and for the year ended March 31, 2021 and has concluded that there is no significant impact which is required to be recognized in the consolidated financial statements. The Group managment will continue to closely monitor any material changes to future economic conditions.

4.20 Events occurring after the Balance Sheet date

No adjusting or significant non - adjusting events have occurred between the reporting date and the date of authorisation.

4.21 Previous year figures have been regrouped/ rearranged, wherever considered necessary to conform to current year's classification.

As per our report of even date

For V.K.Paradkar & Co	**For and on behalf of the Board of Directors of**			
Chartered Accountants	**Indian Seamless Enterprises Ltd**			
Firm Registration Number: 120527W	**CIN No.: U29000PN1995PLC090946**			
V.K.Paradkar	**V. G. Ravetkar**	**N. V. Karbhase**	**Anchal Jaiswal**	**Rajendra Mangrulkar**
PROPRIETOR	Director	Director	Company Secretary	Chief Financial Officer
M. No.17151	DIN: 00374456	DIN : 00228836	M. No. : 35538	
UDIN: 21017151AAAACB8082				
Place : PUNE	Place : PUNE			
Date : August 30, 2021	Date : August 30, 2021			

Form AOC 1

Salient Features of Financial Statements of Subsidiary/Associates as per Section 129(3) of Companies Act 2013

Part A - Subsidiary Companies

Sr No	Name of Subsidiary Company	Reporting Currency	Share capital	Reserves and Surplus	Total Assets	Total Liabilities #	Investments (Excluding investment in Subsidiary)	Turnover/ total Income	Profit/(Loss) Before taxation	Provision for Taxation	Profit/ (loss) after Taxation	Proposed Dividend	% of Share holding (Effective)
1	Laurus Tradecon Pvt Ltd	INR	53,97,410	(4,42,41,276)	97,55,946	4,85,99,812	3,93,910	3,18,82,431	2,55,31,258	-	2,55,31,258	-	52.01%
2	Taneja Aerospace & Aviation Ltd	INR	12,46,54,000	92,10,06,175	1,26,43,90,765	21,87,30,590	-	34,81,50,500	8,26,79,665	2,04,94,099	6,21,85,566		50.75%

 # Excluding Share Capital and Reserves and Surplus

Part B - Associate Company

Sr no	Name of the enterprise	ISMT Ltd (Refer note No 2)	TAAL Enterprises Ltd. (Refer Note no 3)	Fair growth Holdings PTE Ltd (Refer Note no 4)
1	Latest audited Balance Sheet Date	31-03-2021	31-03-2021	31-03-2021
2	Shares of Associate held by the Company on the year end			
	a) Number	6,90,20,451	6,291	12,000
	b) Amounts of Investment (In Rs.)	97,19,72,595	2,36,325	3,51,162
	c) % of holding	47.11%	0.20%	33.33%
3	Net worth attributable to shareholding as per Latest audited Balance Sheet (In Rs.)	(14,58,19,42,600)	73,14,10,248	-
4	Profit / (Loss) for the year considered in Consolidation (In Rs.)	-	6,45,221	-
5	Not Considered in Consolidation	(1,61,61,73,319)	-	61,291
6	Description of how there is significant influence	Note - 1	Note - 1	Note - 1
7	Reason why the Associate is not consolidated	Note - 2	N.A.	Note - 2

Note :

1) The Company directly hold investment of more than 20%.

2) # Being share of post acquisition loss exceeds the carrying amount of the investment in ISMT Limited and Fair Growth holding PTE Ltd as appearing in consolidated financial statements and hence the group has restricted it’s share of loss and movement in other reserves to the extent of investment value.

3) considered as associate company by virtue of equity holding by ultimate Parent Company.

4) Management certified financial statements are considered for consolidated financial statements.

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V. G. Ravetkar
Director
DIN:00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place :PUNE
Date : August 30, 2021

Notes to Consolidated Financial Statement for the Year Ended March 31, 2021

Additional Information as required under Schedule III to the Companies Act,2013 of enterprises consolidated as subsidiary/associate

Sr. No	Name of the Enterprise	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit /(Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated Net Assets	Amount in Rs	As % of Consolidated Profit/(Loss)	Amount in Rs	As % of Consolidated Profit/(Loss)	Amount in Rs	As % of Consolidated Profit/(Loss)	Amount in Rs
	Holding Company								
1	Indian Seamless Enterprise Limited	124.49%	1,14,50,44,504	-81.36%	(2,06,44,777)	-126.71%	47,241	-81.29%	(2,05,97,536)
	Indian Subsidiary								
1	Laurus Tradecon Pvt Ltd	-4.22%	(3,88,43,866)	100.61%	2,55,31,258	0.00%	-	100.76%	2,55,31,258
2	Taneja Aerospace & Aviation Ltd	113.69%	1,04,56,60,175	245.06%	6,21,85,566	463.69%	(1,72,879)	244.74%	6,20,12,687
	Associate (Investment as per Equity method)								
	Indian Associate								
1	ISMT Ltd	0.00%	-	0.00%	-	0.00%	-	0.00%	-
2	TAAL Enterprises Ltd.	0.12%	11,10,421	2.53%	6,42,015	-8.60%	3,206	2.55%	6,45,221
	Foreign Associate								
1	Fair growth Holding Pte Ltd	0.00%	-	0.00%	-	0.00%	-	0.00%	-
	Minority Interest in all subsidiaries	53.97%	49,63,83,330	-168.98%	(4,28,79,549)	-228.38%	85,149	-168.89%	(4,27,94,400)
	Sub total	**288.05%**	**2,64,93,54,564**	**97.87%**	**2,48,34,512**	**100.00%**	**(37,283)**	**97.86%**	**2,47,97,229**
	Adjustment arising on consolidation	-188.05%	(1,72,95,95,631)	2.13%	5,41,124	-	-	2.14%	5,41,124
	Grand Total	**100.00%**	**91,97,58,933**	**100.00%**	**2,53,75,636**	**100.00%**	**(37,283)**	**100.00%**	**2,53,38,353**

As per our report of even date
For V.K.Paradkar & Co
Chartered Accountants
Firm Registration Number: 120527W

V.K.Paradkar
PROPRIETOR
M. No.17151
UDIN NO: 21017151AAAACB8082

Place : PUNE
Date : August 30, 2021

For and on behalf of the Board of Directors of
Indian Seamless Enterprises Ltd
CIN No.: U29000PN1995PLC090946

V. G. Ravetkar
Director
DIN:00374456

N. V. Karbhase
Director
DIN : 00228836

Anchal Jaiswal
Company Secretary
M. No. : 35538

Rajendra Mangrulkar
Chief Financial Officer

Place :PUNE
Date : August 30, 2021

Indian Seamless Enterprises Limited
Registered Office: 503, 5th Floor, Lunkad Sky Station
Co-Op Premises Society Ltd, Viman Nagar,
Pune – 411014, Maharashtra.