



THIRTY FIRST ANNUAL REPORT
2019-20
30th SEPTEMBER 2020
At 12:00 NOON

INTERTEC TECHNOLOGIES LTD.

BOARD OF DIRECTORS

Mr.T.S.Ravi Chandar

Ms.Paul Leena

Mr. Jaiji Oommen

COMPANY SECRETARY

R.Nagarajan

REGISTERED OFFICE

No. 28, Shankar Mutt Road

Bangalore-560 004

BANKERS

State Bank of India, Shankarapuram Branch

AUDITORS

Anand Amarnath & Associates

Enkay Complex, First Floor, Above Vijaya Bank,

Keshwapur

Hubli-580023

SHARE TRANSFER AGENT

KFin Technologies Private Limited

Karvy Selenium Tower B, Plot 31-32, Gachibowli,

Financial District, Nanakramguda, Hyderabad – 500 032.

Unit: ICE/DOC

DIRECTOR'S REPORT

TO,
THE MEMBERS
INTERTEC TECHNOLOGIES LIMITED
BANGALORE

Your Directors have pleasure in presenting their Thirty First Annual Report on the business and operation of the company and the accounts for the Financial year Ended 31st March, 2020.

1. FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY:

The financial results for the year ended 31st March, 2020 and the corresponding figures for the last year are as under:-

Amount in Rupees

Particulars	2019-2020	2018-2019
Revenue from Operations	5,36,750	Nil
Profit before Interest, Depreciation & Tax	(14,09,650)	(1,660,473)
Less: Finance Cost	657	661
Less: Depreciation & Amortization Expense	3,15,201	3,49,273
Profit before tax	(10,93,792)	(1,310,539)
Current tax	NIL	NIL
Profit after tax	(10,93,792)	(1,310,539)
Less: Proposed Dividend and tax thereon	NIL	NIL
Balance carried to Balance Sheet	(10,93,792)	(1,310,539)

2. RESERVE & SURPLUS:

No amount is proposed to be transferred to Reserves.

3. BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR/STATE OF COMPANY'S AFFAIR:

Due to the drastic change in the technology and market conditions, the turnover has slightly increased and consequently the profitability is affected. The total revenue is Rs. 5.37 lacs. The operating loss (before tax) stands at Rs.10.94 lacs.

4. Share Capital:

During the period under review, the paid up share capital of the Company and share premium is Rs.756.07 lacs (PY: 756.07 lacs) and Rs.1399.15 lacs (PY: Rs.1399.15 lacs) respectively.

5. CHANGE IN THE NATURE OF BUSINESS:

There is no change in the nature of the business of the Company done during the year.

6. EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report. The company shares are listed in Metropolitan Stock Exchange of India Ltd (MSEI) from 23/05/2018.

7. DIVIDEND:

Your Directors regret to express their inability to recommend any dividend due to inadequate profits and they propose to retain the earnings for improved operations in the future.

8. Deposits:

Your Company had no opening balance of Deposits. Further, your Company has not accepted any Deposits during the Financial Year 2019-20 and as such, no principal or interest were outstanding as on March 31, 2020 as per the provisions of the Companies Act, 2013 (hereinafter referred to as "Act"), and the Rules framed thereunder.

9. Management's Discussion and Analysis Report:

Management 's Discussion and Analysis Report for the year under review, as stipulated under Clause 49 of the Listing Agreement with the stock exchanges in India, is presented in separate section forming part of the Annual Report.

10. Subsidiaries:

Ministry of Corporate Affairs Government of India vide General Circulars No.2/211 dated 8th February 2011, granted a general exemption from attaching various documents in respect of subsidiary companies as set out in sub-section (1) of section 212 of the companies Act 1956. Accordingly the Balance sheet Profit and Loss account and other documents of the subsidiary companies are not being attached with the annual report of the company, Financial information of the subsidiary companies as required under the said circular is disclosed in the annual report. The company will make available the annual accounts of the subsidiary companies seeking such information at any point of time. The actual accounts of subsidiary companies will also be kept open for inspection by any investor at the registered office of the company and that of the respective subsidiary companies The consolidated financial statements presented by the company include financial result of its subsidiaries Intertec Forge Private Ltd., Bangalore, India.

Board of Directors

At the year ended March 31, 2020, the Board of Directors comprised of one Promoter Directors, and two Independent Directors including a Woman Director. As per the Articles of Association of the Company, one third of the Directors are liable to retire by rotation at the Annual General Meeting of the Company, every year. Mr. Jaiji Oommen (DIN 080867440) retires by rotation and being eligible, offers himself for reappointment at the ensuing Thirty First Annual General Meeting.

9. Number of meetings of the Board

The Board of Directors of the Company met five times during the year. The details of Board Meetings are provided in the Corporate Governance Report. The gap intervening between two meetings of the board is within the time prescribed under the Act and LODR Regulations.

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL :

The following are the changes in the board composition:

- a) T.S.Ravi Chandar, Managing Director
- b) Leena Paul, Director
- c) Jaiji Oommen, Director

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

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

12. DECLARATION BY INDEPENDENT DIRECTOR

The provisions relating to declaration by Independent Director is not applicable to this company.

13. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The provisions Corporate Social Responsibility is not applicable to the company.

14. RISK MANAGEMENT POLICY:

The Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time.

Intertec Technologies Ltd.

15. SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANY:

Particulars	Country	CIN/GLN	Holding/ Subsidiary	% holding as at March 31, 2020	Applicable Section
Intertec Forge Pvt Ltd	India	U27320KA2004PTC033471	Subsidiary	100%	Section 2(87)

16. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

There are no significant and material orders passed by the regulators against the company during FY-2019-20.

17. CHANGES IN SHARE CAPITAL:

There is no change in the Share Capital during the year under review.

18. STATUTORY AUDITORS:

In the 29th AGM held on 29th September 2018, Pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, and pursuant to the recommendations of the Audit Committee, M/s. Anand Amarnath & Associates, Chartered Accountants (Firm Registration No: 026536), are appointed as statutory auditors of the Company, until the conclusion of the 33rd AGM, subject to ratification by members every year. The board recommends the members to ratify the continuation of M/S Anand Amarnath & Associates, at such remuneration and out of pocket expenses, as may be decided by the Board of Directors of the Company.”

19. AUDITORS' REPORT:

The Auditors' Report does not contain any significant qualification. As per the amended notification, the provisions regarding maintenance of cost records is not applicable to the company as the turnover is less than the prescribed limit.

Response to Qualifications by the Auditor:

A) Intertec Technologies Ltd:

- 1) Operations and Dues from WOS Intertec America: During the FY-2013-14 the company merged the assets and liabilities of the WOS Intertec America Inc with the parent company. The necessary adjustment and changes to the balance sheet are yet to be incorporated.

- 2) Delay in receivable: With global economy being seriously affected due to Covid-19 pandemic, several of our customers who are unable to pay the dues have either closed or filed for bankruptcy. Considering the hard economic reality the company has decided to write-off several of the old customer's dues. The current balance sheet and Annexures provide the details in this regard.
- 3) Dues from Cimotec Hydro Pvt Limited: The Management is making all out effort to realize the money due. We are receiving small amounts regularly and we are confident of recovering most of the balance due.
- 4) Loan from ex-Director: The company plans to close the short term temporary loan received from ex-Director amounting to Rs.34.57/- lacs during the course of this financial year.

B) Wholly Owned Subsidiary Intertec Forge Pvt Ltd.:

- 1) Confirmation of balance from Debtors: During the previous financial year we could not get confirmation of balance from the debtors. We will ensure the same is collected during the course of this financial year and also make necessary effort to realize the dues.
- 2) Share application money in WoSIntertec Forge Pvt Limited amounting to Rs 41,700,000/-

The company has closed the term loan facility availed with State Bank of India. Hence we do not have the compulsion of meeting the necessary debt, equity ratio of the bank. Thus the board of Directors in its meeting held on 1/9/2017, in consent with the holding company has proposed to treat this share deposit money as unsecured loan. It is proposed to be transfer the share deposit amount of Rs.41,700,000/- to unsecured loan from the parent company during the current financial year.

- 3) Delayed/non-payment of statutory dues:

We confirm there is delay in payment of statutory dues. We could not pay the statutory dues in time as the working capital loan turned NPA and hence affected the cash flow and business volume. The company has borrowed money and cleared the NPA and also closed the loan account with State Bank of India. We propose to clear all the statutory dues during the current financial year.

20. EXTRACT OF ANNUAL RETURN:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014 an extract of annual return in MGT-9 as a part of this Annual Report as is annexed.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

Not Applicable.

22. DEPOSIT:

The Company has neither accepted nor renewed any deposits during the year under review.

23. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

There were no related party transactions during the year except as provided in AS-18:

24. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

There is no information to be provided regarding conservation of energy, technology absorption, foreign exchange earnings and outgo.

25. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND:

Since the appointed bankers M/S Vijaya Bank is unable to provide the list of unclaimed dividend holders, the Company is unable to deposit/transfer the unpaid or unclaimed dividend amount of Rs.117,000/ to Investor Education and Protection Fund (IEPF). This amount pertains to unclaimed dividend of FY-2004-05, which is over seven year period. The company is pursuing available options to complete this open issue.

Corporate Governance:

The Company is committed to maintain the highest standards of Corporate Governance. The Directors adhere to the requirements set out by the Securities and Exchange Board of India's Corporate Governance practices and have implemented all the stipulations prescribed. The Report on Corporate Governance as stipulated under Clause 49 of the Listing Agreement forms part of Annual Report. The declaration regarding compliance with company code of Business Conduct and Ethics for Directors and Management Personnel forms part of Report on Corporate Governance.

The requisite Certificate from the Auditors of the company, M/s. Anand Amarnath & Associates, confirming compliance with the conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement, is attached to this report.

26. DIRECTORS'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134 of the Companies Act, 2013, the Directors state and confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures:
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a

true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period

- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities
- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

27. ACKNOWLEDGMENTS

The directors place on record their sincere appreciation for the assistance and co-operation extended by Bank, all employees, members and all others associated with the company.

