

# U.P. Asbestos Ltd.

Mahmoodabad Estate Building, Hazratganj, Lucknow-226001 (India)  
Phone : (0522) 2622905-6, 2612841, 2200538 CIN : L26942UP1973PLC003743  
Website : www.upasbestos.com • email : upasbestos@upasbestos.com

UPAL/SEC/161/

Dated: 04.09.2021

To,  
Metropolitan Stock Exchange of India Limited,  
The Manager- Listing & Compliances  
Vibgyor Towers, 4<sup>th</sup> Floor,  
Plot No. C-62, Opp Trident Hotel,  
Bandra East,  
Mumbai-400098

Symbol: UPAL  
Series: BE  
ISIN CODE: INE181C01016

Subject: Notice of Annual General Meeting

Dear Sir/Madam,

Please find herewith the attached Notice, Attendance Slip and Proxy form for our Annual General Meeting to be held on 27<sup>th</sup> September, 2021 along with Annual Report for the F.Y. 2020-21 for your reference and record.

Kindly note the above and acknowledge the receipt.

Thanking you

Yours faithfully  
for U.P. Asbestos Limited

  


[Manish Kumar Singh]  
Company Secretary



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### **DIRECTORS (As on 31.03.2021)**

Smt. Mala Agrawal (DIN: 07134639)  
Shri. Paras Nath Singh (DIN: 08470004)  
Shri. Qamar Syed Wajahat (DIN: 01692185)  
Shri. Amitabh Tayal (DIN: 00556569)  
Shri. Priyank Tayal (DIN: 00556534)

### **Company Secretary & Compliance Officer:**

**Name:** Mr. Manish Kumar Singh  
**Contact No.:** 0522-2622905; Extn.- 231

**Investor Grievance ID:** [cs@upasbestos.com](mailto:cs@upasbestos.com)

### **Bankers Details:**

**Name of the Bank:** Union Bank of India  
**Branch Name & Address:** Clarks Avadh Branch, 8, M.G. Road, Lucknow – 226001  
**Contact No.:** 0522-2620131

### **Statutory Auditors Details:**

**Name of the Auditors:** Prakash Chand Sharma  
**Name of the Firm:** Sharma Prakash & Associates  
**ICAI FRN:** 008028C  
**Address:** 48, Civil Lines, Bareilly, U.P. – 243001

### **Registered Office:**

P.O. Mohanlalganj  
Dist. Lucknow, U.P. – 226301

### **Works:**

- i) P.O. Mohanlalganj  
Dist. Lucknow, U.P. – 226301
- ii) Vill. (PO) Bishara  
Tehsil Dadri (Dadri NTPC Road)  
Dist. Gautam Budh Nagar, U.P. – 203007

### **Administrative Office:**

Mahmoodabad Estate Building  
15 – Hazratganj,  
Lucknow, U.P. – 226001

## NOTICE OF 47<sup>TH</sup> ANNUAL GENERAL MEETING

NOTICE is hereby given that the 47<sup>th</sup> Annual General Meeting of the members of “U. P. Asbestos Limited” will be held on Monday, the 27<sup>th</sup> day of September 2021 at 11:00AM at Registered office of the Company at P.O. Mohanlalganj, Lucknow, Uttar Pradesh-226301 to transact the following businesses :

### **ORDINARY BUSINESSES :**

1. To receive, consider and adopt the Audited Financial Statements of the Company including the Balance Sheet as at 31<sup>st</sup> day of March, 2021, Statement of Profit & Loss, the Cash Flow Statement for the year ended on that date, Report of Board of Directors and Auditors thereon.
2. To appoint Shri Priyank Tayal (DIN: 00556534), who retires by rotation and being eligible, offers himself for re-appointment.

### **SPECIAL BUSINESSES :**

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

**To ratify the remuneration of M/s Aman Malviya & Associates, Cost Auditors.**

“**RESOLVED THAT** pursuant to the provisions of Section 148 and applicable provisions, if any, of the Companies Act, 2013 and rules made thereunder, the remuneration payable to **M/s Aman Malviya & Associates**, Cost Accountants, appointed by the Board of Directors as Cost Auditors to conduct the Audit of the cost records of the Company for the financial year 2021-22 at a remuneration amounting Rs. 35,000.00/- (Rs. Thirty-Five Thousand Only) p.a. as also the payment of GST as applicable and reimbursement of out of pocket expenses incurred in connection with the aforesaid audit, be and is hereby ratified and confirmed.”

4. **Re-Appointment of Mr. Priyank Tayal as Whole-Time Director**

To consider and if thought fit, to pass the following resolution as a **Special Resolution**:

“**RESOLVED THAT** subject to the provisions of Sections 196, 197, 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder and pursuant to the recommendation of the Nomination and Remuneration Committee of the Company and the Board of Directors, the approval of the members of the Company be and is hereby accorded for the re-appointment of Mr. Priyank Tayal (DIN – 00556534) as "Whole-Time Director" of the Company, liable to retire by rotation, with effect from 01 August 2021 for a period of 5 years on the following terms and conditions:

- a. **Salary:** @ Rs. 150,000/- per month be effective from August 1<sup>st</sup> of 2021.
- b. **Commission**, 1% of net profit of the company computed in the manner laid down under the provisions.
- c. **Perquisites:**
  - i. **Housing**, the expenditure by the company on hiring accommodation shall be subject to 50% of the salary over and above 10% payable by the Whole Time Director. However, if

the company does not provide accommodation house rent allowance may be paid at the rate of 50% of the salary.

- ii. **Gas, Electricity, Water and Furnishings**, subject to a ceiling of 10% of salary, the monetary value of which will be evaluated as per Income Tax Rules 1962, but not to exceed 10% of the salary.
- iii. **Medical Benefits**: Reimbursement of medical expenses for self and family subject to a ceiling of one month's salary in a year or three month's salary over a period of three years.
- iv. **Leave Travel Concession**: Leave Travel Concession for self and his family once in a year subject to rules of the Company.
- v. **Club Fees**: Fees in respect of two Clubs to be borne by the Company provided that no life membership and admission fees shall be paid by the company.
- vi. **Personal Accident Insurance**: Accident Insurance of an amount the premium of which shall not exceed Rs. 1000/- per year.
- vii. **Provident Fund**: Company's contribution towards Provident Fund as per rules of the Company.
- viii. **Gratuity** not exceeding one-half month's salary for each completed year of service, for the period of employment with the Company.
- ix. **Motor Car** – Provisions of Car on company's business and telephone at residence and these will not be considered as perquisites. Personal long distance calls and use of car for private use shall be billed by the company to him.
- x. **Leave** – With full pay and allowance, as per rules of the company but not more than one month's leave for every eleven months of services. However, leave accumulated but not availed of, will not be allowed to be encashed. Shri Priyank Tayal, shall also be entitled to reimbursement of entertainment expenses actually and properly incurred by him in the course of legitimate business of the company. He shall not be paid any sitting fee for attending the meeting of the Board of Directors or of any Committee thereof, from the date of his appointment as Whole Time Director.

**Explanation:** Perquisites shall be evaluated as per Income Tax Rules, wherever applicable and in the absence of any such rule, perquisites shall be evaluated at the cost on actual basis.

“**FURTHER RESOLVED** that in the event of absence or inadequacy of profits in any financial year during the tenure of his office the minimum remuneration shall be payable to the Whole Time Director during that year and it will be subject to restriction, if any, in the Schedule V to the Companies Act, 2013.”

“**RESOLVED FURTHER THAT**, the aforesaid appointment shall be subject to the following terms and conditions:

- i) Whole Time Director shall not be entitled to any sitting fee for attending meetings of the Board and/or Committee(s) thereof;
- ii) The appointment may be terminated by either party giving the other party three months' notice or paying three months' salary in lieu thereof;
- iii) If at any time the Whole Time Director ceases to be a director of the Company for any reason whatsoever, he shall cease to be the Whole Time Director of the Company; and
- iv) The office of the Whole Time Director will be subject to retirement by rotation.”

“**RESOLVED FURTHER THAT**, the Board of Directors of the Company be and is hereby authorized to alter and/or vary the terms and conditions of the said appointment and/or enhance, enlarge, alter or vary the scope and quantum of remuneration, perquisites, benefits and amenities payable to Mr. Priyank Tayal in accordance with the provisions of the Act and rules made thereunder and to do, perform and execute all such acts, deeds and things and to

settle any question, difficulty or doubt, that may arise and to do all such acts, deeds, matters and things as may be required and to sign and execute all documents or writings as may be necessary, proper or expedient and for matters concerned therewith or incidental thereto for the purpose of giving effect to this resolution.”

**5. Re-Appointment of Mr. Amitabh Tayal, Managing Director.**

To consider and if thought fit, to pass the following resolution as a **Special Resolution**:

**"RESOLVED THAT** subject to the provisions of Sections 196, 197, 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder and pursuant to the recommendation of the Nomination and Remuneration Committee of the Company and the Board of Directors, the approval of the members of the Company be and is hereby accorded for the re-appointment of Mr. Amitabh Tayal (DIN – 00556569) as "Managing Director" of the Company, liable to retire by rotation, with effect from 01 August 2022 for a period of 5 years on the following terms and conditions:

- a. **Salary:** @ Rs. 1,00,000/- per month be effective from August 1<sup>st</sup> of 2022.
- b. **Commission:** 1% of net profit of the company computed in the manner laid down under the provisions
- c. **Perquisites:**
  - i. **Housing,** the expenditure by the company on hiring accommodation shall be subject to 60% of the salary over and above 10% payable by the Whole Time Director. However, if the company does not provide accommodation house rent allowance may be paid at the rate of 60% of the salary.
  - ii. **Gas, Electricity, Water and Furnishings,** subject to a ceiling of 10% of salary, the monetary value of which will be evaluated as per Income Tax Rules 1962, but not to exceed 10% of the salary.
  - iii. **Medical Benefits:** Reimbursement of medical expenses for self and family subject to a ceiling of one month's salary in a year or three month's salary over a period of three years.
  - iv. **Leave Travel Concession:** Leave Travel Concession for self and his family once in a year subject to rules of the Company.
  - v. **Club Fees:** Fees in respect of two Clubs to be borne by the Company provided that no life membership and admission fees shall be paid by the company.
  - vi. **Personal Accident Insurance:** Accident Insurance of an amount the premium of which shall not exceed Rs. 40,000/- per year.
  - vii. **Provident Fund:** Company's contribution towards Provident Fund as per rules of the Company.
  - viii. **Gratuity** not exceeding one-half month's salary for each completed year of service, for the period of employment with the Company.
  - ix. **Motor Car** – Provisions of Car on company's business and telephone at residence and these will not be considered as perquisites. Personal long distance calls and use of car for private use shall be billed by the company to him.
  - x. **Leave** – With full pay and allowance, as per rules of the company but not more than one month's leave for every eleven months of services. However, leave accumulated but not availed of, will not be allowed to be encashed. Shri Amitabh Tayal, shall also be entitled to reimbursement of entertainment expenses actually and properly incurred by him in the course of legitimate business of the company. He shall not be paid any sitting fee for attending the meeting of the Board of Directors or of any Committee thereof, from the date of his appointment as Whole Time Managing Director.

**Explanation:** Perquisites shall be evaluated as per Income Tax Rules, wherever applicable and in the absence of any such rule, perquisites shall be evaluated at the cost on actual basis.

“**FURTHER RESOLVED** that in the event of absence or inadequacy of profits in any financial year during the tenure of his office the minimum remuneration shall be payable to the Managing Director during that year and it will be subject to restriction, if any, in the Schedule V to the Companies Act, 2013.”

**6. To approve the directorship of Shri Qamar Syed Wajahat (DIN: 01692185) who will attain age of 75 years in a year. [Reg. 17(1A) of SEBI (LODR) Regulations 2015].**

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

“**RESOLVED THAT** continuation of office of directorship of **Shri Qamar Syed Wajahat (DIN: 01692185)**, the Non-Executive Director of the Company who is aged **Seventy-Four (74) years** be and is hereby approved by the members in consideration with Reg. 17(1A) of SEBI (LODR) Regulations 2015 of the Company considering his vast experience, knowledge and expertise in the concerned industry.”

“**RESOLVED FURTHER THAT** Shri Amitabh Tayal, Managing Director and Shri Manish Kumar Singh, Company Secretary of the Company be and are hereby authorized to take necessary steps and make the required compliance in relation to the same.”