Date: 7th July 2020

Place: Bangalore

For and on behalf of the Board of Directors

INTERTEC TECHNOLOGIES LIMITED

**(T S RAVICHANDAR)
DIRECTOR
(DIN: 01684760)**

**(Jaiji Oomen)
DIRECTOR
(DIN: 08086740)**

**Annexure to the Directors' Report
Extract of Annual Return**

Form No. MGT-9

(As on the Financial Year ended on 31st March, 2020)

[Pursuant to Section 92(3) of the Companies Act, 2013 and
Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

- i) CIN : U85110KA1989PLC010456
- ii) Registration Date : 19/10/1989
- iii) Name of the Company : INTERTEC TECHNOLOGIES LIMITED
- iv) Category/Sub-Category of the Company : Company limited by Shares/Indian
Non-Government Company
- v) Address of the Registered Office and Contact details : NO. 28, SHANKARMUTT ROAD, BANGALORE
- vi) Whether listed Company : Listed on Metropolitan
Stock Exchange of India Limited
- vii) Name , Address and contact details of Registrar and Transfer Agent, if any : KFin Technologies Private Limited
Karvy Selenium Tower B, Plot 31-32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad – 500 032.
Unit: ICE/DOC

II. PRINCIPAL BUSINESS OF THE COMPANY

No	Name and Description of the Product	NIC Code of the Product	% of the total turnover of the Company
1	IT Services in the area of IT service Management and Telecom Service Management	72291,72295	0

II. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Particulars	Country	CIN/GLN	Holding/ Subsidiary	% holding as at March 31, 2020	Applicable Section
Intertec Forge Pvt Ltd	India	U27320KA2004PTC033471	Subsidiary	100%	Section 2(87)

SHARE HOLDING PATTERN [EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY]**(II) SHAREHOLDING OF PROMOTERS & Promoter Group**

Shareholding as at 1/4/2020				Shareholding as at 1/4/2019			
Name of the Shareholder	No of Shares	% of total shares of the Company	% OF Shares pledged/ encumber ed to total shares	Name of the Shareholder	No of Shares	% of total shares of the Company	% OF Shares pledged/ encumber ed to total shares
T S RAVI CHANDAR	1482960	19.61%	Nil	T S RAVI CHANDAR	1482960	19.61%	Nil
SARASWATHI R C	0	0	Nil	SARASWATHI R C	1000	0.01%	Nil
SOLARIS COMPUTERS PRIVATE LIMITED	25000	0.33	Nil	SOLARIS COMPUTERS PRIVATE LIMITED	25000	0.33	Nil

(III) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters)

No.	Name	Share holding as on 31/03/2020		Share holding 1/04/2019	
		Shares	Percentage	Shares	Percentage
1	MCS CONSULTING PRIVATE LIMITED	1326060	17.5371	1326060	17.5371
2	ALPHA MAILFAST PRIVATE LIMITED	941570	12.4523	941570	12.4523
3	BUVANAGIRI KUPPUSWAMYNAIDU AMARNATH	742620	9.8212	742620	9.8212
4	K S EKALAVYA	514285	6.8014	514285	6.8014
5	CHETHANA V	292857	3.873	292857	3.873
6	MANGAL BHANSHALI	100000	1.3225	100000	1.3225
7	SUMAN BHARTIA	100000	1.3225	100000	1.3225
8	DEEPAK SRINIVAS	90000	1.1903	90000	1.1903
9	P. SRINIVASAN	90000	1.1903	90000	1.1903
10	KARVY STOCK BROKING LTD INVESTMENTS	84990	1.124	84990	1.124

Intertec Technologies Ltd.

Research & Development

Particulars of Research and Development, Conservation of energy, technology absorption and Foreign exchange earnings and Outgo etc.

Particulars required under Section 217 (1)(e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of Particulars in the Report of Board of directors) Rules, 1988 is given in the Annexure II to the Report.

Particulars of Employees

The details of Employees of the Company who received remuneration in excess of the limits prescribed under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is given in the Annexure-III to the report.

Acknowledgements

Your Directors would like to place on record their gratitude for all the guidance and cooperation received from all its clients, vendors, bankers, financial institutions, business associates, advisors, regulatory and government authorities.

Your Directors also take this opportunity to thank all its investors and stakeholders for their continued support and all employees for their valuable contribution and dedicated service.

For and on behalf of the Board of Directors

T.S.RAVICHANDAR
MANAGING DIRECTOR

Place: Bengaluru

Date: 7th July 2020

MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Overview

The financial statements have been prepared in compliance with the requirements of the Companies Act, 2013, and the Generally Accepted Accounting Principles (GAAP) in India. The management of Intertec Technologies Ltd accepts responsibility for the integrity and objectivity of these financial statements, as well as for various estimates and judgments used therein. In addition to the historical information contained herein, the following discussion includes forward looking statements which involve risks and uncertainties, including, but not limited to, risks inherent in the Company's growth strategy, dependence on certain clients, dependence on availability of qualified technical personnel and other factors discussed in this report.

1. Share Capital

The total shareholders' fund as at March 31, 2020 is Rs.22,08,57,303/- of which equity capital is Rs. 7,56,07,350/- comprising of 75,60,735 equity shares of Rs. 10/- each.

2. Reserves and Surplus

2.1 As at March 31, 2020 the reserves and surplus of the Company aggregated to Rs.1452.49lacs as against Rs. 1605.52 lacs in the previous year, a decrease of Rs. 153.03 lacs.

Share premium account represents the premium collected on the 539,600 equity shares issued at a premium of Rs. 50/- per share to friends, relatives and associates and 12,10,400 equity shares issued at a premium of Rs. 50/- per share through an Initial Public Offer in the year 2000 and the 5,40,000 equity shares issued at a premium of Rs. 6.67/- per share to the shareholder's of Intertec Forge Pvt Ltd during the year 2004-05. (i.e. Rs. 36.00 lacs) A sum of Rs.1.35 lacs which was received on 5400 shares @ Rs.25/- per share, which have been forfeited, has been transferred to Capital Reserve A/c. However only 4700 of these forfeited shares have been re-issued (towards un-issued 700 shares, the share capital of Rs.7000/- and share premium of Rs.17,500/- should be refunded to M/S Alpha MailFast Pvt. Limited). Also included is share premium of Rs. 55,903,320/- collected on preferential allotment of 17,57,142 Equity Shares during financial year 2011-12.

3. Debt

3.1 The total secured debt as at March 31, 2020 is NIL. (PY: NIL).

4. Unsecured Loans

4.1 The total unsecured debt as at March 31, 2020 is Rs.189.23 lacs (PY: 191.48 lacs).

Intertec Technologies Ltd.

5. Fixed Assets

- 5.1 During the year, the Company has not invested in fixed assets.
- 5.2 The Company has adequate internal accruals and liquid funds to meet the capital expenditure.

6. Investments

- 6.1 During the year, the company did not make any new or additional capital investment.
- 6.2 As stipulated in the Listing Agreement with Stock Exchanges, the consolidated financial statements have been prepared by the company in accordance with the relevant accounting standards issued by the Institute of Chartered Accountants of India. The audited consolidated financial statements together with Auditors Report thereon form the part of Annual Report.

7. Inventories

- 7.1 During the year closing stock of inventory is Rs. 1,20,000/-.
- 7.2 The Company does not value the unbilled / unaccepted value of software products and services as at the year-end.

8. Sundry Debtors

- 8.1 The major customer of the Company is T.Abdul Wahid & Sons Ltd.
- 8.2 All the debtors are generally considered good and realisable.
- 8.3 The age profile is given below:

Period in days	Year ended 31/3/2020		Year ended 31/3/2019	
	Value in (Rs. Lacs)	%	Value in (Rs. Lacs)	%
Less than 180 days	10.41	100%	0	0
More than 180 days	0	0	316.48	100%
TOTAL :	10.41	100%	316.48	100%

- 8.4 Dues from Companies under the same management is Rs. NIL lacs (PY: 795.31 lacs).

9. Cash and Bank balances

9.1 The bank balances includes Nil (PY Rs. Nil) in fixed deposit accounts and Rs. 1.49lacs (PY Rs. 6.88 lacs) in various current accounts, which includes cash in hand of Rupees 5.02 lacs.(PY 4.57 lacs).

10. Loans and advances

10.1 Advances recoverable in cash, kind or value to be received, are primarily towards prepayments for value to be received. Rs. Nil lacs advance income tax is paid during the financial year (PY: Nil lacs). Tax deducted at source is Rs. Nil (PY NIL lacs).

10.2 Deposits represent electricity deposit, telephone deposit, and advances of like nature, and also Inter-Corporate Deposits.

11. Current Liabilities

11.1 Sundry creditors - for expenses include creditors for operational expenses, accrued salaries and benefits.

12. Provisions

12.1 Provision for taxation denotes estimated income tax liabilities is NIL (PY Rs. NIL lacs).

13. Preliminary Expenses

13.1 Preliminary expenses during the year is NIL (PY: NIL)

14. Financial Instruments

14.1 Letters of Credit - the Company has not utilized the same in the current year as well as the previous year.

14.2 Guarantees - the Company has utilized to the tune of Rs. NIL (PY : Rs. NIL)

15. Profit & Loss Account**15.1 Income**

15.1.1 The Company derives its income from software development and software services.

(Rs. in lacs)

Particulars	Year ended 31/3/2020		Year ended 31/3/2019	
	Value	%	Value	%
Software Development & Software Service	5.37	100.00	Nil	0.00
Interest & Other Income	Nil	0.00	7.54	100.00
TOTAL	5.37	100.00	7.54	100.00

Intertec Technologies Ltd.

15.2 Non-operating income

15.2.1 Non-operating income presently consists of foreign exchange difference on the Foreign Currency account of the Company.

15.3 Expenditure

15.3.1 The total expenditure has decreased from Rs.20.65 lacs to Rs. 16.30 lacs which is a decrease of 21 %.

15.3.2 The software development and manufacturing expenses increased from Rs.0.44 lacs to Rs.2.40 lacs.

15.3.3 The Company incurred marketing, administration, provision for doubtful debts, bad debts written off and other expenses which have decreased to Rs. 9.21 lacs (PY: 16.67 lacs).

15.4 Operating profits / loss

15.4.1 During the year, the Company made an operating loss (loss before depreciation and tax) of Rs.10.94 lacs (PY:operating loss of13.10 lacs).

15.5 Interest and bank charges

15.5.1 The Company incurred an expenditure of Rs.0.01 lacs as against Rs. 0.01 lacs during the previous year.

15.6 Depreciation

15.6.1 The Company provided a sum of Rs.3.15 lacs (PY: Rs. 3.49 lacs) towards depreciation on its assets.

15.7 Provision for tax

15.7.1 The Company has no tax liability (P.Y.NIL lacs) after considering the exemptions for income from software services under the Income Tax Act, 1961.