**7. Approval of loan of Rs. 10 Cr. to UBuild Better Private Limited in terms of Section 185 of the Companies Act, 2013**

To consider and if thought fit, to pass the following resolution as a **Special Resolution**:

“**RESOLVED THAT** pursuant to provisions of Section 185 and other provisions, if any, of the Companies Act, 2013, including any statutory modifications of re-enactments thereof, for the time being in force, read with the relevant rules framed thereunder and subject to approvals, sanctions, consent and permissions as may be necessary, consent of the members of the Company be and is hereby accorded to give of Rs. 10,00,00,000.00/- (Rupees Ten Crores Only) to UBuild Better Private Limited in one or more tranches to be utilized for business purposes of borrower company on terms & conditions decided mutually between the Board of Directors of both the companies, a company in which director(s) is interested in.”

“**RESOLVED FURTHER THAT** for the purpose of giving effect to the said resolution, anyone from Board of Directors of the Company be and is hereby authorized to take necessary steps in order to comply with all the legal and procedural formalities in the said reference.”

**Date : 12.08.2021**  
**Place : Lucknow**

**For and on behalf of**  
**U.P. Asbestos Ltd.**

**Amitabh Tayal**  
**Managing Director**  
**DIN: 00556569**

**Notes :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. A person can act as proxy on behalf of members not exceeding fifty and holding in aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder.
3. The copy of annual report, notice of general meeting, notice of e-voting, etc. are being sent to the members through e-mail who have registered their email ids with their depository participant (DPs) / Company's Registrar and Transfer Agent (RTA). Members are requested to update their preferred e-mail ids with the Company / DPs /RTA, which will be used for the purpose of future communications. Members whose e-mail id is not registered with the Company will be sent physical copies of Annual Report, notice of e-voting etc. at their registered address through permitted mode.
4. Annual Reports will also be available in the Investors section on the website of the Company at [www.upal.in](http://www.upal.in)
5. The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Special Business set out in Item Nos. 3 to 7 of the accompanying notice is annexed hereto. Explanatory Statement for item no. 3 to 7 include relevant particulars as required under Regulation 32(1)(a) of the SEBI (LODR) Regulations, 2015.
6. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/RTA.
7. Shareholders are requested to provide their E-mail address, telephone numbers and quote their Folio numbers / DP ID & Client ID in all correspondences to facilitate prompt response.
8. E-VOTING: The Company is pleased to provide e-voting facility to the shareholders of the Company to enable them to cast their votes electronically on the items mentioned in the notice. A separate communication / Notice is being sent to all the shareholders to enable them to cast their votes through e-voting.
9. Members attending the meeting are requested to bring their copy of Annual Report, as extra copies will not be supplied.
10. Members who are holding physical shares in identical names in more than one folio are requested to write to the Company/Share Transfer Agent to enable the Company to consolidate their holdings in one folio. Further, members are also requested to immediately notify to the Company/Share Transfer Agent any change in their address with the postal area pin code number quoting their folio number.

11. Pursuant to rule 5(4) of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, the company had transferred dividend remaining unclaimed for a period of seven years from the date it first became due for payment, to The Investor Education and Protection Fund (IEPF) constituted by the Central Government and no claim shall lie against the IEPF or the company in respect of individual amount(s) so credited to the IEPF. Further, no amount of dividend etc. is due to be transferred to IEPF during the current year.
12. The Ministry of Corporate Affairs ('MCA') had notified the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 effective from 7th September, 2016 ('IEPF Rules 2016'). Amongst other things, the Rules provides for the manner of transfer of the unpaid and unclaimed dividends to the IEPF and the manner of transfer of shares in case any dividend has not been encashed by the shareholders on such shares during the last seven years to the designated Suspense Account as prescribed by the IEPF Authority.
13. Register of Members of the Company will remain closed from Saturday, the 18<sup>th</sup> September, 2021 to Saturday, the 26<sup>th</sup> September 2021 (both days inclusive) for the purpose of Annual General Meeting.
14. Relevant documents referred to in this Notice are available for inspection at the Registered Office of the Company during business hours from 10:00 am to 5:30 pm on any working day up to one day prior to the date of the AGM and will also be available at the meeting venue on the date of meeting.
15. **Members who have not registered their e-mail addresses so far are requested to register their e-mail addresses for receiving all communications including Annual Report, Notices, Circular, etc. from the Company in electronic mode.**
16. Members desirous of making a nomination in respect of their shareholding in the Company, as permitted under Section 72 of the Companies Act, 2013, are requested to fill up the prescribed form and send the same to the Company.
17. The e-voting shall remain open from 9:00 am on 24.09.2021 upto 5:00 pm on 26.09.2021.
18. The instructions for e-voting sent separately through permitted mode shall form part of notice.
19. Relevant documents referred to in the accompanying Notice and Statement are open for inspection by the members at the Registered Office of the Company on all working days except Saturdays, Sundays and public holidays during business hours up to the date of the Annual General Meeting.
20. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
21. The Register of Contracts or Arrangement in which Directors are interested, maintained under Section 189 of the Companies Act, 2013 will be available for inspection by the members at the AGM
22. The Chairman shall, at the AGM at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Poling Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-Voting facility.



## **Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 (the 'Act')**

### **Item No.3**

#### **Ratification of remuneration of M/s Aman Malviya & Associates, Cost Auditors**

M/s Aman Malviya & Associates, Cost Auditors, Lucknow were appointed as the cost auditors of the Company to conduct the audit of the cost records of the Company for the financial year 2021-22. As per provisions of Section 148 of the Companies Act, 2013 their remuneration for the above tenure is subject to ratification by members at every AGM. Accordingly, ratification of the members is being sought for the proposal contained in the Resolution set out at item no.3 of the Notice.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested in the said resolution. The resolution as set out in Item no. 3 of this Notice is accordingly commended for your approval.

### **Item No. 4**

#### **Re-Appointment of Mr. Priyank Tayal as Whole-Time Director**

The Board of Directors of the Company ('the Board') on the recommendation of the Nomination & Remuneration Committee and subject to the approval of the Members of the Company, has appointed Mr. Priyank Tayal as the Whole Time Director of the Company for a period of five years, i.e from August 01, 2021 to July 31, 2026 (both days inclusive) at the remuneration as set out in the Resolution subject to the limits prescribed under the provisions of Schedule V Part II Section II to the Companies Act, 2013.

Mr. Priyank Tayal has been playing a key role in finance, marketing, commercial and sales functions. Therefore, it is suggested to reappoint him as the Whole Time Director of the Company to encourage and promote his sincerest investment of the best efforts in the efficient and prudent corporate management, in providing solutions of various business-related issues and to take steps to minimize the risks associated with the business of the Company. His Profile in brief is given below :

Mr. Priyank Tayal, Whole Time Director of the Company is proposed to be vested with all the key responsibilities and shall work under the guidance of Board of Directors of the Company. Mr. Priyank Tayal is holding 528700 Equity Shares in the Share Capital of the Company.

Therefore, the required additional information pursuant to Schedule V Part II Section II to the Companies Act, 2013 is annexed to this notice as Annexure-A. The disclosure under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 is annexed to this Notice as Annexure-B.

Mr. Priyank Tayal as Whole Time Director, shall report to the Board of Directors of the Company and his role shall include supervision and regulation of the financial and legal functions of the Company, including implementation and review of the commercial reports, plan and execute long-term and short term earnings deriving strategies, budget and gap forecasting analysis and operating plans of the manufacturing units of the Company, review production and operating reports.

The Whole Time Director shall implement the functions assigned by the Board from time to time, including but not limited to making recommendations to the Board with respect to the investments/disinvestments decisions, collaborations/joint ventures and to take all extraordinary decisions and undertake activities, which are necessary to run the day to day operations of the Company and to carry out other supervisory and regulatory functions, including delegation/assignment of duties in the manner as may be required from time to time.

Accordingly, resolution set out under item number 4 is recommended for approval of the members as a special resolution.

None of the Promoters, Directors, Key Managerial personnel or their relatives, except Mr. Priyank Tayal and Mr. Amitabh Tayal, their relatives and their jointly controlled entities are concerned or interested, financially or otherwise, in passing of the aforesaid Resolution except to the extent of their shareholding as the members of the Company.

#### **Item No. 5**

##### **Re- Appointment of Mr. Amitabh Tayal, Managing Director**

The Board of Directors of the Company ('the Board') on the recommendation of the Nomination & Remuneration Committee and subject to the approval of the Members of the Company, has appointed Mr. Amitabh Tayal as the Managing Director of the Company for a period of five years, i.e from August 01, 2022 to July 31, 2027 (both days inclusive) at the remuneration as set out in the Resolution subject to the limits prescribed under the provisions of Schedule V Part II Section II to the Companies Act, 2013.

Mr. Amitabh Tayal has been playing a key role in operating, production, finance, marketing, commercial, trading, legal and sales functions. Therefore, it is suggested to reappoint him as the Managing Director of the Company to encourage and promote his sincerest investment of the best efforts in the efficient and prudent corporate management, in providing solutions of various business-related issues and to take steps to minimize the risks associated with the business of the Company. His Profile in brief is given below:

Mr. Amitabh Tayal, is Managing Director of the Company is proposed to be vested with all the key responsibilities and shall work under the guidance of Board of Directors of the Company. Mr. Amitabh Tayal is holding 133598 Equity Shares in the Share Capital of the Company.

In the event during the tenure of Mr. Amitabh Tayal, if the Company has no profits or its profits are inadequate, the remuneration payable would require approval of the Members by way of a Special Resolution. It is proposed to appoint Mr. Amitabh Tayal as the Managing Director of the Company for a period of five years, i.e. from August 01, 2022 to July 31, 2027 (both days inclusive) on a remuneration as set out in the Resolution subject to the limits prescribed under the provisions of Schedule V Part II Section II to the Companies Act, 2013.

Therefore, the required additional information pursuant to Sschedule V Part II Section II of the Companies Act, 2013 is annexed to this notice as Annexure A. The disclosure under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 is annexed to this notice as Annexure B

Mr. Amitabh Tayal as Managing Director, shall report to the Board of Directors of the Company and his role shall include supervision and regulation of the commercial, financial and legal functions of the Company, including implementation and review of the commercial reports, plan and execute long-term and short term earnings deriving strategies, setting and implementing commercial planning of the production based on inputs from operations, budget and gap forecasting analysis and operating plans of the manufacturing units of the Company, supervision and regulation of their operations, setting out the production efficiencies as per the business plans, review production and operating reports, resolve the operational, manufacturing and other related issues to achieve planned cost, quality, and delivery commitments to achieve financial plans with regards to revenue, cost control, profit and debtors management and to carry out any other function as may be assigned by the Board of directors of the Company from time to time.

The Managing Director shall implement the functions assigned by the Board from time to time, including but not limited to making recommendations to the Board with respect to the investments/disinvestments decisions, senior level appointments, retrenchments and increments, collaborations/joint ventures/ further capital issues, borrowings, appointment of internal auditors/statutory auditors/other intermediaries as may be required under laws as applicable to the Company and to take all extraordinary decisions and undertake activities, which are necessary to run the day to day operations of the Company and to carry out other supervisory and regulatory functions, including delegation/assignment of duties in the manner as may be required from time to time.

The role and responsibility of the Managing Director shall be to perform the responsibilities assigned by the Board from time to time, including but not limited to making recommendations to the Board with respect to the investments/disinvestments decisions, senior level appointments, retrenchments and increments, collaborations/joint ventures, dilution of equity, further capital issues, borrowings, appointment of internal auditors/statutory auditors/security agencies, to take all extraordinary decisions and undertake activities, which are independent to the day to day operations of the Company, to carry out other supervisory and regulatory function, including delegation/assignment of any function in the manner as may be required to run the affairs of the Company.

Accordingly, resolution set out under item number 5 is recommended for approval of the members as a special resolution.

None of the Promoters, Directors, Key Managerial personnel or their relatives, except Mr. Priyank Tayal and Mr. Amitabh Tayal, their relatives and their jointly controlled entities are concerned or interested, financially or otherwise, in passing of the aforesaid Resolution except to the extent of their shareholding as the members of the Company.

#### **Item No. 6**

**To approve the directorship of Shri Qamar Syed Wajahat (DIN: 01692185) who has attained age of more than 75 years. [Reg. 17(1A) of SEBI (LODR) Regulations 2015].**

Shri Qamar Syed Wajahat, a person of eminence and standing, holds vast and rich

experience in the manufacturing and engineering sector. He has been working for industries for decades and holds immense expertise in the same. He is Non-Executive Independent Director in the Company. His advice and role in the Board has always been vital. Hence the Board wants him to continue in the Company as Non-Executive Director and guide. The Board, on consent of Shri Qamar Syed Wajahat, and in due compliance of SEBI (LODR) Regulations, 2015 intends to pass a special resolution for the continuance of his directorship.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested in the said resolution. The resolution as set out in Item no. 6 of this Notice is accordingly recommended for your approval.