15.8 Net Profit / Loss

15.8.1 The net loss of the Company (before tax) amounted to Rs.10.94 lacs (PY Rs. 13.10 lacs).

15.9 Earnings per share

15.9.1 Earnings per share as on the Balance Sheet date was Rs. -0.014 as against Rs. 0.05 (annualized) per share for the previous year.

15.10 Subsidiary Companies:

There are two wholly owned subsidiary companies which are Non-Listed companies:

a) Intertec Forge Private Limited, Bangalore, India.

b) Intertec America Inc., USA (merged with parent company from 30/05/2014)

REPORT ON CORPORATE GOVERNANCE

The report on Corporate Governance is pursuant to Clause 49 of the Listing Agreement entered into with the Stock Exchanges and forms a part of the report of the Board of Directors. The Company has complied with all the applicable requirements of revised Clause 49 of the Listing Agreement

1. Philosophy on the code of Corporate Governance

Intertec Technologies Limited which endeavors to implement the best Corporate Governance practices by adhering to the well defined policy Framework, continuously reviews its policies and practices of Corporate Governance with a clear goal not merely to comply with statutory requirements in letter and spirit but also to implement the best international practices of Corporate Governance, in the overall interest of all the stakeholders. The Company's philosophy on Corporate Governance is to meet the aspirations and expectations of all stakeholders and the same is demonstrated in shareholders returns and performance of the Company. The cardinal principles such as accountability, independence, trust, responsibility, transparency, fair and timely disclosures, etc., serve as the means of implementing the philosophy of Corporate Governance. The Company is having the best policies and practices with respect to the employment and employee satisfaction and the same is reflected in the stability of senior management, low attrition across various levels and increased productivity.

Your Company has constantly striven to implement the best Corporate Governance practices and we believe that it shall go beyond adherence to the regulatory framework. Your Company's corporate structure, business and disclosure practices have been aligned to its Corporate Governance Philosophy. We will continuously endeavor to improve in these aspects on an ongoing basis.

2. Board of Directors

(i) Composition and provisions as to Board and Committees:

The Board of Directors of the Company comprises 3 (three) Directors. Mr.T.S Ravichandar is the Chief Executive Officer & Managing Director. Mr. Jaiji Oomen and Ms. Leena Paul are Independent Non – Executive Directors.

Meeting of the Board of Directors held during the year 2019-20 are detailed hereunder:

SI No	Date of the Board Meeting	Event occurred
1.	30 th May 2019	Approval of Accounts for FY-2018-19
2.	14 th August 2019	Approval Accounts of Q1 FY2019-20
3.	4 th September 2019	Annual Report review and approval
4.	13 th November 2019	Approval Accounts of Q2 FY2019-20
5.	14 th February 2020	Approval Accounts of Q3 FY2019-20

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*Membership across all companies excluding private Companies, Foreign Companies and Companies under Section 25 of the Companies Act, 1956. (ii) (iii) (iv) The details of the Directors as on 31st March 2020 and their attendance at the Board / Last Annual General Meeting are as follows:

Name & Category	Date of Appointment	No of Board Meeting Attended	No of Membership in the Boards of other Companies	No of Membership of Board Committees in all companies*	Chairmanships of Board Committeesn all Companies**	Attended the last AGM (Yes/No)
Mr T.S Ravichandar / Promoter	28.09.2012	4	3	1	1	Yes
Ms. Leena Paul/Independent	28.09.2012	2	9	2	0	Yes
Mr Jaiji Oommen / Independent	15.02.2018	1	1	1	0	No

**Chairmanship and Membership of Audit Committee and Shareholders/Investors Grievance Committee only.

Mr. Jaiji Oommen, Independent Director, appointed on 15.02.2018, retires by rotation and being eligible, offers himself for appointment.

Relationship between Directors:

No Director is related to any other Director on the Board in terms of the definition of 'relative' given under the Companies Act, 1956.

Code of conduct:

The Board of Directors of your Company have laid down a Code of Conduct ("the Code") applicable to all Board Members and Senior Management. A Declaration from the CEO to the effect that all the Board Members and Senior Management Personnel have affirmed compliance with "the code" forms a part of this report.

3. Audit Committee

The Company has a qualified and independent Audit Committee with two members. Mr. Jaiji Oommen is the Chairman of the Committee and Ms. Leena Paul (both are Independent Directors) are the members.

The audit committee has the following powers:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

The role of the Audit Committee includes the following:

1. Overview of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are fairly stated.
2. Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
3. Reviewing the internal audit system and scope of internal audit.
4. Reviewing with the management the annual financial statement before submission to the Board with particular reference to:
 - a. Matters required to be included in the Directors Responsibility Statement in the Board's Report, in terms of Clause (2AA) of Section 217 of the Companies Act, 1956.
 - b. Changes, if any, in accounting policies and practices and reasons for the same.
 - c. Major accounting entries involving estimates based on the exercise of judgment by management.
 - d. Significant adjustments made in the financial statements arising out of audit findings.
 - e. Compliance with the listing and other legal requirements relating to financial statements.
 - f. Disclosure of related party transactions.
 - g. Qualifications in the draft audit report.

Note : The company couldn't pay Income tax liability of Rs.14.91Lacs due to cash flow problems since the Company has Invested large amounts into subsidiaries it could not honor the tax liability. The company is keen to clear the tax liability during the current year.

5. Reviewing, with management, the quarterly financial statements before submission to the board for approval.
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, right issue, preferential issue, etc) the statement of funds utilized for purposes other than those stated in the offer documents / prospectus / notice and the report submitted by the monitoring agency, monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this manner.
7. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of internal control system.

Intertec Technologies Ltd.

8. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
 9. Discussion with internal auditors on any significant findings and follow up thereon.
 10. Reviewing the findings of any internal investigations, by the internal auditors into matters where there is suspected fraud or irregularity of a failure of internal control systems of a material nature and reporting the matter to the Board.
 11. Discussions with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussions to ascertain any area of concern.
 12. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
 13. To review the functioning of the Whistle Blower Mechanism, in case the same is existing.
 14. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
- (iii) Four Audit Committee Meetings were held during the year 2019 - 20. The attendance is as follows:

Name	Number of Meetings Attended
Ms. Leena Paul	4
Mr Jaiji Oommen	4

The requirements regarding Number of Meetings to be held, quorum and the time gap between two meetings were in accordance with the requirements of Clause 49 of the listing agreements.

4. Remuneration Committee and Remuneration to Directors.

(i)(ii) & (iii) The Board has constituted a Remuneration Committee to determine on their behalf and on behalf of the shareholders, the Company's policy on specific remuneration package for executive directors including pension rights and any other compensation.

The committee reviews and decides the overall remuneration of the key employees of the company including Managing Director and the Executive Directors.

Mr. Jaiji Oommen is the Chairman of the committee and Ms. Leena Paul is Member, both are Non executive, Independent Directors.

The committee has been empowered to review/recommend appointment and remuneration of the executive and non-executive Directors. The committee met once

during the financial year where the Chairman, Mr. Jaiji Oomen and Leena Paul (member) were present.

(iv) Remuneration Policy:

At present the Managing Director and the Executive Directors are not drawing any salary or benefits and hence is in accordance with the service contracts entered into with them, the terms and conditions of which are approved by the Remuneration Committee, the Board as well as shareholders of the Company. No sitting fees are paid to the Directors of the Company for attending the Board/Committee meetings.

(v) (a). The details of the remuneration paid to the Directors during the year 2019-20 are given below:

Amount in Rupees

Name of the Director	Salary	Perquisites	Total
Mr T.S Ravi Chandar	NIL	NIL	NIL
Ms. Leena Paul	NIL	NIL	NIL
Mr Jaiji Oommen	NIL	NIL	NIL

5. Shareholders / Investors Grievance committee:

(i) The Shareholders and Investors Grievance Committee of the Board is empowered to oversee the redressal of investor's complaints pertaining to share transfer, non-receipt of annual reports, dividend payments, issue of duplicate certificates, transfers and transmission shares and other miscellaneous complaints. The committee also approves the transfer/ transmission etc., of shares.

The Shareholders / Investors Grievance committee consists of the following Directors.

Mr T.S Ravi Chandar	Chairman
Mr.Jaiji Oomen	Member

During the year, one meeting was held and the attendance was as follows.

Intertec Technologies Ltd.

Name of the Member	No of Meetings Attended
Mr T.S Ravi Chandar	1
Mr.Jaiji Oomen	1

- (ii) Mr.R. Nagarajan , Company Secretary, acts as a Compliance Officer.
- (iii) (ii) (iv) & (v) the total number of complaints received and replied to the satisfaction of shareholders during the year under review was Nil. There were no outstanding complaints as on 31st March 2020.

6. General Meetings:

(i) & (ii) Location and time where last three AGMs were held and the Special Resolutions passed.

Financial Year	2016-17	2017-18	2018-19
Date, Time and Venue	28 th September 201711:00AM Presidents Lounge The Bangalore CityInstitute, # 8, Pampa Mahakavi Road, Opp. Makkala Koota, BasavanagudiBeng aluru – 560 004.	29 th September 201811:00AM Presidents Lounge The Bangalore CityInstitute, # 8, Pampa Mahakavi Road, Opp. Makkala Koota, Basavanagudi Bengaluru – 560 004.	28 th September 201911:00AM Presidents Lounge The Bangalore City Institute, # 8, Pampa Mahkavi Road, Opp. Makkala Koota, Basavanagudi Bengaluru – 560 004.
Special Resolutions Passed	No Special Resolutions Passed during 2016-2017 No Special Resolutions	No Special Resolutions Passed during2017-2018 No Special Resolutions	No Special Resolutions Passed during 2018-2019 No Special Resolutions

7. Disclosures:**(i) Basis of Related party transaction**

Your Company places details with respect to related party transactions before the Audit Committee periodically.

No transaction of a material nature has been entered into by the Company with Directors or Management and their relatives etc. that may have a potential conflict with the interest of the Company.

- (ii) There has been no instance of non-compliance by the company on any matter related to capital markets. Penalties or strictures being imposed by SEBI or Stock Exchanges was not applicable.
- (iii) Whistle Blower Policy is at present not adopted by the Company.
- (iv) All the Mandatory requirements of corporate governance clause have been complied with by the Company and compliance with non-mandatory requirements have been detailed under Sl. No.10 of this report.
- (v) Disclosure of accounting treatments

Your Company has followed all relevant Accounting Standards while preparing the financial statements.

(vi) Risk Management

The Company has laid down risk assessment and minimization procedures which are in line with the best practices in the industry and as per its experience and objectives. The risk management system is reviewed periodically and updated.

- (vii) No significant material transaction has been made with the non-executive directors vis-à-vis the Company.

(viii) The number of shares held by the Directors as on 31st March 2020 is as follow:

Name	No of Shares	% of Holding
Mr T.S Ravichandar	1482960	19.61%
Mr Jaiji Oomen	0	0
Ms.Leena Paul	0	0

Intertec Technologies Ltd.

(ix) CEO/CFO Certification.

CEO/CFO has given a certificate to the Board as contemplated in Clause 49 the listing agreements.

8 A. Means of Communication

- i) Quarterly results, meeting notice are published in National and Regional News papers. (the periodic financial results were not published in Newspapers.
- (iii) The financial result of the company is displayed in the investor section of the Company's Website www.intertec1.com.

9. General Shareholder Information:

(i) Annual General Meeting	
Date and time	Wednesday, 30th of September 2020 at 12.00 Noon
Venue	The AGM will be held through Video Conferencing as per SEBI guideline
(ii) Financial Calendar (Tentative): Results Quarter ended 30th June 2020 Quarter ended 30th September 2020 Quarter ended 31st December 2020 Quarter ended 31st March 2021 AGM for approval of Audited accounts for the year ended 31st March 2021 Financial year	Reporting On or before 14th September 2020 On or before 14th November 2020 On or before 14th February 2020 On or before 30th May 2021 On or before 30th September 2021 1st April to 31st March
(iii) Details of Book closure	From 25th September 2020 to 30 th September 2020
(iv) Dividend payment	No
(v) Listing of Equity Shares on Stock Exchanges	Metropolitan Stock Exchange of India Ltd.

(vi)	Stock code: :	INTERTEC
	a. Trading code/symbol	
	b. Demat ISIN Number in NSDL and CDSL for equity shares	INE137B01010
	Listing fee	Paid up to date

(vii) Stock Market Data: Not Applicable:

No trading.

(Share transfer and communication regarding share certificate, dividends and change of address)	KFin Technologies Pvt. Ltd. Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad-500 032. P : +91 040 67161530
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(ix) Share Transfer System

Presently the share transfers which are received in physical form are processed and the share certificates returned within a period of 15 to 16 days from the date of receipt, subject to the documents being valid and complete in all respects. The Share transfers/transmissions are approved by shareholders/Investors Grievance Committee.

(x) Distribution of Shareholding as on 31st March 2020

Category (Amount)	Phy Cases %	Phy Shares	Ele Cases %	Ele Shares	Total Cases	Total Cases %	Total Shares
20001- 30000	0.0428	4600	0.4713	53080	24	0.5141	57680
5001- 10000	0.2571	10500	2.4207	84749	125	2.678	95249
40001- 50000	0.0643	13800	0.3642	77300	20	0.4284	91100
50001- 100000	0.0643	22000	0.3856	155154	21	0.4499	177154
100001 & Above	0.0428	30000	0.7069	6481015	35	0.7498	6511015
10001- 20000	0.0857	7300	1.2853	87801	64	1.371	95101
30001- 40000	0.0214	4000	0.1071	17290	6	0.1285	21290
1-5000	23.2648	120655	70.4156	392191	4373	93.6804	512846
Total	23.9177	213155	76.0824	7348280	4666	100	7561435

Intertec Technologies Ltd.

SHARE HOLDING PATTERN AS ON 31/03/2020(WITH GROUPING)

Sl. no	Description	No. of Cases	Total Shares	% Equity
1	PROMOTER GROUP	1	25000	0.33
2	PROMOTER	1	1482960	19.61
3	RESIDENT INDIVIDUALS	4395	3228451	42.70
4	OVERSEAS CORPORATE BODIES	1	50000	0.66
5	EMPLOYEES	29	7500	0.10
6	NON RESIDENT INDIANS	4	28600	0.38
7	RESIDENT INDIVIDUALS	1	300	0.00
8	NON RESIDENT INDIAN NON REPATRIABLE	9	1370	0.02
9	BODIES CORPORATES	64	2598755	34.37
10	H U F	99	138499	1.83
	Total:	4604	7561435	100.00

(xi) Dematerialization of shares and Liquidity.

As on 31st March 2020,97.18% (7348580 shares) of the Company's total paid up capital representing 7561435 shares was held in dematerialized form and the balance 2.82% representing 212855 shares were held in physical form.

Secretarial Audit: As stipulated by the Securities and Exchange Board of India, a qualified Practicing Company Secretary carries out the Secretarial Audit and provides a report to reconcile the total admitted capital with the National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the stock exchanges and is also placed before the Board of Directors. The audit, inter-alia, confirms that the total listed and paid up capital of the company is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

(xii) Company has not made any ADR/GDR issue.

(xiii) The company is located at:

28, Shankar Mutt Road, Bengaluru – 560 004

(xiv) Address for correspondences:

(i) Correspondence for Shares held in Physical Form:

(Share transfer and communication regarding share certificate, dividends and change of address)	KFin Technologies Private Limited Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad-500 032. P : +91 040 67161530E mail : mailmanager@karvy.com
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(ii) For Shares held in Demat Form to the Depository participant.

(iii) The Company has designated IR@intertec1.com as the e mail for the purpose of registering complaints by investors.

(xv) Disclosure Regarding Suspense Account Pursuant to SEBI Circular No. SEBI/CFD/DIL/LA1/2009/24/04 Dated April 24, 2009

Since there are no unclaimed shares lying in the escrow account, there is no information to disclose under the above notification.

10. Non-Mandatory requirements.

1. The Company has an Executive Chairman on its Board.
2. The Remuneration Committee is constituted by the Board, the details of which are provided under the heading "Remuneration Committee and Remuneration to Directors".
3. There are no qualifications in the Audit Report for the year 2019-20.
4. The Company has not adopted the other non-mandatory requirements as specified in Annexure 1D of Clause 49 of Listing Agreement.

For and on behalf of the Board

Date: 07-07-2020
Place: BENGALURU

T.S Ravi Chandar
CEO / M.D

Jaiji Oomen
Director

CERTIFICATES UNDER CORPORATE GOVERNANCE REPORT:

Certificate relating to the Code of Conduct for Directors/Senior Management.

This is to certify that as per revised Clause 49 of the Listing Agreement the code of conduct has been laid down for all the Board Members and Senior Management of the Company. The Board Members and Senior Management have affirmed compliance with Company's code of Conduct for the year 2019-20.

Date: 07-07-2020
Place: BENGALURU

T.S Ravi Chandar
CEO / M.D.

INDEPENDENT AUDITOR'S REPORT

To the Members of Intertec Technologies Limited

Report on the Financial Statements

We have audited the accompanying (standalone) financial statements of Intertec Technologies Limited (“the Company”) which comprises the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss for the year then ended and the cash flow statement for the year ended and a summary of significant accounting policies and other explanatory information.

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 preparation and presentation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards referred to under section 133 Of The Companies Act 2013 read with Rule 7 of the companies (Accounts) Rule 2014. This responsibility includes the maintenance of adequate accounting records in accordance with provisions of the act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies ; making judgment 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 accounting of the accounting records, relevant to the preparation and presentation of the financial statements that gives a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and the matters which are required to be included in the audit report under the provisions of the Act and Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under subsection 10 of section 143 of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion whether the company has placed an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

- 1. Note in the financial statements regarding closure of operations of Wholly Owned Subsidiary Intertec America Inc USA, we are not in a position to ascertain the realization of investment in Intertec America Inc USA and company has not made any provision for investment made in the said entity.**
- 2. There are undue delay of receivables from customers / subsidiary companies. And company has not made any provision for the doubtful receivables. The amount of doubtful receivables are not ascertainable from the financial statements**
- 3. An amount of Rs. 238.50 lakhs receivable on account of sale proceeds of Investment in Cimotech Hydro Machines Pvt Ltd which is pending since from financial year 2013-14.**
- 4. Balances shown under debtors, advances, deposits and creditors are subject to realization/confirmation/reconciliation/adjustment if any.**

Opinion

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* paragraph, the Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

Intertec Technologies Ltd.

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
- b) in the case of the Profit and Loss Account, of the profits for the year ended on that date.
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to the following notes:

Report on other Legal Regulatory Requirement

- 1. As required by Companies (Auditors Report) Order 2016 (“the order”) as amended issued by the central government of India in terms of section 143(11) of the Act we give in annexure a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.
- 2. As required by section 143(3) of the act, we report that
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified of section 133 Of the Companies Act 2013 read with Rule 7 of the companies (Accounts) Rules 2014.
 - e) On the basis of written representations received from the directors as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note to the financial statements

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There is unclaimed dividend pertaining to the financial year 2004-05 amounting to Rs.1,11,715/- which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 9 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company.

For Anand Amarnath and Associates.

Firm Registration No.000121S

Chartered Accountants

B K Amarnath

Partner.

Member Ship No.:026536

Place: Bangalore

Date: 07.07.2020

ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in our Report of even date on the accounts of Intertec Technologies Limited. for the year ended 31st March 2020)

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
 - (c) The title deeds of immovable properties are held in the name of the company.
2. (a) The management has conducted the physical verification of inventory at reasonable intervals.
 - (b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
3. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
 - (a) **As per the explanations given to us the company has given an interest free unsecured loans to its wholly owned subsidiary companies Intertec Forge Pvt Ltd amounting to Rs. 8,34,16,974 Lakhs (previous year Rs.682.22 lakhs)and Intertec America Inc. Rs.1.79lakhs (P.Y. Rs.1.79 Lakhs). Also an amount of Rs. 1,45,64,062 lakhs (previous year Rs.168.89 lakhs) is due from erstwhile subsidiary company Cimotec Hydro Machines (P) Ltd.**

- (ii)
- (a) AS there is no terms regarding repayment principal we are not in a position to comment on the same.
- (b) As there is no repayment terms and there were no demand for repayment of these loans the question of overdue is not ascertainable.
- (c) **The company has taken interest free unsecured loans from the director, Ex Directors amounting to Rs. 143.17 lacs (previous year Rs. 145.421 lacs), and Rs.46.05 lacs (previous year 46.05 lacs) respectively. However in our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.**
1. **The Company has accepted deposits from the ex director amounting to Rs. 46.05 lacs which is in violation of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 .**
2. As per information & explanation given by the management, maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 148 of the Act and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, Value added tax, Cess, Professional tax and other material statutory dues have not been regularly deposited during the year by the Company with the appropriate authorities.
- b) According to the information and explanations given to us, no disputed amounts payable in respect of Provident Fund, Employees' State Insurance, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, Value added tax, Cess, Professional tax and other material statutory dues were in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.