**Item No. 7**

**Approval of loan of Rs. 10 Cr. to UBuild Better Private Limited in terms of Section 185 of the Companies Act, 2013**

As per Section 185 of the Companies Act, 2013, a Company may advance loan or provide guarantee or provide security in connection to loan taken by any person in whom any of the directors of the Company is interested subject to condition that:

- i. A special resolution is passed in General Meeting and
- ii. The loans are utilized by the borrowing company for business purposes.

The Loan of Rs. 10,00,00,000.00/- (Rupees Ten Crores Only) is being granted in one or more tranches to UBuild Better Private Limited for business purposes.

And Mr. Priyank Tayal, whole time director is also a Director in UBuild Better Private Limited and hence interested.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested in the said resolution. The resolution as set out in Item no. 7 of this Notice is accordingly re-commended for your approval.

Information under clause 1 (B) of Section II of Part II of the Schedule V to the Act and Details of Directors seeking appointment/ re-appointment at the Annual General Meeting (Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015)

**Annexure- A**

<b>General Information:</b>		
Nature of industry	Manufacturing Industry	
Date or expected date of commencement of commercial production	19.07.1974	
In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	NA	
Financial performance based on given indicators	Profit Rs. 5,72,18,459/-	
Foreign investments or collaborations, if any.	NA	
<b>II. Information about the appointee:</b>		
Background details	Mr. Amitabh Tayal	Mr. Priyank Tayal
	Associated with the Company as Managing Director since 1984.	Associated with the Company as Director since 2004
Past remuneration	18,90,300 p.a.	29,37,022 p.a.
Recognition or awards		
Job profile and his suitability	Managing Director	Whole Time Director
Remuneration proposed	same as above	same as above
Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)		
Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any.	Father of WTD, Mr. Priyank Tayal	Son of Mr. Amitabh Tayal, Managing Director
<b>III. Other information:</b>		
Reasons of loss or inadequate profits, if any	The year 2020-2021 was tough for the fibre cement industry too. Due to poor monsoon and impact of pandemic COVID-19 during F.Y. 2020-21 the industry witnessed a significant slowdown in rural demand. Capacity build up over last few years by many players also resulted in excess supply. Demand off-take was also weaker than expected due to muted growth in Infrastructure sector.	
Steps taken or proposed to be taken for improvement	The Company has proposed to increase areas of operation to nearby states i.e. in M.P., Rajasthan, Chhattisgarh, West Bengal etc as well to increase the numbers of Sales personnel to reach the remote areas to generate sales.	
Expected increase in productivity and profits in measurable terms	Approx 20% to 30% of the previous year production and profits	

**Annexure-B**

Disclosure Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 and Secretarial Standard 2

Date of Birth	08-09-1953	21-01-1982
Age	68	39
Date of Appointment	01-01-1984	23-06-2004
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	Father of Mr. Priyank Tayal	Son of Mr. Amitabh Tayal
Nature of his expertise in specific functional areas	Finance and Accounts	Finance and Corporate Sector
Qualification	B. Com	B Sc with Economics from University of Pennsylvania USA, MBA from Amity University
Experience	37 yrs	17 yrs
Terms and conditions of appointment or re-appointment along with details of remuneration sought to be paid.	As per the Special Resolution, annexed herewith.	As per the Special Resolution, annexed herewith. As per the Special Resolution, annexed herewith.
Last drawn remuneration, if applicable.	18,90,300/-	29,37,022/-
The number of Meetings of the Board attended during the Year	5	5
Board Membership of other listed companies as on March 31, 2021	NA	NA
Names of companies in which the person also holds the directorship	UPAL HOTELS PVT. LTD. UNIGLOBE GLYCOLS LTD.MTX HOTELS PVT. LTD. THE ROHTAK AND HISSAR DISTRICTS ELECTRIC SUPPLY COMPANY PVT. LTD. GANGA CORPORATION PVT. LTD. EVEREST ROOFINGS PVT. LTD. DOON INDUSTRIAL FUND PVT. LTD. MASHINO TEXTILE PVT. LTD.	ECOGREEN DEVELOPERS PVT. LTD. MTX HOTELS PVT. LTD UBUILD BETTER PVT. LTD. UPAL HOTELS PVT. LTD. THE ROHTAK AND HISSAR DISTRICTS ELECTRIC SUPPLY COMPANY PVT. LTD. GANGA CORPORATION PVT. LTD. MASHINO TEXTILE PVT. LTD.
Names of companies in which the person also holds the Membership /Chairman of Committees of the Board	NA	NA

\*The above Board members are related to one another.

**Date : 12.08.2021**

**Place : Lucknow**

**For and on behalf of  
U.P. Asbestos Ltd.**

**Amitabh Tayal  
Managing Director  
DIN: 00556569**

# U. P. ASBESTOS LIMITED

Regd. Office: Mohanlalganj, Distt. Lucknow -226301 CIN: L26942UP1973PLC003743

Tel.: +91 7897885557/58, E-mail : [upasbestos@upasbestos.com](mailto:upasbestos@upasbestos.com), Web: [www.upal.in](http://www.upal.in)

## ATTENDANCE SLIP

(To be presented at the entrance of the Meeting Hall)

### 47<sup>th</sup> ANNUAL GENERAL MEETING

#Folio No./DP ID& Client No.....

#No. of equity shares held.....

Name and Address of the Member.....

(in block letters) .....

.....

I/We hereby record my/our presence at the 47<sup>th</sup> Annual General Meeting of the Company to be held on Monday, the 27<sup>th</sup> day of September, 2021 at 11:00 A.M. at Mohanlalganj- 226301, Distt. Lucknow.

.....

.....

Name of the Attended Member/Proxy

Signature of the Attended Member/Proxy

# As per Records of the Company

#### Note :

1. Only Member/Proxy holder can attend the meeting.
2. Member/Proxy holder should bring his/her copy of the Annual Report for reference at the Meeting Hall.
3. Those members who have multiple folios with different joint holders may use copies of this Attendance Slip.

# U. P. ASBESTOS LIMITED

Regd. Office: Mohanlalganj, Distt. Lucknow-226301 CIN: L26942UP1973PLC003743

Tel.: +91 7897885557/58, E-mail : [upasbestos@upasbestos.com](mailto:upasbestos@upasbestos.com), Web: [www.upal.in](http://www.upal.in)

## PROXY FORM

{Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies  
(Management and Administration) Rules, 2014}

Name and Address of the Shareholder(s).....  
E-mail id : ..... Folio No./ DP Id & Client Id : .....  
I/We being the member(s) of ..... Shares of U. P. Asbestos Limited, hereby appoint

Name : ..... Email-id.....  
Address : .....  
Signature : .....

Or failing him

Name : ..... Email-id.....  
Address : .....  
Signature : .....

Or failing him

As my / our proxy to attend and vote (on a poll) for me/us on my/our behalf at the 47<sup>th</sup> Annual General Meeting of the Company at Registered Office situated at P.O. Mohanlalganj, Dist. Lucknow-226301, at 11.00 A.M. on 27<sup>th</sup> September, 2021 and at any adjournment thereof in respect of such resolutions as are indicated below:

### AS ORDINARY BUSINESS

1. Adoption of the audited Balance Sheet as at March 31, 2021, the Statement of Profit and Loss Account for the year ended on that date and the reports of the Board of Directors and Auditors thereon.
2. Re-appointment of Mr. Priyank Tayal as a Director who retires by rotation and is being eligible offer himself for reappointment.

### AS SPECIAL BUSINESS

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

3. Ratification of appointment of Cost Auditor for 2021-2022.

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

4. Re- Appointment of Mr. Priyank Tayal as Whole-Time Director.
5. Re- Appointment of Mr. Amitabh Tayal as Managing Director.
6. To approve the directorship of Shri Qamar Syed Wajahat (DIN: 01692185) who has attained age of more than 75 years. [Reg. 17(1A) of SEBI (LODR) Regulations 2015].
7. Approval of loan of Rs. 10 Cr. to UBuild Better Private Limited in terms of Section 185 of the Companies Act, 2013.

Signed this .....day of ..... 2021

Signature of Shareholder.....Signature of Proxy holder(s).....

**NOTES : This form in order to be effective should be duly completed and deposited at the registered office of the company at P.O. Mohanlalganj, Dist. Lucknow-226301 not less than 48 hours before the commencement of the meeting.**



To,

The Members,

Your Directors have pleasure in presenting their 47<sup>th</sup> Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31<sup>st</sup>, 2021.

## 1. Financial summary or highlights/Performance of the Company

The Board's Report shall be prepared based on the stand alone financial statements of the company.

(Rs. In Lakhs)

Particulars	2020-21	2019-20
Revenue From operations	20,172.34	16239.71
Other Income	810.91	677.55
Profit/Loss Before Interest, Depreciation and Exceptional Items	1962.12	1742.22
Finance Charges	872.03	876.41
Profit/Loss before Depreciation and Tax	1,090.00	865.51
Provision for Depreciation	<b>517.89</b>	<b>500.11</b>
Exceptional Item/Extraordinary Items	0	0
<b>Profit Before Tax/ Loss</b>	<b>572.19</b>	<b>365.40</b>
<b>Profit After Tax/ Net Loss (including Deferred Tax)</b>	<b>439.23</b>	<b>217.64</b>

## 2. State of Company's affair

The company manufactures Corrugated Fibre Asbestos Cement Sheets and Profile Sheets which are widely used in industrial sector.

Our company at present has two units-one at Lucknow and other at Dadri. The company has undergone restructuring and to enhance its financial positions and overall shareholders' value the company has given its Dadri unit on lease. The aggregate lease rentals are shown as lease rentals.

During the financial year under review, your Company's revenue from operations has been Rs. **20172.34** Lakhs as compared to Rs. **16239.71** Lakhs in last year. The company's revenue has increased by 24.22% in comparison to last year; the company had a Profit before tax of Rs. **572.19** as compared to profit before tax of Rs. **362.40** Lakhs in last year, Profit after tax has been Rs. **439.23 lakhs** compared to a profit after tax Rs. **214.64** Lakhs in last year.

Highlights of the performance of the company has been discussed in detail in the Management Discussion and Analysis report attached as **Annexure III**.

## 3. DIVIDEND

To conserve the resources, the Board recommends no dividend during the year under report.

## 4. RESERVES

No amount is proposed to be transferred to the reserves during the year under report.

## 5. DEPOSITS

The company has not accepted any deposits from the public during the year under review however the deposits existing on 1<sup>st</sup> April, 21 with the company has been timely paid off. A Return in DPT-3 is filed with ROC regarding the same. However unclaimed/disputed deposits amounting to Rs.65,000 and interest thereon are lying with the Company as on 31.03.2021.

## 6. DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year the company witnessed a change in Board of Directors on resignation of Mr. Dharam Mohan Tayal as Non-Executive Director w.e.f. 25.06.2020. Mr. Qamar Syed Wajahat was appointed as Non-Executive Independent Director of the Company w.e.f. 25.06.2020 and was regularised in the AGM dated 24.09.2021. The Board does not have any regular Chairman.

## 7. DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is confirmed that :

-in the preparation of the annual accounts for the year ended March 31, 2021, the applicable accounting standards have been followed and there are no material departures from the same;

-the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2021 and of the profit of the company for the year ended on that date;

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

-the Directors have prepared the annual accounts of the Company on a going concern basis;

-the Directors had laid down the internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.

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

#### **8. 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 **ANNEXURE I** has been uploaded on website of the Company [www.upal.in](http://www.upal.in) under investor section.

#### **9. MEETINGS DURING THE YEAR**

The Board met four times during the financial year ending on 31<sup>st</sup> March, 2021. The intervening gap between any two meetings was within the period prescribed by the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations").

For further details in respect of Composition, number and attendance of each director in various Committees of Board as required in accordance with Secretarial Standard-1 on Board Meetings and Listing Regulations, please refer Corporate Governance Report annexed herewith as **Annexure II**.

#### **10. DETAILS OF FRAUD REPORTED BY THE AUDITORS UNDER SECTION 143(12) OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT.:**

No such fraud has been reported under section 143(12) of the Companies Act, 2013.

#### **11. SUBSIDIARY, ASSOCIATES & JOINT VENTURES :**

As the Company has no subsidiary, associates & joint ventures, the Company is not required to provide a report on the performance and financial position of each of the subsidiaries, associates and joint venture companies included in the consolidated financial statements.

#### **12. PARTICULARS OF EMPLOYEES**

Pursuant to the Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, statement of particulars of employees is annexed as **Annexure VI**

#### **13. BOARD EVALUATION**

Regulation 10 (19) (4) and 20 (4) of LODR Regulations of the Listing Agreement mandates that the Board shall monitor and review the board evaluation framework. The Companies Act, 2013 states that an annual evaluation needs to be made by the board of its own performance and that of its committees and individual directors, Schedule IV of the Companies Act, 2013 states that the performance evaluation of independent directors shall be done by the entire Board of Directors, excluding the director being evaluated.