However With Respect To Income Tax Dues Company is paying the Tax Deducted at Source on payment basis hence the amount of TDS outstanding for more than 6 months are not ascertainable from the books of account. However Rs .4.85 lacs was outstanding in the books which is outstanding for a period of more than 6 Months.

Intertec Technologies Ltd.

- c) According to the information and explanations given to us, there are no dues of Income tax, Wealth tax, Sales tax, Value added tax, Service tax, Customs duty, Excise duty and Cess which have not been deposited with the appropriate authorities on account of any dispute other than those mentioned in Annexure I to this report.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company unclaimed dividend of Rs 1,11,715/- related to the financial year 2004-05 was not transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013(Section 125).
- 4. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures
- 5. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans during the year Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 6. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 7. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- 8. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company
- 9. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 10. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year

under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

11. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
12. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon

For Anand Amarnath and Associates.

Firm Registration No.000121S

Chartered Accountants

B K Amarnath

Partner.

Member Ship No.026536

Place: Bangalore

Date: 07.07.2020

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT – 31st MARCH, 2020 (Referred to in our report of even date)

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE ACT

We have audited the internal financial controls over financial reporting of Intertec Technologies Limited (“the Company”), as of 31st March, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS.

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

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial Reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2020, based on the internal controls over financial reporting criteria established by the Company considering the essential Components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI.

For **Anand Amarnath and Associates.**

Firm Registration No.000121S

Chartered Accountants

B K Amarnath

Partner.

Member Ship No.026536

Place: Bangalore

Date: 07/07/2020

INTERTECTECHNOLOGIES LTD.,BANGALORE

Notes Forming part of accounts as at 31/03/2020.

SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation

These financial statements have been prepared to comply in all material aspects with applicable accounting principles in India, the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and other accounting principles generally accepted in India, to the extent applicable.

The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those applied in the previous year

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The financial statements are presented in Indian rupees.

2. Revenue recognition

Revenue from software development is recognized when all the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract, the Company retains no effective control of the goods transferred to a degree usually associated with ownership and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of software products.

3. Expenditure

Expenses are accounted on accrual basis and provision is made for all known losses and liabilities.

4. Fixed assets:

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any.

Tangible assets not ready for the intended use on the date of Balance Sheet are disclosed as "Capital work-in-progress".

Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets which are carried at cost are recognized in the Statement of Profit and Loss.

Depreciation is provided on a pro-rata basis on the straight line method over the useful lives as prescribed under Schedule II to the Companies Act, 2013.

5. Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is computed on a weighted average basis.

6. Trade receivables and Loans and advances

Trade receivables and Loans and advances are stated after making adequate provisions for doubtful balances.

7. Provisions and Contingent liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. These are reviewed at each year end date and adjusted to reflect the best current estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

8. Retirement Benefits to Employees:

The company's liability towards retirement benefit in the form of Provident Fund is fully funded and charged to revenue expenditure. The company contributes to the employee's provident fund maintained under the employee's provident scheme run by the Central Government, and regular in making the payments.

Gratuity Liability is paid and accounted on a cash basis.

9. Income taxes

Tax expense for the year comprises current tax and deferred tax.

Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities using the applicable tax rates and tax laws.

Intertec Technologies Ltd.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. The carrying amount of deferred tax assets is reviewed at each Balance Sheet date for any write down, as considered appropriate.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

10. Foreign currency transactions

Foreign currency transactions are accounted for at the exchange rates prevailing at the date of the transaction. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are not recognised in the Statement of Profit and Loss, will be accounted at the time of realization.

Forward exchange contracts outstanding as at the year-end on account of firm commitment transactions are marked to market and the losses, if any, are recognised in the Statement of Profit and Loss and gains are ignored in accordance with the announcement of the Institute of Chartered Accountants of India on 'Accounting for Derivatives' issued in March 2008.

11. Cash and cash equivalents

In the cash flow statement, cash and cash equivalents include cash in hand, term deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

12. Earnings per share

The basic earnings per share is computed by dividing net profit after tax by the number of equity shares outstanding for the period

13. AS 18 Related Party Disclosures:**A) Name of the related party and nature of relationship where control exists:**

Name of Related Party	Nature of Relationship
Intertec Forge Pvt. Ltd.	Wholly owned Subsidiary
Intertec America Inc	Wholly owned Subsidiary
T S Ravichandar	Key Managerial person
R Prithviraj & Associates	Ex-Key Managerial person
B K Amarnath	Ex-Key Managerial person

B) Related Party Transactions:

Name of Related Party	Description of Relationship	Nature of Transactions	Amount Outstanding at the end of year Amount (Rs.)
Intertec Forge Pvt. Ltd.	Subsidiary	Loans & Advances	8,34,16,974
B K Amarnath	Key Managerial person	Loans & Advances(cr bal)	36,14,482
T S Ravichandar	Key Managerial person	Loans & Advances (cr bal)	24,05,823
R Prithviraj & Associates	Ex-Key Managerial person	Loans & Advances(dr bal)	69,50,000

14. Auditors Remuneration

Particulars	31st-March -2020 Amount (in Rs lacs)	31st- March - 2019 Amount(in Rs lacs)
Statutory Audit fees	0.79	0.79
Tax Audit Fees	0.21	0.21
Limited Quarterly Review	0.70	0.70

Intertec Technologies Ltd.

15. CIF value of Imports:

Particulars	31st - March - 2020 Rs. In Lakhs	31st - March-2019 Rs. In Lakhs
a. Raw materials & Consumable	2.40	Nil
b. Capital Goods	Nil	Nil

16. Income in foreign exchange (INR)

Particulars	31st - March - 2020 Rs. In Lakhs	31st - March-2019 Rs. In Lakhs
a. Sales	5.36	Nil

The above payments are as per the provisions of Schedule XIII, part II of the Companies Act, 1956.

17. Previous year's figures have been regrouped and re-casted where-ever necessary to confirm to the current year's format. Figures for the year have been rounded off to the nearest rupees.

For Intertec Technologies. Ltd.,

Read with our report
For Anand Amarnath And Associates,
Chartered Accountants

T.S.RaviChandar
DIRECTOR

Jaiji Oomen
DIRECTOR

B K Amarnath
M.NO. 026536.
Firm Reg No:000121S

Place: Bangalore
Date: 07/07/2020

INTERTEC TECHNOLOGIES LIMITED				
BALANCE SHEET AS ON 31.03.2020				
	Particulars	Note No.	31.03.2020	31.03.2019
	EQUITY AND LIABILITIES			
1	Shareholder's Funds			
	(a) Share Capital	1	75,607,350	75,607,350
	(b) Reserves and Surplus	2	145,249,953	160,552,059
			220,857,303	236,159,409
2	Loans Funds			
	(a) Long-term borrowings	3	18,923,138	19,148,138
	(b) Long term provisions	4	485,233	485,233
			19,408,371	19,633,371
3	Current Liabilities			
	(a) Trade payables	5	2,734,905	3,040,405
	(b) Other current liabilities	6	111,715	111,715
			2,846,620	3,152,120
	Total		243,112,294	258,944,900
	ASSETS			
1	Non-current assets			
	(a) Fixed assets	7		
	(i) Tangible assets-Net Block		10,930,148	10,896,076
	(ii) Intangible assets under development		993,250	993,250
	(iii) Capital Advance		11,923,398	11,889,326
			7,759,339	11,270,340
	(b) Non-current investments	8	90,851,057	90,672,340
	(c) Long term loans and advances	9	9,085,691	9,067,691
	(d) Other non-current assets	10	121,679,258	119,815,055
2	Current assets			
	(a) Inventories	11	120,000	120,000
	(b) Trade receivables	12	1,041,187	14,982,846
	(c) Cash and Cash Equivalents	13	650,862	1,125,802
	(d) Other current assets	14	1,500	1,500
			1,813,549	16,230,148
	Total		243,112,293	258,944,900
SEE ACCOMPANYING NOTES (1 TO 21) TO THE FINANCIALS STATEMENTS				
For and on behalf of the Board of Directors				
	T.S.Ravi Chandar	Jaiji Oommen	(0)	
	Director	Director	Read with our Report	
	DIN NO-1684760	DIN NO-08086740	For Anand Amarnath & Associates	
			Chartered Accountants	
	Place: Bangalore		B K Amarnath	
	Date : 07/07/2020		Partner	
			M No.26536	
			Firm Reg No:000121S	

Intertec Technologies Ltd.

INTERTEC TECHNOLOGIES LIMITED				
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31.03.2020				
	Particulars	Note No.	31.03.2020	31.03.2019
I	Revenue from operations	15	536,750	-
II	Other Income	16	-	754,880
III	Increase in WIP & FG	17	-	-
IV	Total Revenue (I +II+III)		536,750	754,880
V	Expenses:			
	Consumption	0	153,000	-
	Manufacturing & Others	18	240,500	43,500
	Employee Related Expenses	19	-	5,000
	Finance costs	20	657	661
	Depreciation and amortization expense	7	315,201	349,273
	Administrative & Selling Expenses	21	921,185	1,666,984
	Total Expenses		1,630,542	2,065,418
VI	Profit/Loss before exceptional and extraordinary items and tax (III- V)		(1,093,792)	(1,310,538)
VII	Profit/Loss before extraordinary items and tax		(1,093,792)	(1,310,538)
VIII	Extraordinary Items *			-
IX	Profit before tax		(1,093,792)	(1,310,538)
X	Tax expense:			
	(1) Current tax			
	(2) Deferred tax			
XI	Profit(Loss) for the period from continuing operations (IX-X)		(1,093,792)	(1,310,538)
	Earning per equity share:			
	1)Basic		-0.014	-0.014
	2)Diluted		-0.014	-0.014
SEE ACCOMPANYING NOTES (1 TO 21) TO THE FINANCIALS STATEMENTS				
For and on behalf of the Board of Directors			Read with our Report	
T.S.Ravi Chandar			For Anand Amarnath & Associates	
Director			Chartered Accountants	
DIN NO-1684760			B K Amarnath	
Place: Bangalore			Partner	
Date : 07/07/2020			M No.26536	
			Firm Reg No:000121S	

NOTE 1 - SHARE CAPITAL

Authorised:	31.03.2020	31.03.2019
1,20,00,000(Previous period1,20,00,000) equity shares of Rs10 each.	120,000,000	120,000,000
	120,000,000	120,000,000
Issued:		
75,60,735 equity shares of Rs10 each.	75,607,350	75,607,350
	75,607,350	75,607,350
Subscribed and Paid up:		
75,60,735 equity shares of Rs10 each.	75,607,350	75,607,350
Total	75,607,350	75,607,350

Reconciliation of the no. of shares outstanding at the beginning and at the end of the year:

No of shares outstanding at the beginning of the year	7,560,735	7,560,735
Add: Issued During the year		
Less: Reissued During the year		
No of shares outstanding at the end of the year	7,560,735	7,560,735

Foot Notes:

iv) Number of shares held by each shareholder holding more than 5% shares in the company are as follows:

Particulars	31.03.2020	31.03.2019
Equity Shares:		
T S Ravichandar	1,482,960	1,482,960
MCS Consulting Pvt Ltd	1,326,060	1,326,060
Alpha Mail Fast Pvt Ltd	941,570	941,570
Hemalatha	742,620	742,620
K S Ekalavya	514,285	514,285

Intertec Technologies Ltd.

The company has only one class of equity shares having a par value of Rs.10/- per share.
Each shareholder of equity shares is entitled to one vote per share

NOTE 2 - RESERVES AND SURPLUS

Particulars	31.03.2020	31.03.2019
Securities Premium Account: As per last Balance Sheet	139,915,859	139,915,859
Additions on shares issued during the year	-	-
Balance at the end of the Year	139,915,859	139,915,859
General Reserve: General Reserve:	6,388,165	6,388,165
Add: Transfer from Profit & Loss Account	-	-
Balance at the end of the Year	6,388,165	6,388,165
Capital Reserve	39,721	39,721
Add: Transfer from Profit & Loss Account	-	-
Balance at the end of the Year	39,721	39,721
Investment subsidy from Govt of Karnataka		-
Surplus: As per last Balance Sheet	-	15,518,853
Add: Profit/(Loss) for the period	(1,093,792)	(1,310,539)
Less: transfer to Profit and loss account	-	-
Balance at the end of the Year	(1,093,792)	14,208,314
Total	145,249,953	160,552,059

NOTE 3 - LONG TERM BORROWINGS

Particulars	31.03.2020	31.03.2019
Unsecured		
From Related Parties	4,605,264	4,605,264
From Others	14,317,874	14,542,874
Total	18,923,138	19,148,138

NOTE 4 - LONG TERM PROVISIONS

Particulars	31.03.2020	31.03.2019
Provision for Income Tax 15-16	214,607	214,607
16-17	255,538	255,538
17-18	15,088	15,088
Total	485,233	485,233

NOTE 5 - TRADE PAYABLES

Particulars	31.03.2020	31.03.2019
Trade payables	2,734,905	3,040,405
Total	2,734,905	3,040,405

* Company is under the process of identifying the amounts due to Micro, Medium and Small Enterprises as per MSMED Act

Out of the Trade Payables Rs.1438331/- is payable to the Subsidiary Company.

NOTE 6 - OTHER CURRENT LIABILITIES

Particulars	31.03.2020	31.03.2019
Unpaid dividends (FY 2004-05)	111,715	111,715
Total	111,715	111,715

NOTE 7 - FIXED ASSETS

Particulars	Cost				Depreciation			Net Block		
	01.04.2019	Additions	Deductions	31.03.2020	Upto 31.03.2019	For The Year	On Deduction	Upto 31.03.2020	31.03.2020	31.03.2019
Tangible Assets										
Computers	16.21%	29,639,940	-	29,639,940	29,430,118	27,432	-	29,457,550	141,798	169,230
Testing equipments	4.75%	82,980	-	82,980	77,691	239	-	77,930	4,786	5,025
Furniture and Fixtures	6.33%	3,191,461	-	3,191,461	2,243,894	55,928	-	2,299,822	827,605	883,533
Building gem plaza	1.63%	6,429,975	-	6,429,975	1,145,022	84,717	-	1,229,739	5,112,664	5,197,381
Office equipment	6.33%	8,810,894	-	8,810,894	4,013,176	146,885	-	4,160,061	4,494,022	4,640,907
Motor vehicles	9.50%	765,927	-	765,927	765,927	-	-	765,927	-	-
Total		48,921,177		48,921,177	37,675,828	315,201		37,991,029	10,580,875	10,896,076
Previous Year		48,921,177	-	48,921,177	37,675,828	349,273	-	38,025,101	10,896,076	11,594,622
Intangible Asset										
Product development expenses	-	993,250	-	993,250	-	-	-	-	993,250	993,250
Total	-	993,250	-	993,250	-	-	-	-	993,250	993,250
Previous Year	-	993,250	-	993,250	-	-	-	-	993,250	993,250
Capital Advance										
Advance for land		11,270,340	-	4,000,000	7,270,340	-	-	-	7,759,339	11,270,340
Total	-	11,270,340	-	-	11,270,340	-	-	-	7,759,339	11,270,340
Previous Year	-	11,970,340	-	700,000	11,270,340	-	-	-	11,270,340	11,970,340
Q2	-	11,270,340	-	2010000	9,260,340	-	-	-	9,260,340	11,270,340

NOTE 8 - NON CURRENT INVESTMENT

Particulars	31.03.2020	31.03.2019
Investments in Equity Instruments*		
- Investment in Equity Shares of Intertec America Inc. (654,000 Number of shares having face value of 1.00 USD each, of which fully paid up)	30,400,057	30,221,340
- Investment in Equity Shares of Intertec Forge Pvt. Ltd. #(18,30,000 Number of shares having face value of Rs.10.00 each, of which fully paid up)	60,451,000	60,451,000
Less:Provision for diminution in value of investments	-	-
Total	90,851,057	90,672,340

out of the above Rs 4,17,00,000/- has ben paid during the year 2009-10 towards the share capital in wholly owned subsidiary and allotment is pending at the end of the year

NOTE 9 - LONG TERM LOANS AND ADVANCES

Particulars	31.03.2020	31.03.2019
Receivables from Revenue Authorities	270,383	252,383
Others		
Considered Good	8,815,308	8,815,308
Considered Doubtful		
Less: Provision for Doubtful Advances and Loans		
Total	9,085,691	9,067,691

Note: Out of the above advances Rs.69.5 lakhs (P.Y.Rs.69.5 lacs) were receivable out of the sale of Proceeds of Investment in Wholly owned Subsidiary Cimotec Hydro

Intertec Technologies Ltd.

NOTE 10 - OTHER NON CURRENT ASSETS

Particulars	31.03.2020	31.03.2019
a) Advance given to subsidiaries		
Considered Good	82,927,974	79,710,021
Considered Doubtful		
Less: Provision for Doubtful Trade Receivables		
Total	82,927,974	79,710,021
b) Deposits with more than 12 months maturity		
Sales Tax Deposit	2,000	2,000
Gas Deposit	1,800	1,800
KEB Deposit	90,360	90,360
Telephone Deposit	20,189	20,189
Term Deposit	75,408	75,408
Excise & Custom Deposit	129,036	129,036
Total	318,793	318,793
c) Others	14,564,062	15,917,812
Total	14,564,062	15,917,812
d) Long term trade receivables	23,868,429	23,868,429
Total	23,868,429	23,868,429
Total	121,679,258	119,815,055

NOTE 11 - INVENTORIES

Particulars	31.03.2020	31.03.2019
Inventories-Others	120,000	120,000
Total	120,000	120,000

NOTE 12 -TRADE RECEIVABLES (SUNDRY DEBTORS)

Particulars	31.03.2020	31.03.2019
(Unsecured, considered good unless otherwise stated)		
1) Debts due for a period exceeding six months		
Considered Good	1,041,187	14,982,846
Considered Doubtful	1,041,187	14,982,846
2) Other Debts:		
Considered Good for a period less than six months		
Considered Doubtful		
	-	-
Less: Provision for Doubtful Debts	-	-
Total	1,041,187	14,982,846

NOTE 13 - CASH AND CASH EQUIVALENTS

Particulars	31.03.2020	31.03.2019
Balances with banks in -		
Current Accounts	149,222	688,126
Cash on hand	501,640	456,547
Total	650,862	1,144,673

NOTE 14 -OTHER CURRENT ASSETS

Particulars	31.03.2020	31.03.2019
Advance to Suppliers	1,500	1,500
Total	1,500	1,500

Intertec Technologies Ltd.

NOTE 15 - REVENUE FROM OPERATIONS

Particulars	31.03.2020	31.03.2019
Income from Software Development	536,750	-
	-	
Total	536,750	-

NOTE 16- OTHER INCOME

Particulars	31.03.2020	31.03.2019
Other non operating income	-	600,000
Old dues recovered	-	154,880
Profit from sale Of land	-	
Total	-	754,880

NOTE 17 - (INCREASE) / DECREASE STOCKS OF FINISHED GOODS AND WORK - IN - PROGRESS

Particulars	31.03.2020	31.03.2019
Opening stock:		
Work - in - progress	120,000	120,000
Finished goods	-	-
	120,000	120,000
Closing stock:		
Work - in - progress	120,000	120,000
Finished goods	-	-
	120,000	120,000
Total	-	-

NOTE 18 - EMPLOYEE BENEFIT EXPENSE

Particulars	31.03.2020	31.03.2019
Salaries and wages	-	5,000
Stipend to trainees	-	-
Total	-	5,000

NOTE 19 - FINANCE COSTS

Particulars	31.03.2020	31.03.2019
Bank Charges	657	661
Total	657	661

NOTE 20 - Manufacturing Expenses

Particulars	31.03.2020	31.03.2019
Cost of Material Consumed		
Software development Kit	18,000	
Consultancy Charges	222,500	43,500
Total	240,500	43,500

NOTE 21 - OTHER EXPENSES

Particulars	31.03.2020	31.03.2019
Administartion & Selling Expenses		
Advertising	32,760	5,460
AGM Expenses	91,395	
Auditors Fees	100,000	200,000
Books and periodicals		35,496
NSDL Charges		9,112
Office expenses	215,714	11,550
Depository fees	11,802	
GST Expenses	31,500	
Repairs and maintenance		175,826
Courier charges		27,402
Secretarial charges		72,790
Professional fees	238,413	84,682
Postage and telegram		-
Legal Expences		50,600
Telephone charges		
Bank charges		92,860

Intertec Technologies Ltd.