The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. The said criteria also contemplate evaluation of the directors based on their performance as director apart from their specific role as independent, non-executive and executive directors as mentioned below :-

1. Executive Director, being evaluated as directors as mentioned above, will also be evaluated on basis of targets/criteria given to them by board from time to time as well as their terms of appointment.
2. Independent Director, as director will be evaluated on meeting their obligations connected with their independence criteria as well as adherence with the requirements of professional conduct, roles, etc. applicable to independent directors as described in the Schedule IV of the Companies Act, 2013  
None of the Independent Directors are due for retirement.

#### **BOARD AND ITS COMMITTEES**

During the financial year under review the Board and its committees was constituted in the following manner :-

Sl.	Name of Committee	Members	
1.	Audit Committee	Smt Mala Agrawal	Chairperson
		Shri Paras Nath Singh	Member /NED
		Shri Qamar Syed Wajahat	Member /NED
		Shri Manish Kumar Singh	Secretary to the Committee
2.	Nomination and Remuneration Committee	Smt Mala Agrawal	Chairperson
		Shri Paras Nath Singh	Member /NED
		Shri Qamar Syed Wajahat	Member /NED
		Shri Manish Kumar Singh	Secretary to the Committee
3.	Stakeholders' Relationship Committee	Smt Mala Agrawal	Chairperson
		Shri Amitabh Tayal	Member /ED
		Shri Paras Nath Singh	Member /NED
		Shri Manish Kumar Singh	Secretary to the Committee
4.	Share Transfer Committee	Shri Amitabh Tayal	Chairman
		Smt. Mala Agrawal	Member /NED
		Shri Manish Kumar Singh	Secretary to the Committee
5.	Internal Audit Committee	Shri Amitabh Tayal	Chairman
		Shri Priyank Tayal	Member/ED
		Smt. ShaillyTayal	Member
		Shri Manish Kumar Singh	Secretary to the Committee

The Board has accepted all recommendations made by the Audit Committee from time to time.

**1. DECLARATION BY AN INDEPENDENT DIRECTOR(S) AND RE-APPOINTMENT, IF ANY**

The company has received declaration from all the Independent Director(s) under section 149 (6) of the Companies Act, 2013 that he/she meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and the Listing Guidelines.

**2. DETAILS OF EQUITY SHARES WITH DIFFERENTIAL VOTING RIGHTS, ESOP'S & SWEAT EQUITY :**

The Company has not issued any equity shares with differential voting rights, ESOP's & Sweat Equity.

**3. AUDITORS :**

**A. STATUTORY AUDITOR:**

The Auditors M/s Sharma Prakash & Associates are appointed as the Statutory Auditor of the company for a term of 5 years.

The Auditors in their Report to the members as attached herewith have given 4 qualified opinions and the response of your directors with respect to it is as follows: -

1. Auditors have expressed inability to compute the impact on profit on account of non-confirmation and non-reconciliation of balances with those parties from whom balance confirmations have not been received by the company.
2. Auditors are unable to comment on the extent of impairment losses, if any, not recognised by the company in the financial statements and the impact of the same on the profit for the year and reserves and surplus of the company as at year-end.
3. The company has recognised interest income of Rs. 11.85 lacs on loan granted in an earlier year to an erstwhile related Party M/s Big Apple Real Estate Private Limited covered u/s 189 of the Companies Act, 2013. The loan repayable on demand has been recovered. However, interest on loan for financial year 2015-16 till the date of its repayment in July, 2015 is yet to be recovered. The Auditors are unable to comment on the recoverability of the same.
4. The Auditors are unable to comment on the effectiveness of the internal control with respect to identification of unserviceable or damaged items of inventory for valuation of the same at lower of cost or Net realizable value.

**Response to Point 1.**

Adjustments on account of any selling price, discounts, commission and breakage compensation is negotiated with the customers and effect of the same is taken after finalization. Most of the balances with the customers have been confirmed either telephonically or by way of obtaining balance confirmation letters from them. Necessary evidences regarding balance confirmation not evidenced by confirmation letters is in process to be obtained.

**Response to Point 2.**

The Company has assessed the recoverable amount of the company's assets on the basis of several factors. The Company shall soon get a valuation of its Fixed Assets done in order to compute impairment of Assets in accordance with Ind AS-36 to demonstrate the same. However, the company has got a valuation of its fixed assets done for the purpose of its bankers and on the basis of the same the recoverable cost of the Fixed Assets is higher than its carrying amount.

**Response to point 3.**

The loan amount was recovered in July' 2015 but interest income of Rs. 11.85 lacs are yet to be recovered. Management is hopeful for recovery of this amount.

**Response to Point 4.**

Identification of unserviceable or damaged items of inventory is done at the time of physical verification and necessary action is taken in the books of accounts.

**B. SECRETARIAL AUDIT REPORT**

In terms of Section 204 of the Companies Act, 2013 and Rules made there under, M/s. Aditya & Associates, Practicing Company Secretaries had been appointed as the Secretarial Auditors of the Company for the financial year ending on 31.03.2021.

**C. COST AUDITOR**

In terms of the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, M/s. Aman Malviya & Associates, Cost Accountants have been appointed as Cost Auditors to conduct the audit of cost records of your company for the financial year 2021-22. The remuneration payable to the Cost Auditor is subject to ratification by the members at the ensuing Annual General Meeting of the Company.

Your Company submits its Cost Audit Report with the Ministry of Corporate Affairs within the stipulated time period.

**D. INTERNAL AUDITOR:**

The Company has engaged Mr. Shyam Bihari Agarwal as its Internal Auditor. During the year, the Company continued to implement their suggestions and recommendations to improve the control environment. Their scope of work includes review of processes for safeguarding the assets of the Company, review of operational efficiency, effectiveness of systems and processes, and assessing the internal control strengths in all areas. Internal Auditors findings are discussed with the process owners and suitable corrective actions taken as per the directions of Audit Committee on an ongoing basis to improve efficiency in operations.

**17. MATERIAL CHANGES AND COMMITMENTS, AFFECTING FINANCIAL POSITION OF THE COMPANY OCCURRING BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY AND THE DATE OF THE REPORT**

No material change has occurred affecting the financial position of the company between the end of the financial year of the company and date of the report.

**18. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.**

The company has adequate internal financial control with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

**19. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:**

No such order has been passed against the Company

**20. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

The company has made loans and investment within the prescribed limit of section 186 of the Companies Act, 2013 and rules made thereunder and also elaborated in **Note 51** of the Balance Sheet. The Loans made are detailed as under :-

SL	Details of Borrower	Amount	Purpose of loan/investment for the recipient	Date of BR	Date of SR (if reqd)	ROI (%)
1	Big Apple Real Estate Limited	11,84,570	Business Operations	-	NA	
2.	Casmet Packagings Pvt. Ltd.	1.39,88,717	Business Operation	20.05.2013	NA	16
3.	Pasondia Cables Private Limited	38,03,607	Business Operation	30.06.2016	NA	19
4.	Shri Ghata Mehendipur Balaji LLP	1,50,00,000	Business Operation	25.07.2017	NA	12
5.	UBuild Better Private Limited	1,53,00,000	Business Operation	14.08.2020	24.09.2020	10.50

**21. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto shall be disclosed in Form No. AOC-2 as **Annexure VII**.

**22. CORPORATE GOVERNANCE & MANAGEMENT DISCUSSION AND ANALYSIS**

The Corporate Governance Report & Management Discussion and Analysis Report, the CEO Declaration for Code of Conduct and certificate of Practicing Company Secretary's certifying compliance of conditions of Corporate Governance by the company has been made part of the Annual Report and annexed herewith as **Annexure II, III, IV, and V**. A CFO certification is attached herewith as **Annexure X**

**23. VIGIL MECHANISM**

In pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for Directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at [www.upal.in](http://www.upal.in) under investors/policy documents/Vigil Mechanism Policy link.

**24. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9<sup>th</sup> December, 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year Company has not received any complaint of harassment.

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

A statement giving details of conserving of energy, technology absorption, foreign earnings and outgo in accordance with Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014 is annexed to the Directors Report as **Annexure-VIII**.

**26. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

Corporate Social Responsibility (CSR) has become mandatory considering the financials of FY 2020-21 as approved on 28.06.2021 and the Company is bound to make an expenditure of Rs. 8,69,942 in Financial Year 2021-22.

Further CSR contribution is less than Rs. 50,00,000/- and hence the Company is exempt from formation of CSR Committee under Section 135(9) of the Companies Act, 2013. All the function related to CSR shall be performed by the Board of Directors itself.

**27. LISTING WITH STOCK EXCHANGES :**

The Company was earlier listed with Delhi Stock Exchange Limited and UP Stock Exchange Limited. However,

with de-recognition of Delhi Stock Exchange and UP Stock Exchange, the company got its shares listed with Metropolitan Stock Exchange of India Ltd. w.e.f. 08.02.2016. The Company has made payment of all dues to the Stock Exchanges.

**28. ACKNOWLEDGEMENTS**

An acknowledgement to all with whose help, cooperation and hard work the Company is able to achieve the results.

**For U.P. Asbestos Limited**

**Place : Lucknow  
Date : 12.08.2021**

**(Amitabh Tayal)  
Managing Director  
(DIN: 00556569)**

**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2021  
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company  
(Management & Administration) Rules, 2014.**

**MGT 9 is updated and available on the company's website www.upal.in under investor section**

**Annexure- II**

**COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

The Company firmly believes in practicing good and effective Corporate Governance and endeavors to improve on these aspects on an ongoing basis. These must balance individual interest with corporate goals and operate within accepted norms of propriety, equity, fair play and sense of justice. Accountability improves decision-making and transparency helps to explain the rationale behind decisions, and thereby builds shareholders and other stakeholders' confidence.

In keeping with the essence and philosophy of Corporate Governance, the Company has adopted a frame-work governed by values of quality, customer orientation, commitment, discipline, integrity, transparency, teamwork and trust. The Company is making all efforts to imbibe high standards of corporate governance.

UPAL's philosophy of corporate governance is based upon commitment of the Board of Directors and the senior officers of the company in managing the company in a transparent manner for maximizing long term shareholder value. Adequate control systems exist to enable the Board to effectively discharge its responsibilities in making fair and transparent decisions.

**BOARD OF DIRECTORS**

**Composition of the Board**

The composition of the Board is in conformity with Regulation 17 of SEBI (LODR) Regulations, 2015 which stipulates that if the Chairman is a non-executive Director, at least one-third of the Board should comprise of independent Directors. The appointments made during the year are on the recommendation of the Nomination and Remuneration Committee after considering the qualifications, positive attributes.

**Composition & Category of Directors**

Particulars	Number of Directors	Percentage of composition
Executive Director	2	40%
Non-executive Directors	3	60%
Total	5	100%

Total non-executive directors are 3 and all of them are non-executive independent directors.

**Directors' Attendance Record, Directorship held and Status**

During the year under review, 4 Board meetings were held and conducted on 25<sup>th</sup> June, 2020, 14<sup>th</sup> August 2020, 10<sup>th</sup> November, 2020 and 12<sup>th</sup> February, 2021. The composition of Board of Directors, attendance of directors at the board meetings and Annual General Meeting and also the number of other directorships in Indian Public Limited Companies and memberships of the committees of the Board of such companies are as follows:

Name of the Director	Category of Director	Attendance at last AGM	No. of Board meetings attended	No. of other Directorships in Public Ltd. Companies	No. of meetings eligible to attend	Other Board's Committees	
						Chairman	Member
Shri Qamar Syed Wajahat	*NED	Yes	04	NIL	04	NIL	02
Smt. Mala Agrawal	*NED	Yes	04	NIL	04	03	03
Shri Priyank Tayal	ED	Yes	04	NIL	04	NIL	NIL
Shri Amitabh Tayal	ED	Yes	04	1	04	NIL	01
Shri Paras Nath Singh	*NED	Yes	04	NIL	04	NIL	03

\* Non Executive Independent Director & Executive Director

**(iii) Disclosure of relationships between directors inter-se**

Name of the Director	Designation of Director	Relationships Inter-se
Shri Paras Nath Singh (DIN: 08470004)	Non-executive Independent Director	No Relationship Inter se
Shri Qamar Syed Wajahat (DIN01692185)	Non-executive Independent Director	No Relationship Inter se

Smt. Mala Agrawal (DIN 07134639)	Non-executive Independent Director	No Relationship Inter se
Shri Priyank Tayal (DIN 00556534)	Whole-time Director	Son of Shri Amitabh Tayal, who is a Managing Director of the Company
Shri Amitabh Tayal (DIN 00556569)	Managing Director	Father of Shri Priyank Tayal, who is a Whole-time Director of the Company

None of the Directors is a member of more than 10 Board level Committees or is a Chairman of more than 5 such Committees.