Income tax paid		367,000
TDS	34,000	
Custodian fees		98,505
Refreshments, conveyance		4,982
Land selling expenses	-	1,000
Publishing Financial expenses	32,760	82,583
Travelling Expenses	738	7,250
Listing Fee	112,102	
Selling expenses	20,000	
Karvy		106,884
MSEL Expenses		163,602
ROC Fee		69,400
Total	921,185	1,666,984

PARTICULARS	Year Ended 31.03.2020
Cash flow from operating activities	
Profit before tax	(1,093,792)
Adjustments for:	
Depreciation and amortization Expenses	315,201
Loss on sale of property, plant and equipment	-
Net gain on sale of investments	-
Net gain on remeasurment of investments	-
Foreign exchange loss	-
Finance costs	-
Interest income	-
Remeasurement of debt instrcuments	-
Remeasurment of post-employment..	-
Opertaing Profit before working capital changes	
Increase/Decrease in trade receivables	106,047
Decrease/increase in inventories	-
Decres/increase in loans	225,000
Derecrease/increase in financial assets	-
Decrease/increase in other assets	-
Increase/decrease in provisions	-
Decrease in financial liabilities	-
Increase/decirease in other liabilities	(305,500)
Increase/decrease in Current assets	753,044
Cash used in operating Activities	-
Income tax paid (net of refunds)	-
Net cash used in operating activities(A)	-
Cash-flow from investing activities	-
Purchase of investments	-

Intertec Technologies Ltd.

Sales of investments	-
Purchase of property, plant and equipment	-
Purchase of intangible assets	-
Increase in CWP	-
Proceeds from sale of property, plant and equipment	-
Interest received	-
Maturity of fixed deposits(net)	-
Net cash generated from /(used in) investing activities(B)	-
	-
Cash flow from financing activities	-
Proceeds from/repayment of long term borrowings	-
Repayment of lease liabilities	-
Dividend paid	-
Interest paid	-
Net cash used in finance activities	-
Net decrease in cash and cash equivalents	-
	-
Cash and cash equivalents at beginning of the year	1,144,673
Effect of currency transaction on cash	493,811
Cash and cash equivalents at end of the year	650,862

Independent Auditors' Report on Consolidated Financial Statements

To the Members of Intertec Technologies Ltd.,

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Intertec Technologies Ltd** (“the Holding Company”) and its subsidiaries and associate (collectively referred to as “the Company” or “the Group”), comprising of the consolidated balance sheet as at 31 March 2020, the consolidated statement of profit and loss, the consolidated cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of the consolidated financial statements in terms of the requirements of the Companies Act, 2013 (“the Act”) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated 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 Companies Act, 2013 (hereinafter referred to as “the Act”) read with Rule 7 of the Companies (Accounts) Rules, 2014. The Board of Directors of the Company are responsible for 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; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on the consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section

Intertec Technologies Ltd.

143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

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

Basis for Qualified Opinion

- 1. In the case of holding company, regarding closure of operations of Wholly Owned Subsidiary Intertec America Inc USA, we are not in a position to ascertain the realization of investment in Intertec America Inc USA and company has not made any provision for investment made in the said entity.**
- 2. In the case of Holding company there are undue delay of receivables from customers.**
- 3. Listing of Company shares:**
The Company shares are listed on Metropolitan Stock Exchange of India Ltd (MSEI) with effect from 22nd May 2018.
- 4. Regarding balances shown under debtors, advances, deposits and creditors are subject to realization/confirmation/reconciliation/adjustment if any.**
- 5. Amount of receivable on account of sale proceeds of Investment in Cimotech Hydro Machines Pvt Ltd which is pending since from financial year 2013-14, is being realized slowly.**
- 6. An amount totalling to Rs. 15,54,312/- statutory dues is pending for a period of more than six months in M/S Intertec Forge Pvt Ltd a wholly owned subsidiary company.**

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Company, as at 31 March 2020, and their consolidated Loss and their consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by sub-section 3 of Section 143 of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) 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) The consolidated balance sheet, the consolidated statement of profit and loss, and the consolidated cash flow statement 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, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2020 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary companies incorporated in India, none of the Directors of the Group companies incorporated in India is disqualified as on 31 March 2020 from being appointed as a Director of that company in terms of sub-section 2 of Section 164 of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and

Intertec Technologies Ltd.

- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 to the consolidated financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There has been a delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund except Holding Company to the extent of Rs, 1,11,715/-

For Anand Amarnath and Associates.

Firm Registration No.000121S

Chartered Accountants

B K Amarnath

Partner.

Member Ship No.026536

Place: Bangalore

Date: 07.07.2020

Annexure - A to the Auditors' Report

Report on the Internal Financial Controls 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 31 March 2020, we have audited the internal financial controls over financial reporting of Intertec Technologies Ltd., (“the Holding Company”) and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Intertec Technologies Ltd.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **Anand Amarnath and Associates.**

Firm Registration No.000121S

Chartered Accountants

B K Amarnath

Partner.

Member Ship No.026536

Place: Bangalore

Date: 07.07.2020

Intertec Technologies Ltd.

Intertec Technologies Ltd. Consolidated BALANCE SHEET AS ON 31.03.2020			
Particulars	Note No.	31.03.2020	31.03.2019
EQUITY AND LIABILITIES			
Shareholder's Funds			
(a) Share Capital	1	75,607,350	75,607,350
(b) Reserves and Surplus		145,083,269	152,678,385
		220,690,619	228,285,735
Share application money pending allotment	2A	-	-
Non-Current Liabilities			
(a) Long-term borrowings	3	45,512,641	29,065,344
(b) Long term provisions	4	485,233	485,233
		45,997,874	29,550,577
Current Liabilities			
(a) Trade payables	5		
(b) Other current liabilities	6	8,626,501	26,588,258
(c) Short term borrowings	7	14,785,844	14,785,844
	8	236,000	118,000
		23,648,345	41,492,102
Total		290,336,838	299,328,412
ASSETS			
Non-current assets			
(a) Fixed assets	9		
(i) Tangible assets-Net Block		133,059,517	133,025,447
(ii) Intangible assets		6,282,145	6,282,145
(iii) Capital Advance		7,759,340	11,270,340
		147,101,002	150,577,932
a) non current investment		30,851,057	
(a) Good will on consolidation			1,607,340
(b) Long term loans and advances	10	10,894,626	10,876,626
(c) Other non-current assets	11	50,908,417	44,563,389
		92,654,100	57,047,355
Current assets			
(a) Current Investments			
(a) Inventories	12	44,337,976	45,626,780
(b) Trade receivables	13	1,041,187	39,985,846
(c) Cash and Cash Equivalents	14	1,010,917	1,570,857
(d) Short term loans and advances	15	3,372,874	3,667,031
(e) Other current assets	16	818,782	852,611
		50,581,735	91,703,125
Total		290,336,838	299,328,412
SEE ACCOMPANYING NOTES (1 TO 24) TO THE FINANCIALS STATEMENTS			
For and on behalf of the Board of Directors		Read with our Report For Anand Amarnath & Associates Chartered Accountants	
T.S.Ravi Chandar	Jaiji Oommen		
Director	Director		
DIN NO-1684760	DIN NO-08086740	B K Amarnath Partner M No.26536 Firm Reg No:000121S	
Date: 7th July 2020			

Intertec Technologies Ltd. Consolidated STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31.03.2020			
Particulars	Note No.	31.03.2020	31.03.2019
Revenue from operations	17	536,750	1,681,625
Other Income	18	-	4,926,814
Increase in WIP & FG	19	-	
Total Revenue (I +II)		536,750	6,608,439
Expenses:			
Cost of materials consumed	20	153,000	3,750,000
Manufacturing Expenses	21	240,500	106,300
Employee Benefits Expenses	22	-	5,000
Finance Expenses	23	657	661
Depreciation and amortization expense	9	315,201	1,569,885
Other Expenses (Administrative & Selling)	24	1,163,718	2,428,136
Total Expenses		1,873,076	7,859,982
Profit/Loss before exceptional and extraordinary items and tax (III - IV)		-	-
Exceptional Items		(1,336,326)	(1,251,543)
Profit/Loss before extraordinary items and tax (V - VI)		-	-
Extraordinary Items *		(1,336,326)	(1,251,543)
Profit before tax (VII - VIII)		-	-
Tax expense:		(1,336,326)	(1,251,543)
(1) Current tax			
(2) Deferred tax			
Profit(Loss) for the period from continuing operations (VII-VIII)		-	-
Profit/(Loss) from discontinuing operations		(1,336,326)	(1,251,543)
Tax expense of discontinuing operations			
Profit/(Loss) from Discontinuing operations (after tax) (XII - XIII)			
Prior Year adjustments			
Profit of Earlier Year B/f		-	-
Profit/(Loss) for the period (XI + XIV)		(1,336,326)	(1,251,543)
Earning per equity share:			
(1) Basic			
(2) Diluted			
SEE ACCOMPANYING NOTES (1 TO 24) TO THE FINANCIALS STATEMENTS			
For and on behalf of the Board of Directors		Read with our Report For Anand Amarnath & Associates Chartered Accountants	
T.S.Ravi Chandar Director DIN NO-1684760	Jaiji Oommen Director DIN NO-08086740	B K Amarnath Partner M No.26536 Firm Reg No:000121S	

Intertec Technologies Ltd.

NOTE 1 - SHARE CAPITAL

Particulars	31.03.2020	31.03.2019
Authorised:		
120,00,000 equity shares of Rs10 each.	120,000,000	120,000,000
	120,000,000	120,000,000
Issued:		
75,60,735 equity shares of Rs10 each.	75,607,350	75,607,350
	75,607,350	75,607,350
Subscribed and Paid up:		
1830,000 equity shares of Rs10 each.	75,607,350	75,607,350
Total	75,607,350	75,607,350

Reconciliation of the no. of shares outstanding at the beginning and at the end of the year:	31.03.2020	31.03.2019
No of shares outstanding at the beginning of the year	75,607,350	75,607,350
Add: Additional shares issued during the year		
Less: Shares forfeited/Bought back during the year		
No of shares outstanding at the end of the year	75,607,350	75,607,350

NOTE 2 - RESERVES AND SURPLUS

Particulars	31.03.2020	31.03.2019
General Reserve:		
As per last Balance Sheet	6,388,165	6,388,165
Add: Transfer from Profit & Loss Account		
Less: Miscellaneous exp to the extent not written off	6,388,165	6,388,165
Securities Premium Account:		
As per last Balance Sheet	1,39,915,859	139,915,859
Additions on shares issued during the year	1,39,915,859	139,915,859
Capital Reserve	39,721	39,721
Add: Transfer from Profit & Loss Account		
Balance at the end of the Year	39,721	39,721
Surplus:		
As per last Balance Sheet	75,850	39,721
Add: Profit/(Loss) for the period	-1,336,325	(1,251,543)
	-1,260,475	7,586,183
Total	145,083,269	152,678,385

Note 2A-Share Application Money Pending Allotment

Particulars	31.03.2020	31.03.2019
Share Deposit Pending For Allotment	4,17,00,000	4,17,00,000
Total	4,17,00,000	4,17,00,000

Recived from Wholly owned subsidiary during the finaial year 2009-10 and pending for allotment

Intertec Technologies Ltd.

NOTE 3 - LONG TERM BORROWINGS

Particulars	31.03.2020	31.03.2019
Secured Loans - SBI Working Capital Demand Loan		
Unsecured Loans - Unsecured Loans From related parties	31,194,767	29,065,343
From others	14,317,874	0
	45,512,641	29,065,343
From Holding Companies:		
Unsecured (Intertec Technologies Ltd)		
Total	45,512,641	116474142

NOTE 4 - LONG TERM PROVISIONS

Particulars	31.03.2020	31.03.2019
Provision for Income Tax 15-16	214,607	214,607
16-17	255,538	255,538
17-18	150,88	150,88
Total	485,233	485,233

NOTE 5 - TRADE PAYABLES

Particulars	31.03.2020	31.03.2019
Trade payables	2734905	19,461,647
Sundry Creditors for Capital Goods	68346	
Sundry Creditors for Expences	3044125.71	
Advance From Suppliers	2779124	
	0	
Total	8,626,500	19,461,647

NOTE 6 - OTHER CURRENT LIABILITIES

Particulars	31.03.2020	31.03.2019
Current maturities of long-term debt	11,240,246	0
Other current liabilities	111,715	0
Statutory Dues/ Taxes	3,433,883	0
	-	-
Total	14,897,559	0

NOTE 7 - SHORT-TERM PROVISIONS

Particulars	31.03.2020	31.03.2019
Audit Fee Provision	2,36,000	510,094
Total	236,000	510,094

Particulars	31.03.2020	31.03.2019
Tax provision less payments (Current tax) (2016-17)	255,538	255,538
(2017-18)	15,088	15,088
Provision for Income tax 15-16	485,233	485,233
Total	755,859	755,859

Particulars	31.03.2020	31.03.2019
Current maturities of long-term debt		
Interest accrued and due on borrowings		
Unpaid dividends*	111,715	111,715
	111,715	111,715
Other Payables		
Sundry Creditors for Capital Goods	0	68,346
Sundry Creditors for sub contracts (SSI)		
Sundry Creditors for labour		
Sundry Creditors for Transportation		
Sundry Creditors for Expences	0	4,279,141
Other Financial charges payable		
Statutory Dues/ Taxes	0	3,433,883
Advace from Customer	0	2,779,124
Current Meturites Long term Debt	0	11,240,246
Employees Recoveries & Deduction Payables		
Outstanding Liabilities	0	21,732,394
Total	111,715	21,844,109

Intertec Technologies Ltd.

NOTE 10 - LONG TERM LOANS AND ADVANCES

Particulars	31.03.2020	31.03.2019
Others		
Considered good		
Receivable from revenue authority	270,383	8,815,308
Receivable from Vat Authority	1,808,935	2,061,318
Total	10,894,626	10,876,626

NOTE 11 -OTHER NON CURRENT ASSETS

Particulars	31.03.2020	31.03.2019
a) Long Term Trade Receivables (including trade receivables on deferred credit terms):		
	26,022,482	11,458,420
	26,022,482	
b) Advance given to subsidiaries		79,710,021
Considered Good	(0)	91,168,441
Considered Doubtful	-	
	(0)	91,168,441
Less: Provision for Doubtful Trade Receivables		
	(0)	
c) Deposits with more than 12 months maturity		
KEB Deposit	217,597	217,597
Water Deposit	100	
Term Deposit	75,408	75,408
Sales Tax Deposit	2,000	2,000
Gas Deposit	1,800	1,900
Excise & Custom Deposit	129,036	129,036
Telephone Deposit	26,565	26,565
Rent Deposit - BS Padmavati	565,000	565,000
d) Others *	23,868,429	15,917,812
	24,885,935	1,017,506
Total	50,908,417	131,972,188

NOTE 12 - INVENTORIES

Particulars	31.03.2020	31.03.2019
(Valued & Certified by Management)		
Raw materials	16,030,635	10,077,000
Work - in - Progress	9,244,061	8,474,025
Finished Goods	8,828,780	8,328,780
Stock-in- trade	3,181,500	13,993,975
Consumables Stores	3,256,000	2,256,000
Scraps Stock	1,650,500	1,150,500
Loose tools	2,026,500	1,226,500
Others (specify nature)	120,000	120,000
Total	44,337,976	45,626,780

NOTE 14 - CASH AND CASH EQUIVALENTS

Particulars	31.03.2020	31.03.2019
Balances with banks in -		
State Bank of India	4,102	777,228
Current account	149,222	
Saraswath Co-operative Bank	10,678	(10,113)
	313,224	767,115
Cash on hand	846,915	841,855
	-	
Total	1,010,917	1,608,970

NOTE 15 - SHORT TERM LOANS AND ADVANCES

Particulars	31.03.2020	31.03.2019
Advance to Suppliers of capital goods	185,000	185,000
Advance to Suppliers of capital & Creditors for tools, Stores	742,711	742,711
PLA Deposits		480,236
Govind murthy	323,078	
Receivable from PLA Deposits	-	
VAT Receivable	1,950,088	2,105,088
Balances with Central Excise, Customs, Port trust, etc.		141,153
GST	171,997	-
Total	3,372,874	3,654,188

Intertec Technologies Ltd.

NOTE 16 -OTHER CURRENT ASSETS

Particulars	31.03.2020	31.03.2019
Other Advance	1,500	35,329
Advace tax & TDS	817,282	817,282
	-	
Total	818,782	852,611

NOTE 9 -Miscellaneous expences

Particulars	31.03.2020	31.03.2019
New Produce Development	5,288,895	5,288,895
	-	
Total	5,288,895	5,288,895
	31.03.2020	31.03.2019
1) Debts due for a period exceeding six months		
Considered Good		39,985,846
Considered Doubtful		
	0	39,985,846

NOTE 10 -OTHER NON CURRENT ASSETS

Particulars	31.03.2020	31.03.2019
Investments in Equity Instruments*		
- Investment in Equity Shares of Intertec America Inc. (654,000 Number of shares having face value of 1.00 USD each, of which fully paid up)	30,851,057	
- Investment in Equity Shares of Intertec Forge Pvt. Ltd. #(18,30,000 Number of shares having face value of Rs.10.00 each, of which fully paid up)	0	
Less:Provision for diminution in value of investments		
Total	30,851,057	

NOTE 17 - REVENUE FROM OPERATIONS

Particulars	31.03.2020	31.03.2019
Products	536,750	1,681,625
Sale of products	-	
Total	536,750	1,681,625

NOTE 18 - OTHER INCOME

Particulars	31.03.2020	31.03.2019
Other	754,880	754,880
Sundry creditors balances no longer required, written back	4,171,934	4,171,934
Total	4,926,814	4,926,814

**NOTE 19 - (INCREASE) / DECREASE STOCKS OF
FINISHED GOODS AND WORK - IN - PROGRESS**

Particulars	31.03.2020	31.03.2019
Opening stock		
Work - in - progress	8,474,025	8,594,025
Stock Customers Site	2,181,500	2,181,500
Finished goods	8,328,780	12,078,780
	18,984,305	22,854,305
Closing stock		
Work - in - progress	8,474,025	8,594,025
Stock Customers Site	2,181,500	2,181,500
Finished goods	8,328,780	8,328,780
	18,984,305	19,104,305
Total	-	-

Intertec Technologies Ltd.

NOTE 21 - MANUFACTURING EXPENSES

Particulars	31.03.2020	31.03.2019
Factory Wages	0	5,000
Labour Charges	0	62,800
Total	0	67,800

Particulars	31.03.2020	31.03.2019
Bank charges	657	661
Total	657	661

NOTE 24 - OTHER EXPENSES

Particulars	31.03.2020	31.03.2019
Cost of Material Consumed		
Software development Kit	18,000	
Consultancy Charges	222,500	
TOTAL	240,500	
A. ADMINISTRATIVE EXPENSES:		
<i>Auditor's fees</i>	200,000	300,000
<i>Advertising</i>	32,760	
Books and periodicals	91,395	35,495.9
Conveyance Expenditure		2500
Consultancy services		43,500
ROC Filing Fees		69,400
<i>Incometax paid</i>		92,860
Legal and Professional Charges		51,600
Miscellaneous Exp		27,402.36
Office Expense	215,714	86,990
Professional fees	238,413	155,582.36
Postage, Courier & Telegram		9,192
Salary		322,762
Printing & Stationery		0
Publishing Notice		82,583

Sundry debtors written off		0
Rent		122,750
Karvy		106,883.54
Repairs and Maintenance-Vehicle		20,000
MSEL Expences		163,602.36
<i>Custodian Fee</i>		98,505.36
Loss from Investments		0
Staff welfare		4,982
Land Survey Expenses		22,000
AGM/EGM Expenses	91,395	175,825.8
Property tax		367,000
Diesel and Petrol charges		81,700
Travelling Expenses - Others	738	23,059
Business Promotion		5,460
<i>Broadband Internet</i>	30,000	
<i>Legal and Professional Charges</i>	25,000	
<i>Office Admin Expense</i>	275,714	
<i>AGM Expenses</i>	101,395	
<i>Depository fees</i>	11,802	
<i>GST expenses</i>	31,500	
<i>Professional fees</i>	238,413	
<i>TDS</i>	34,000	
<i>Rates and taxes</i>	17,534	
<i>Listing fees</i>	112,102	
<i>Selling expenses</i>	20,000	
<i>Publishing financial expenses</i>	32,760	32,760
Total	1,709,240	2,504,395.68

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INTERTEC TECHNOLOGIES LIMITED

28, Shankar Mutt Road,

Bangalore - 560 004; Ph: 080-26611317 / 26679094