**AUDIT COMMITTEE**

The composition of the Audit Committee is in conformity with the SEBI (LODR) Regulations, 2015 and under Section 177 of the Companies Act, 2013. All the members of the committee are financially literate. The particulars of the meeting attended by the members and changes in composition during the year are as follows :-

Name of the Director	Position	No. of Meetings		No. of Meetings entitled to attend
		Held	Attended	
Smt. Mala Agrawal	Chairperson	06	06	06
Mr. Paras Nath Singh	Member	06	06	06
Shri Qamar Syed Wajahat	Member	06	03	03
Mr. Manish Kumar Singh	Secretary to the Committee			06

**Role of Audit Committee**

The Audit Committee has been formed to provide directions and review functions of the Audit Department. It will evaluate internal audit policies, plan, procedure and performance and review the other functions through various internal audit reports and other year-end certificate issued by the Statutory Auditors, to ensure accurate and timely disclosure that maintain the transparency, integrity and quality of financial control and reporting.

**Powers of Audit Committee**

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

**INDEPENDENT DIRECTORS MEETINGS**

The Composition of the Board is in conformity with point no. VII. of Schedule IV of Companies Act, 2013. The independent directors of the company shall hold at least one meeting in a year, without the attendance of non-independent directors and members of management. All the independent directors of the company were present at such meeting.

Name of the Director	Position	No. of Meetings		No. of Meetings entitled to attend
		Held	Attended	
Shri Qamar Syed Wajahat	Member	01	01	1
Smt. Mala Agrawal	Chairperson	01	01	1
Shri Paras Nath Singh	Member	01	01	1

**STAKEHOLDERS' RELATIONSHIP COMMITTEE**

(Earlier Known as Shareholders' Grievance Committee)

The Composition of Stakeholders' Relationship Committee is in compliance with Section 178 of the Act read with SEBI (LODR) Regulations, 2015. The Company Secretary is the Compliance Officer. The attendance of the members at the meeting during the year under review keeping account the re-constitution of the Board as mentioned in the Directors' Report is as under :

Name of the Director	Position	No. of Meetings		No. of Meetings entitled to attend
		Held	Attended	
Smt. Mala Agrawal	Chairperson	04	04	4
Shri Amitabh Tayal	Member	04	04	4
Shri Paras Nath Singh	Member	04	03	3
Mr. Manish Kumar Singh	Secretary to the Committee			4



**Details of investors' complaints received and redressed**

The total numbers of complaints redressed to the satisfaction of the investors during the year ended at 31st March 2021 were 04.

**Role of Stakeholders' Relationship Committee**

- To monitor the security holders' grievance
- To remedy the grievance.
- To make efforts to minimize grievance.

**Powers of Stakeholders' Relationship Committee**

- To call for information from any Officer or Registrar & Share Transfer Agent or
- To issue necessary directions for remedy of Security holders grievance.

**SHARE TRANSFER COMMITTEE**

The Board has re-constituted the Share Transfer Committee comprising of following persons to enable it to accord its approval on the request for transfer of physical shares of the company lodged from time to time. The members of the committee as on 31.03.2021 is as follows-

Name of the Director	Position	No. of Meetings		No. of Meetings entitled to
		Held	Attended	attend
Shri Amitabh Tayal	Chairman	04	04	4
Smt. Mala Agrawal	Member	04	04	4
Mr. Manish Kumar Singh	Secretary to the Committee			4

**NOMINATION & REMUNERATION COMMITTEE**

(Earlier Known as Remuneration Committee)

The members of the nomination & remuneration committee at the end of the financial year were as follows :

Name of the Director	Position
Smt Mala Agrawal	Chairperson
Shri Qamar Syed Wajahat	Member
Shri Paras Nath Singh	Member
Mr. Manish Kumar Singh	Secretary to the Committee

**INTERNAL AUDIT COMMITTEE**

The internal audit committee comprising of following persons as on 31.03.2021 :

Name of the Member	Position
Shri Amitabh Tayal	Chairman
Shri Priyank Tayal	Member
Shri Paras Nath Singh	Member
Smt. ShaillyTayal	Member (Head- Financial Audit)
Mr. Manish Kumar Singh	Secretary to the Committee

**GENERAL BODY MEETINGS**

47<sup>th</sup> Annual General Meeting would be held on 27<sup>th</sup> September, 2021.

Details of last three Annual General Meetings are as follows –

Financial Year	Date	Time	Venue	No. of Special Resolutions considered
2017-18	29.09.2018	11.00 A.M.	Mohanlalganj, Lucknow-226301	01
2018-19	27.09.2019	11.00 A.M.	Mohanlalganj, Lucknow-226301	02
2019-20	24.09.2020	11.00 A.M.	Mohanlalganj, Lucknow-226301	03

No business requiring approval by way of Postal Ballot is proposed to be transacted at the forthcoming Annual General Meeting.

**Related Party Transaction and their basis**

There were no materially significant transactions of the company with the Directors or the Management or their relatives etc. that may have any potential conflict with the interests of the Company at large and all related party transactions made during the year are as per statutory compliance of the relevant statute in this regard.

**Disclosure of Accounting Treatment**

The financial statements are prepared under the historic cost convention and statements have been prepared in accordance with applicable mandatory accounting standards prescribed by the Institute of Chartered Accountants of India & relevant presentational requirement of the Companies Act, 2013.

Financial Year of the Company starts from 1<sup>st</sup> April of a year and ends on 31<sup>st</sup> March of the subsequent following year.

**MEANS OF COMMUNICATION**

Information to Stock Exchanges and Newspaper publicity -

The Company has always promptly reported dates of its various Board Meetings, General Meetings, Book Closures / Record Date to Stock Exchanges and also published information pertaining thereto in reputed newspapers for information of shareholders.

Quarterly / Half-yearly/Annual Results of the Company are published in the newspapers in compliance of SEBI (LODR) Regulations, 2015 or the website of the Company www.upal.in

**GENERAL SHAREHOLDER INFORMATION**

**Annual General Meeting** Date : 27<sup>th</sup> September, 2021

<b>Listing on Stock Exchanges</b>	Metropolitan Stock Exchange of India Ltd.
<b>ISIN No.</b>	INE181C01016
<b>Share Transfer Agent</b>	KFIN TECHNOLOGIES PRIVATE LTD. Karvy Selenium Tower B, Plot No. 31 -32 Gachibowli, Financial District, Nanakramguda, Seriligampally Mandal Hyderabad – 500032
<b>Share Transfer System</b>	1. Equity Shares in physical form are processed by the share transfer agents of the Company. Transfer of Dematerialized shares can be affected by following the procedure prescribed for the purpose by two national depositories namely NSDL and CDSL with whom the Company has entered into an agreement. 2. Pursuant Regulation 40(9) of SEBI (LODR) Regulations, 2015, a Practicing Company Secretary has been issuing on half yearly basis Certifying that all transfers have been affected within the prescribed period.

**Time** : 11:00 AM  
**Venue** : P.O. Mohanlalganj  
**District** : Lucknow– 226301

**Dates of Book Closures from 18.09.2021 to 27.09.2021 both days inclusive**

**Distribution Schedule as on 31.03.2021 is follows –**

<b>DISTRIBUTION SCHEDULE AS ON 31/03/2021</b>					
<b>Sl.</b>	<b>Category</b>	<b>Cases</b>	<b>% of Cases</b>	<b>Amount</b>	<b>% Amount</b>
1	1-5000	899	77.57	1918710.00	2.11
2	5001- 10000	107	9.23	721000.00	0.79
3	10001- 20000	72	6.21	1019000.00	1.12
4	20001- 30000	27	2.33	703000.00	0.77
5	30001- 40000	6	0.52	202500.00	0.22

## DIRECTORS' REPORT



6	40001- 50000	5	0.43	237000.00	0.26
7	50001- 100000	4	0.35	225000.00	0.25
8	100001& Above	39	3.36	86045720.00	94.48
	<b>Total</b>	<b>1159</b>	<b>100.00</b>	<b>91071930.00</b>	<b>100.00</b>

### Other Disclosure :

The company has adopted various policies as applicable under SEBI (LODR), 2015 guidelines available on the website of the Company [www.upal.in](http://www.upal.in)

### Dematerialization of Shares

The trading of Company's equity shares falls under the category of compulsory delivery in dematerialized mode in respect of all categories of investors. The members are encouraged to go in for dematerialization of their shareholding to derive benefits of scrip less trading. As on 31<sup>st</sup> March 2020, the position of NSDL & CDSL was as under –

	No. of Shares	(%)
<b>A. DEMAT</b>		
NSDL	6890131	75.66
CDSL	621441	06.82
<b>B. PHYSICAL</b>	1595621	17.52
<b>TOTAL [A+B]</b>	<b>9107193</b>	<b>100.00</b>

### ADDRESSES :

<b>Registered Office</b>	P.O. Mohanlalganj, Distt. Lucknow (U. P.) – 226 301	Tel. No.: +91 7897885557-58
<b>Corporate Office</b>	Mahmoodabad Estate Bldg., 15-Hazratganj, Lucknow – 226001	Tel. No.: 0522-2622905-6,

### PLANT LOCATIONS

Plants: 1 – 3	P.O. Mohanlalganj, Distt. Lucknow (U. P.) –226 301	Tel. No.: +91 7897885557-58
Plant: 4	PO. Bishara, Tehsil–Dadri, Distt. Gautam Budh Nagar (U. P.) -203 007	Tel. No.: +91 8750315566

### COMPLIANCE OFFICER

Mr. Manish Kumar Singh  
U. P. Asbestos Ltd.  
Mahmoodabad Estate Building,  
15, Hazratganj, Lucknow – 226 001  
Phone : 0522 – 2622905  
Email : cs@upasbestos.com

### UNCLAIMED DIVIDENDS & INTEREST

The amount of dividend/deposits or interest thereon remain un-claimed for a period of 7 years, is transferred to the credit of Investors Education & Protection Fund in accordance with the provisions of section 124(5) & (6) of the Companies Act, 2013.

### NOMINATION FACILITIES

Shareholders who hold shares in the physical form and wish to make/change a nomination in respect of their shareholding in the Company, as permitted under section 72 of the Companies Act, 2013, may submit to the Registrar and Transfer Agent/Company.

For U.P. Asbestos Limited

Place: Lucknow  
Date:12.08.2021

(Amitabh Tayal)  
Managing Director  
(DIN: 00556569)

**MANAGEMENT DISCUSSION AND ANALYSIS**

Your company is engaged in the business of manufacture and sale of Cement Asbestos Sheets, Management Discussion and Analysis is provided hereunder:

**Industry Structure and Development**

This industry exists for the last 48 years in India. Cement Asbestos Products continue to be in demand because of the efforts made in making inroads into rural markets for the product, its affordability and other qualities such as corrosion resistance, weather and fire proof nature. Currently there are about 20 entities in the Industry with about 53 manufacturing plants with an annual capacity of approximately 4 million metric tonnes of cement asbestos sheet throughout the Country.

The International Monetary Fund (IMF) described the Indian economy as the "bright spot" in the global landscape. Indian economy showed a visible growth compared to last year. The GDP projected overall growth of 7.3 % in 2020-2021 however is a slow growth. According to the IMF, India's growth is expected to rebound 9.5% in 2021-2022 owing to the strong increase in private consumptions.

**Opportunities,**

End of 2019-20 has been hit by nationwide lockdown due to COVID-19 pandemic. The world is facing this crisis with no prediction of its end in future. It has impacted negatively and vastly the whole economy. The lockdown in parts continues for couple of year i.e. 2019-20 and 2020-21. It has impacted negatively to the economy and infrastructure of the nation. COVID-19 is further supposed to stay for some more time in future. However the Company is all set to tackle this pandemic and achieve a positive growth in future.

However, the Indian market in construction and building is expected to grow stealthily and the real estate market size is expected to grow sevenfold by 2028. The rural and urban India has a shortage of housing facility and approximately 65 million Indians live in houses without pucca roofs. The government of India has targeted to provide housing to all by 2022 catalysing the building products Industry.

AC Roofing Sheets are being used in large scale for roofing purposes, cattle sheds, godowns, etc. besides commercial use of this product. The Indian population consists of 60% of rural sector and with increased focus of government to develop the infrastructure and housing facility in the rural sector the cement asbestos sector is likely to grow.

The abnormal hike in the cost of building material such as Cement, Steel, etc. besides the increased cost of labour and in comparison to GI Sheet, A.C. Sheet is found to be much cheaper and durable. This factor led the users to switch over to A.C. products which they find more cost effective and users friendly.

Cement, fly ash etc. are our main raw materials. Cement & fly ash is available in the proximity of our plants. Our industry performance is directly linked to performance of rural/semi-urban economies. The year 2019-20 and 2020-21 noticed slow growth owing to the monsoon, COVID-19 pandemic and implementation of new policies and market uncertainty as compared to 2018-19 where the industry witnessed a significant slowdown in rural demand due to poor monsoon. Capacity build up over last few years by many players also resulted in excess supply. Demand off- take was also weaker than expected due to muted growth in Infrastructure sector. The company has a developmental approach and is upgrading technology with automated plant and incorporating Solar Energy project.

The company has enhanced its business of operations and ventured in various other products as paints, cables, profile sheets which in the significant financial year witnessed slow start owing to huge Brand competition but the company is optimistic of increased sales in near future.

**Strength, Threats, Risks and Concerns**

Through a strong formal system which from time to time & periodically indicates risk areas, UPAL identifies risk prone areas and evaluates consequences; initiates risk mitigation strategies and implements corrective actions wherever required.

**Business Segment**

As on 31<sup>st</sup> March 2021, the total licensed and installed capacity of the Company is as detailed below:

<b>Particulars</b>	<b>Licensed Capacity M.T.</b>	<b>Installed Capacity M.T.</b>
Asbestos Cement Sheet & Non Asbestos Cement Sheets	2,31,000	1,44,000
Profile Steel Sheet	25,000	12,000

The Company is operating at over 90% capacity utilization and has registered production of 141543.76 M.T. and Total sales of 145612.79 MT during the year of Cement Asbestos Sheet and has registered production of 1846 M.T. and Total sales of 1821.70 M.T. during the year of Profile Steel Sheet.

**Outlook of the Company**

The company manufactures Corrugated Fiber Cement Sheets and Plain Boards under Building Products Segment. The Company currently enjoys a decent market share in the AC sheets industries. "UPAL" brand AC sheets have been in the market for over 46 years, and are considered synonymous with providing shelter for housing and industrial construction and false ceiling.

**Internal control systems and their Adequacy**

For better control of all activities and management information the company has designed and developed various systems of controls, procedures over the years.

The internal audits are being conducted periodically to review all its operational activities, administrative procedures to have proper control. The reports on the audits are reviewed and corrective action is taken, if necessary. The existing procedures and systems ensure that all the transactions be checked at every level. The reports are also placed periodically before the Audit Committee.

**Finance**

The company continued its thrust on effective working capital management. During the year under review the Company has recorded a Sales Turnover (Net) of Rs. 20,172.34 lac, Profit before Tax of Rs.572.19 lac and Profit (Net) of Rs.439.23 lac as against Sales Turnover (Net) of Rs.16,239.71 lac, Profit before Tax of Rs.362.70 and Profit (Net)of Rs.214.19lac respectively in the previous year.

**Human Resources /Industrial Relations**

Our Company is dedicated to the development of the employees and maintaining a good relationship with them. There have been excellent relations between the employees at various levels and the management. During the year under review, the Management has made sincere and continuous efforts for the development of an atmosphere of mutual cooperation, confidence and honour duly recognizing the rights of the workers. The excellent Industrial Relations at all the manufacturing plants of UPAL continue to be cordial.

**For U.P. Asbestos Limited**

**Place : Lucknow  
Date : 12.08.2021**

**(Amitabh Tayal)  
Managing Director  
(DIN: 00556569)**

**ADITYA & ASSOCIATES**  
Practicing Company Secretaries  
D-27, Kamla Tower, Vibhuti Kand, Gomti Nagar, Lucknow – 226 010  
Mobile : 94536 59707 ; E-mail: csmanishaditya@gmail.com

**CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE**

To,  
The Members,  
**U. P. ASBESTOS LIMITED,**  
(CIN - L26942UP1973PLC003743)  
PO Mohanlalganj, Lucknow, UP -226301

1. We have examined the compliance of conditions of Corporate Governance by U. P. ASBESTOS LIMITED ("the Company"), for the year ended on March 31, 2021, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46 (2) and paragraphs C, D and E of Schedule V of the SEBI Listing Regulations.
2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
3. We have examined the relevant records of the Company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant, and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India.
4. In our opinion and to the best of our information and according to our examination of the relevant records and the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulation 17 to 27 and clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of the SEBI Listing Regulations for the respective periods of applicability as specified under paragraph 1 above, during the year ended March 31, 2021.
5. We state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**Date : 10.08.2021**  
**Place : Lucknow**

**For Aditya & Associates**  
**Company Secretaries**

**CS Aditya Agrawal**  
**Proprietor**  
**Membership No: FCS 8780**  
**CP: 16366**  
**UDIN: F008780B000529652**

**Declaration of Compliance with code of conduct  
(As required under Regulation 17(5) of SEBI (LODR) Regulations, 2015,  
the CEO declaration for Code of Conduct)**

**The Members of****U.P. Asbestos Limited**

This is to certify that as provided under Regulation 17(5) of SEBI (LODR) Regulations, 2015, the Board Members and the Senior Management personnel have affirmed to the compliance with the Code of Conduct and Ethics for the twelve months' period ended on March 31, 2021.

**For U.P. Asbestos Limited**

**Place : Lucknow  
Date : 12.08.2021**

**(Amitabh Tayal)  
Managing Director  
(DIN: 00556569)**

**Details pertaining to remuneration as required under section 197(12) of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

- a. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, during the financial year, Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under :

SL.	Name of Director/KMP and Designation	Remuneration of Director/KMP for financial year 2020-21	% increase in Remuneration in the Financial Year 2020-21	Ratio of remuneration of Director/KMP to median remuneration of employees
1.	<b>Amitabh Tayal (Managing Director)</b>	18,90,300.00	-7.82	10.97
2.	<b>Priyank Tayal (Whole Time Director)</b>	29,37,022.00	0.003	17.05
3.	<b>Gaurav Arora (Chief Financial Officer)</b>	12,43,320.00	1.32	7.22
5.	<b>Manish Kumar Singh (Company Secretary)</b>	5,00,700.00	-1.49	2.90

- a. The median remuneration of employees of the Company during the financial year ending on 31.03.2021 was: **172198**  
 b. The percentage increase in the median remuneration of employees in the Financial Year ending on 31.03.2021: 0.14  
 c. Number of permanent employees on the rolls of the Company as on March 31, 2021: **205(excluding the KMP)**  
 d. Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. **2020-21** was **NIL** whereas the increase in the managerial remuneration for the same financial year was **NIL**  
 e. The key parameters for any variable component of remuneration availed by the directors: **N/A**  
 f. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year: **N/A**  
 g. It is hereby affirmed that the remuneration is as per the as per the Remuneration Policy of the Company.

**Information as required under Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and forming part of the Director's Report for the Financial Year ended 31.03.2021**

**Following disclosures are required in respect of following employees :**

Top ten employees in terms of salary withdrawn;

1. if employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one Crore and two Lakhs rupees; **None**
2. if employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakhs fifty thousand rupees per month; **None**
3. if employed throughout the financial year or part thereof, was in receipt of remuneration in that year, which in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the Company-**None**

Place: Lucknow

Date:12.08.2021

For U.P. Asbestos Limited  
 (Amitabh Tayal)  
 Managing Director  
 (DIN : 00556569)



**FORM NO. AOC -2**

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

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

**1. Details of contracts or arrangements or transactions not at Arm's length basis- N.A.**

None of the contracts or arrangements or transactions entered by the company with related parties is beyond Arm's length basis.

**2. Details of contracts or arrangements or transactions at Arm's length basis.**

***\*NOTE:***

***1. A detailed description of the Related Party Transactions entered, if any, during the year is disclosed as Note 34 of the Financial Statements.***

***2. Transaction of payment of remuneration is as per the terms approved by shareholders.  
The advances to made employees reflects advances salary entered as per the terms of their condition of service as applicable to all employees***

**For U.P. Asbestos Limited**

Place : Lucknow  
Date : 12.08.2021

**(Amitabh Tayal)  
Managing Director  
(DIN : 00556569)**

FORM A: Conservation of Energy

A. Power and fuel consumption

	Current Year 2020-21	Current Year 2019-20
<b>1. Electricity</b>		
(a) Purchased		
Unit	64,85,740	61,98,360
Total Amount	Rs.5,49,34,217.80/-	Rs.5,22,50,010.92/-
Rate/unit	Rs.8.47	Rs. 8.47/-
(b) Own Generation		
(i) Through Diesel Generator		
Unit	1,27,342	2,14,330
Unit per Ltr. Of Diesel Oil	3.57 Unit/Ltr	3.36 Unit/Ltr.
Cost/unit	Rs.22.35/-	Rs. 18.92/-
(ii) Through steam turbine/generator		
Units		
Units per ltr. of fuel oil/gas		
Cost/unit		
<b>2. Coal (specify quality and where used)</b>		
Quantity (tones)		
Total cost		
Average rate		
<b>3. Furnace oil</b>		
Quantity (kl. ltrs.)		
Total amount		
Average rate		
<b>4. Others/internal generation (please give details)- SOLAR</b>		
Quantity	8,31,350	9,97,096
Total cost	Rs.33,25,400.00/-	Rs.39,88,384.00/-
Rate/unit	Approx. Rs. 4PU	Approx. Rs. 4 PU

FORM B: Foreign Exchange Earnings/Outgo : -

The company has made expenditure in Foreign exchange amounting to Rs. NIL on overseas travelling and Rs.NIL interest on Buyers Credit.

For U.P. Asbestos Limited

Place : Lucknow  
Date : 14.08.2021

(Amitabh Tayal)  
Managing Director  
(DIN : 00556569)

**ADITYA & ASSOCIATES**  
Practicing Company Secretaries  
**D-27, Kamla Tower, Vibhuti Kand, Gomti Nagar, Lucknow – 226 010**  
**Mobile : 94536 59707 ; E-mail: csmanishaditya@gmail.com**

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31.03.2021**

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

To,  
The Members,  
U.P. Asbestos Limited  
CIN: L26942UP1973PLC003743

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **U.P. Asbestos Limited** (hereinafter referred to as the Company). Secretarial Audit has been conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

- We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2021 to ascertain the compliance of various provisions of:
  - (i) The Companies Act, 2013 and the rules made thereunder;
  - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
  - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder;
  - (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
    - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and 2015;
    - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable to the Company has not issued any shares during the financial year 2020-21)**
    - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not 2020-21)**
    - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company has not issued any shares during the financial year 2020-21)**
    - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) (Amendment) Regulations, 2006 regarding the Companies Act and dealing with client; **(Not applicable to the Company has not issued any shares during the financial year 2020-21)**
    - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Financial Year 2020-21)**
    - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998. **(Not applicable to the Company during the Financial Year 2020-21);**
  - (vi) The Employees State Insurance Act, 1948
  - (vii) Employees Provident Fund and Miscellaneous Provisions Act, 1952
  - (viii) Employers Liability Act, 1938
  - (ix) Environment Protection Act, 1986 and other environmental laws
  - (x) Air (Prevention and Control of pollution) Act, 1981
  - (xi) Factories Act, 1948
  - (xii) Industrial Dispute Act, 1947
  - (xiii) Payment of Wages Act, 1936 and other applicable labour laws.

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

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

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

**We further report that**

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting member's views are captured and recorded as part of the minutes.

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

**We further report that** during the audit period there were no instance having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines and standards, etc. referred to above.

**Note:** This report is to be read with our letter of even date which is annexed as 'Annexure A' and forms an integral part of this report.

**Date: 10.08.2021**  
**Place: Lucknow**

**For Aditya & Associates**  
**Company Secretaries**

**CS Aditya Agrawal**  
**Proprietor**  
**Membership No: FCS 8780**  
**CP: 16366**  
**UDIN: F008780C000761279**

To,  
The Members,  
**U.P. Asbestos Limited**

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
5. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**Date: 10.08.2021**  
**Place: Lucknow**

**For Aditya & Associates**  
**Company Secretaries**

**CS Aditya Agrawal**  
**Proprietor**  
**Membership No: FCS 8780**  
**CP: 16366**  
**UDIN: F008780C000761279**

**Certificate under Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements)  
Regulation, 2015**

This is to certify that:

We have reviewed financial statements and the cash flow statement for the year ended on 31<sup>st</sup> March, 2021 and that to the best of our knowledge and belief :

- i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps they have taken or propose to take to rectify these deficiencies.
4. We have indicated to the auditors and the Audit committee :
- i. significant changes in internal control over financial reporting during the year;
  - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.
5. We confirm that all Directors and Members of the Senior Management have affirmed compliance with UPAL's Code of Business Conduct & Ethics.

**Amitabh Tayal**  
**Managing Director**  
**DIN: 00556569**

**Gaurav Arora**  
**Chief Financial Officer**

**Date : 12.08.2021**  
**Place : Lucknow**

**SHARMA PRAKASH & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**1st FLOOR, UCO BANK BUILDING,**  
**48, CIVIL LINES,**  
**BAREILLY - 243001.**

**INDEPENDENT AUDITORS' REPORT**

**To The Members of**  
**U.P. Asbestos Limited**

**Report on the Audit of the Financial Statements**

**Qualified Opinion**

We have audited the accompanying financial statements of U.P. Asbestos Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (here-in-after referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") specified under section 133 of the Act, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021, and its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Qualified Opinion**

1. We draw attention to note 41 of notes to the Financial Statements in respect of non-receipt of balance confirmation from customers due to which we are unable to comment on short provision, if any, of bad and doubtful debts, discounts, commission and breakage compensation in the books of account and note 42 regarding non-reconciliation and non-confirmation of balances with parties. We are unable to comment on the impact, if any, of the same on the profit for the year.
2. Attention is invited to note 33 of notes to the Financial Statements whereby the management has stated that the assets of the company are not impaired in terms of Ind AS-36 notified under the Companies (Indian Accounting Standards) Rules, 2015. In the absence of necessary evidence on the basis of which the management has made an assessment to the effect that the recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is higher than its carrying amount, we are unable to comment whether any asset of the company is impaired in terms of Ind AS-36 notified under the Companies (Indian Accounting Standards) Rules, 2015.
3. Attention is invited to note 48 of Notes to the Financial Statements with regard to recoverability of interest of Rs. 11.85 lacs from Big Apple Real Estate Private Limited. We are unable to comment on the recoverability of the same.
4. We are unable to comment on the effectiveness of the internal control with respect to identification of unserviceable or damaged items of inventory for valuation of the same at lower of cost or Net realizable value.

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

**Emphasis of Matters**

1. Balance with Revenue Authorities in note 6(2)(c) includes Rs. 236.52 lacs determined by the management as refundable from Sales Tax Department for various years. Pending completion of assessments/ appeals of the company by the revenue authorities, the ultimate outcome of liability against the company/ refund due to the company cannot

presently be determined. Consequently, no provision for any liability that may result has been made in the financial statements. (Also refer note 37 of Notes to financial statements)

2. We draw attention to note 49 of Notes to financial statements regarding matter contained therein. The same is subject to confirmation from the party.
3. We draw attention to note 54 of Notes to the financial statements, which describes the management's evaluation of impact of uncertainties related to COVID-19 and its consequential effects on the operations of the Company. Our opinion is not qualified/ modified in respect of these matters.

### **Key Audit Matters**

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Except for the matter described in the Basis of Qualified Opinion section, we have determined that there are no other key audit matters to communicate in our report.

### **Information Other than the Financial Statements and the Auditors' Report thereon**

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

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

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

### **Management's Responsibility for the Financial Statements**

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risk of material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide the basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for



one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.

- Obtain an understanding of internal control in relevance to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for explaining our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence, whether a material uncertainty exist related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that the material uncertainty exist, we are required to draw attention in our auditor's report to related disclosure in the financial statements or, if such disclosure are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtain up to the date of our auditor's report. However, future events or conditions may cause a company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure `A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that :
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - (d) Except to the extent stated above in paragraph 3 of Basis for Qualified Opinion, in our opinion, the aforesaid 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 stated to have been received from the directors as on 31<sup>st</sup> March, 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure `B'.
  - (g) As required by Section 197(16) of the Act, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V of the Act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 31 to the financial statements.
  - ii. As informed to us, the Company did not enter into any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. As explained to us, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Sharma Prakash & Associates  
Chartered Accountants  
(Firm's Regn. No. 008028C)

Date : 28.06.2021  
Place : Lucknow

Prakash Chand Sharma  
Proprietor  
(Membership No. 077144)

**ANNEXURE `A' TO INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF U. P. ASBESTOS LIMITED FOR THE YEAR ENDED 31.03.2021.** (Referred to under Report on Other Legal and Regulatory Requirements in our Independent Auditors' Report of even date)

1. (a) We have been informed that the Company has maintained records showing full particulars, including quantitative details and situation of its fixed assets. However, the same were not produced before us as the same was stated to be in the process of updation and reconciliation with the books of accounts.  
(b) As informed to us, the company has devised a program for physical verification of fixed assets in a phased manner so that all the fixed assets are verified once every three years. In our opinion the frequency of verification is reasonable. In the absence of records of fixed assets as well as any evidence of physical verification of fixed assets conducted by the management being produced before us, we are unable to comment whether any material discrepancies were noticed during the course of such verification.  
(c) We have been explained that the aspect of availability of title deeds of immovable properties is applicable only in respect of land held by the company. We have been informed that land is held in the name of the company, however, since the title deeds of land are pledged with the bank the same were not produced before us for verification.
2. As informed to us, physical verification of inventory was conducted by the management at year-end except for materials stated to be lying with third parties. In our opinion, the frequency of verification of materials verified by the company is reasonable. We were explained that discrepancies noticed on physical verification of inventory as compared to book records were not material.
3. According to the information and explanations furnished to us, during the year the Company has granted unsecured loan of Rs. 153 lacs to a company covered in the register required to be maintained under section 189 of the Act. (Balance as on 31-03-2021: Rs. 153 lacs; Maximum amount outstanding any time during the year: Rs. 153 lacs.)  
Attention is invited to note no. 48 of Notes to Financial Statements wherein it has been stated that interest of Rs. 11.85 lacs is yet to be recovered for which it has been stated that necessary efforts are being made by the company.  
(a) In our opinion and according to the information and explanations furnished to us, the terms and conditions of the above unsecured loan granted by the company is not prima facie prejudicial to the interest of the company.  
(b) It has been explained to us that the above unsecured loan and interest thereon is repayable on demand and there is no schedule of repayment of principal and payment of interest. Hence, we are unable to comment on the regularity of receipt of principal and interest on the aforesaid loan.  
(c) As there are no stipulations regarding receipt of principal and interest, we are unable to comment whether principal and interest were overdue for recovery.
4. In our opinion and according to the information and explanations given to us, in respect of loans granted and investments made, the Company has complied with the provisions of section 185 and 186 of the Act.
5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits during the year within the meaning of section 73 to section 76 or any other relevant provisions of the Act and the Rules framed thereunder. In respect of fixed deposits of Rs. 0.65 lacs taken by the company under the Fixed Deposit Scheme framed in earlier year in accordance with the provisions of the Companies Act, 1956 read with Companies (Acceptance of Deposits) Rules, 1975 it has been represented to us that the same are either lying unclaimed or the claim by the relatives of the deceased depositors is under examination of the company. Further, the management is of the opinion that the deposit from dealers (including unclaimed deposits) shall not qualify as deposits within the meaning of section 73 to section 76 or any other relevant provisions of the Act and the Rules framed thereunder. (Refer Note 46 of Notes to Financial Statements)
6. We have been informed that the Company has maintained cost records pursuant to Section 148(1)

of the Act. We have been explained that the said records are being updated. We have, therefore, not been able to make an examination of the cost records with a view to determine whether they are accurate or complete.

7. (a) On the basis of information and explanations given to us and according to the records of the company, amounts deducted/ accrued in the books of account in respect of the undisputed statutory dues applicable to the company are generally being regularly deposited by the company with the appropriate authorities. According to the books of accounts and other information and explanations furnished to us, we report that there are no undisputed statutory dues as at the last day of the financial year outstanding for a period of more than six months from the date they become payable except Rs. 0.14 lacs for the financial year 2010-11 under the Maharashtra Value Added Tax Act, 2002, Rs. 2.17 lacs and Rs. 0.64 lacs for the financial year 2004-05 and 2012-13 respectively under the Central Sales Tax Act, 1956 and Rs. 0.18 lacs in respect of service tax under the Finance Act, 1994.
- (b) The information furnished to us by the management regarding the amount involved and the forum where the dispute is pending in respect of Income tax/ Sales Tax/ Wealth Tax/ Service Tax/ Duty of Customs/ Duty of Excise/ Value Added Tax/ Cess which have not been deposited on account of any dispute are given herein below:

Name of the Statute	Nature of the Dues	Amount (Rs. in lacs)	Period to which the amount relates	Forum where dispute is pending
Central Sales Tax Act, 1956	Central Sales Tax	6.34	2006-07	Addl. Commissioner (Appeal) Lucknow
		16.91	2008-09	Addl. Commissioner (Appeal) Lucknow
		1269.44	2009-10	Tribunal, Lucknow
		35.32	2014-15	Addl. Commissioner (Appeal) Lucknow
		15.67	2016-17	Addl. Commissioner (Appeal) Lucknow
		78.18	2017-18	Addl. Commissioner (Appeal) Lucknow
Central Sales Tax Act, 1956	Central Sales Tax alongwith interest & Penalty	2.95	2001-02	Jt. Commissioner of Sales Tax (Appeal), Nagpur
		97.23	2002-03	Maharashtra Sales Tax Tribunal
		125.51	2003-04	Jt Commissioner of Sales Tax (Appeal), Nagpur
		110.90	2004-05	- do -
		34.51	2005-06	Dy. Commissioner of Sales Tax (Appeal), Nagpur
The Uttar Pradesh Tax on Entry of Goods Act, 2007	Entry Tax	1.06	2006-07	Tribunal, Lucknow
	Entry Tax	1.76	2009-10	Tribunal, Lucknow
Income Tax Act, 1961	Income Tax	241.99	2002-03(A.Y.)	Allahabad High Court (Department appeal)

**AUDITORS' REPORT**

Name of the Statute	Nature of the Dues	Amount (Rs. in lacs)	Period to which the amount relates	Forum where dispute is pending
	Income Tax	176.53	2012-13(A.Y.)	Allahabad High Court (Department appeal)
	Income Tax	159.55	2013-14(A.Y.)	Allahabad High Court (Department appeal)
Central Excise Act, 1944	Excise Duty	22.21	02-06-1998	Allahabad High Court (Department Appeal)
	Cenvat Credit Penalty	168.03 168.03	2005-06 to 2009-10	Allahabad High Court (Department Appeal)
BST Act, 1959	Sales Tax alongwith interest & penalty	1.49	2003-04	Jt Commissioner of Sales Tax (Appeal), Nagpur
U.P. Trade Tax Act	Trade Tax	16.74	2006-07	Tribunal, Lucknow
Uttar Pradesh Value Added Tax Act, 2008	Value Added Tax	5.52 6.13	2009-10 2013-14	Tribunal, Lucknow Addl. Commissioner (Appeal) Lucknow
Uttaranchal Vat Act, 2005	Uttaranchal Vat	1.88	2001-02	Jt Commissioner (A) CT Dehradun
		15.62	2002-03	- do -
		14.29	2003-04	- do -
		15.38	2004-05	- do -

8. According to the information and explanations furnished to us, the company has not defaulted in repayment of dues of financial institutions and banks. The company has not taken any loan from the government and has not issued any debentures.
9. To the best of our knowledge and belief and according to the information and explanations given to us, term loans availed by the company has been applied for the purpose for which the loans were obtained. The company has not raised moneys by way of initial public offer or further public offer (including debt instruments).
10. It has been represented to us by the management that no fraud by the company or any fraud on the company by its officers and employees has been noticed or reported during the year.
11. In our opinion and according to the explanations given to us managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of the Act.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3 (xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India, Act, 1934.

For Sharma Prakash & Associates  
Chartered Accountants  
(Firm's Regn. No. 008028C)

Place : Lucknow  
Date : 28.06.2021

Prakash Chand Sharma  
Proprietor  
(Membership No. 077144)

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**ANNEXURE 'B' TO INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF U. P. ASBESTOS LIMITED FOR THE YEAR ENDED 31.03.2021** (Referred to in paragraph 2(f) under Report on Other Legal and Regulatory Requirements in our Independent Auditors' 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 U P Asbestos Limited ("the company") as on March 31, 2021 in conjunction with our audit of the financial statements of the company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal 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 includes the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditor's 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 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 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 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 expenditure of the company are being made only in accordance with authorizations of management and directors of the company; and;
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also,

projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial 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.

**Disclaimer of Opinion**

Attention is invited to note 47 of Notes to Financial Statements, wherein it has been stated that the company has adequate internal financial controls over financial reporting for ensuring orderly and efficient conduct of its business and though such internal financial controls are yet to be formally documented the same are being followed as part of company's routine functioning. In the absence of proper documentation of internal financial controls over financial reporting on criteria based on or considering the essential components of internal control stated in Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI, we are unable to obtain sufficient appropriate audit evidence to provide a basis of our opinion whether the company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2021.

We have considered the disclaimer reported above in determining the nature, timing and extent of audit tests applied in our audit of the financial statements of the company and the disclaimer does not affect our opinion on the financial statements of the company except to the extent stated in Basis of Qualified opinion in our Independent Auditors' Report.

For Sharma Prakash & Associates  
Chartered Accountants  
(Firm's Regn. No. 008028C)

Place : Lucknow  
Date : 28.06.2021

Prakash Chand Sharma  
Proprietor  
(Membership No. 077144)



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**BALANCE SHEET as at 31st March, 2021**

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(Rupees in Lacs)

<b>PARTICULARS</b>	<b>NOTE NO.</b>	<b>As at 31st March 2021</b>	<b>As at 31st March 2020</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipment	02(a)	8,453.48	8,050.17
(b) Capital work-in-progress		129.92	120.80
(c) Investment Property	02(b)	1,390.55	1,606.32
(d) Financial Assets			
(i) Investments	03	6.65	1.44
(ii) Trade receivables	04	-	-
(iii) Others Financial Assets	05	8.25	152.03
(e) Income tax assets (net)			29.57
(f) Other non-current assets	06	708.07	1,050.76
<b>Current assets</b>			
(a) Inventories	07	5,591.49	5,381.92
(b) Financial Assets			
(i) Trade receivables	08	3,249.10	3,873.66
(ii) Cash and cash equivalents	09	339.78	46.66
(iii) Bank balances other than (ii) above	10	57.31	57.31
(iv) Loans	11	495.18	362.81
(v) Others Financial Assets	12	221.90	71.69
(c) Other current assets	13	789.14	351.86
<b>Total Assets</b>		<b>21,440.82</b>	<b>21,157.00</b>

Contd....

**BALANCE SHEET as at 31st March, 2021**

(Rupees in Lacs)

PARTICULARS	NOTE NO.	As at 31st March 2021	As at 31st March 2020
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	14	911.71	911.71
(b) Other Equity		9,397.76	8,947.50
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	15	4,695.35	4,183.76
(b) Provisions	16	81.30	90.43
(c) Deferred tax liabilities (Net)	17	523.31	495.01
(d) Other non-current liabilities	18	58.27	58.27
<b>Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	19	3,869.13	4,223.88
(ii) Trade payables			
(A) Total outstanding dues of micro enterprises and small enterprises		-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises (refer note no. 35)		681.59	1,017.97
(iii) Other financial liabilities	20	520.02	673.22
(b) Other current liabilities	21	673.68	530.21
© Provisions	22	25.42	25.04
(d) Current Tax Liabilities (Net)		3.28	-
<b>Total Equity and Liabilities</b>		<b>21,440.82</b>	<b>21,157.00</b>

**Contd....**

See accompanying note nos. 1 to 57 forming part of the financial statements

In terms of our report of even date  
For Sharma Prakash & Associates  
Chartered Accountants  
(Firm Registration No: 008028C)

**Prakash Chand Sharma**

Proprietor

M. No. 077144

Date: 28th June 2021

Place: Lucknow

**Gaurav Arora**

Chief Financial Officer

**Manish Kumar Singh**

Company Secretary

**Amitabh Tayal**Managing Director  
DIN-00556569**Priyank Tayal**Director  
DIN-00556534

## Statement of Profit & Loss for the year ended on 31st March, 2021



(Rupees in Lacs)

	PARTICULARS	NOTE NO.	As at 31st March 2021	As at 31st March 2020
I	Revenue From Operations	23	20,172.34	16,239.71
II	Other Income	24	810.91	677.56
III	<b>Total Income (I+II)</b>		<b>20,983.25</b>	<b>16,917.27</b>
IV	<b>EXPENSES</b>			
	Cost of materials consumed	25	10,213.22	8,913.82
	Purchases of Stock-in-Trade		6,161.55	4,383.61
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	26	(406.47)	(890.05)
	Employee benefits expense	27	687.78	713.04
	Finance costs	28	872.03	876.41
	Depreciation and amortization expense	29	517.89	500.11
	Other expenses	30	2,365.06	2,057.63
	<b>Total expenses (IV)</b>		<b>20,411.06</b>	<b>16,554.57</b>
V	Profit/(loss) before exceptional items and tax (III-IV)		572.19	362.70
VI	Exceptional Items		-	-
VII	<b>Profit/(loss) before tax (V-VI)</b>		<b>572.19</b>	<b>362.70</b>
VIII	<b>Tax expense:</b>			
	(1) Current tax		108.26	61.10
	(2) Deferred tax		24.70	86.66
IX	<b>Profit (Loss) for the year (VII-VIII)</b>		<b>439.23</b>	<b>214.94</b>

Contd....

# Statement of Profit & Loss for the year ended on 31st March, 2021



(Rupees in Lacs)

PARTICULARS	NOTE NO.	As at 31st March 2021	As at 31st March 2020
<b>Other Comprehensive Income/(Loss)</b>			
(A) Items that will not be reclassified to profit or loss			
	(a) Re- measurement gains/(losses) on defined benefit obligation	12.93	(14.48)
X	(b) Gains/(losses) on Fair Value of Equity Instruments through other Comprehensive Incomes	5.21	(2.90)
	(c) Income Tax Effect on above	(3.60)	4.03
(B) Items that will be reclassified to profit or loss			
	(a) Re- measurement gains/(losses) on defined benefit obligation	-	-
	(b) Income Tax Effect on above	-	-
<b>XI</b>	<b>Total Comprehensive Income for the year (IX+X) (Comprising Profit / (Loss) and Other Comprehensive Income for the year)</b>	<b>453.77</b>	<b>201.59</b>
<b>Earnings per equity share</b>			
XII	(1) Basic	4.82	2.36
	(2) Diluted	4.82	2.36

See accompanying note nos. 1 to 57 forming part of the financial statements

In terms of our report of even date  
For Sharma Prakash & Associates  
Chartered Accountants  
(Firm Registration No: 008028C)

**Prakash Chand Sharma**

Proprietor

M. No. 077144

Date: 28th June 2021

Place: Lucknow

**Gaurav Arora**

Chief Financial Officer

**Manish Kumar Singh**

Company Secretary

**Amitabh Tayal**

Managing Director  
DIN-00556569

**Priyank Tayal**

Director  
DIN-00556534

## Statement of Changes in Equity for the year ended 31st March, 2020



(Rupees in Lacs)

### A. Equity Share Capital

<b>As at 1 April 2019</b>	<b>911.71</b>
Changes in equity share capital	-
<b>As at 31 March 2020</b>	<b>911.71</b>
Changes in equity share capital	-
<b>As at 31 March 2021</b>	<b>911.71</b>

### B. Other Equity

Particulars	Reserves and Surplus					Other Comprehensive Income		Total
	Securities Premium	General Reserve	Investment Allowance Reserve	Retained Earnings	Revaluation Surplus	Equity Instruments through Other Comprehensive Income	Defined Benefit Obligation through Comprehensive Income	
<b>Balance as at 01/04/2019</b>	756.47	12.10	7.64	2,906.87	5,054.96	4.12	7.26	8,749.41
Profit/(Loss) for the Year				214.94				214.94
Other Comprehensive Income/(Losses) for the year				-		(2.90)	(10.45)	(13.35)
Restated balance at the beginning of the reporting period				-				-
<b>Total Comprehensive Income/(Losses) for the year</b>	756.47	12.10	7.64	3,121.81	5,054.96	1.22	(3.19)	8,951.00
Transfer to / From Revaluation Reserve					(3.50)			(3.50)
Total Comprehensive Income for the year								-
Transfer to retained earnings								-
Any other change (to be specified)								-
<b>Balance as at 31/03/2020</b>	756.47	12.10	7.64	3,121.81	5,051.46	1.22	(3.19)	8,947.50

See accompanying note nos. 1 to 57 forming part of the financial statements

In terms of our report of even date  
For Sharma Prakash & Associates  
Chartered Accountants  
(Firm Registration No: 008028C)

**Prakash Chand Sharma**

Proprietor  
M. No. 077144

Date: 28th June 2021

Place: Lucknow

**Gaurav Arora**

Chief Financial Officer

**Manish Kumar Singh**

Company Secretary

**Amitabh Tayal**

Managing Director  
DIN-00556569

**Priyank Tayal**

Director  
DIN-00556534

## Statement of Changes in Equity for the year ended 31st March, 2021



(Rupees in Lacs)

### B. Other Equity

Particulars	Reserves and Surplus					Other Comprehensive Income		Total
	Securities Premium	General Reserve	Investment Allowance Reserve	Retained Earnings	Revaluation Surplus	Equity Instruments through Other Comprehensive Income	Defined Benefit Obligation through Comprehensive Income	
Balance as at 01/04/2020	756.47	12.10	7.64	3,121.81	5,051.46	1.22	(3.19)	8,947.50
Profit/(Loss) for the Year				439.22				439.22
Other Comprehensive Income/(Losses) for the year						5.21	9.33	14.54
Restated balance at the beginning of the reporting period								
<b>Total Comprehensive Income/(Losses) for the year</b>	<b>756.47</b>	<b>12.10</b>	<b>7.64</b>	<b>3,561.03</b>	<b>5,051.46</b>	<b>6.43</b>	<b>6.14</b>	<b>9,401.26</b>
Transfer to / From Revaluation Reserve					(3.50)			(3.50)
Total Comprehensive Income for the year								-
Transfer to retained earnings								-
Any other change (to be specified)								-
<b>Balance as at 31/03/2021</b>	<b>756.47</b>	<b>12.10</b>	<b>7.64</b>	<b>3,561.03</b>	<b>5,047.95</b>	<b>6.43</b>	<b>6.14</b>	<b>9,397.76</b>

See accompanying note nos. 1 to 57 forming part of the financial statements

In terms of our report of even date  
For Sharma Prakash & Associates  
Chartered Accountants  
(Firm Registration No: 008028C)

**Prakash Chand Sharma**

Proprietor  
M. No. 077144

Date: 28th June 2021

Place: Lucknow

**Gaurav Arora**

Chief Financial Officer

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Managing Director  
DIN-00556569

**Priyank Tayal**

Director  
DIN-00556534

**Note No.1****1. Company Overview**

The Company was incorporated on 18 July, 1973. The company is engaged in the business of manufacturing Asbestos Corrugated Sheets, Plain Boards and Profile Sheets. The Company is also trading in Paints, Cables and Ruber Washers.

These financial statements for the year ended 31.03.2021 were approved by the Board of Directors on June 28, 2021

**2. SIGNIFICANT ACCOUNTING POLICIES****a) Basis of Preparation of Financial Statements**

- i) These Financial Statements are prepared on a going concern basis under the historical cost convention on the basis of accrual system of accounting, except for certain fixed assets which are revalued and certain financial assets and liabilities that are measured at fair value, in accordance with generally accepted accounting principles in India and complied with the accounting standards notified under section 133 of the Companies Act, 2013 ("the Act") read together with Rule 7 of Companies (Accounts) Rules, 2014 and read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other relevant provisions of the Companies Act, 2013.
- ii) Ind AS enjoins management to make estimates and assumptions related to financial statements, that affect reported amount of assets, liabilities, revenue, expenses and contingent liabilities pertaining to the year. Actual result may differ from such estimates. Any revision in accounting estimates is recognized prospectively in the period of change and material revision, including its impact on financial statements, is reported in the notes to accounts in the year of incorporation of revision.

**b) Functional and presentation currency**

These Financial Statements are prepared in Indian Rupee which is the Company's functional currency.

**c) Revenue Recognition****(i) Sale of goods**

Sales comprise sale of goods dealt with by the company in the ordinary course of its business net of returns, discount and Goods & Services Tax (GST). Sales are accounted on dispatch of goods to customers. Revenue from sales is recognised when all significant risks and rewards of ownership of the goods sold are transferred to the customer.

**(ii) Rental Income**

Rental Income from operating lease where the company is a lessor is recognised in income on a straight line basis over the lease term.

**d) Property Plant and Equipment****i) Property, Plant and Equipment**

Property, Plant and Equipment are stated at historical cost (net of recoverable duties & taxes) or revalued cost, less accumulated depreciation and impairment, if any. Direct costs, including borrowing costs in accordance with Indian Accounting Standard (Ind AS)-23 on Borrowing Costs, wherever applicable, in bringing an asset to working condition or location for its intended use are capitalised to the cost of the property, plant and equipment.

Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are normally charged to the statements of profit and loss in the period in which the costs are incurred. Major repair and overhaul expenditure is capitalized if the recognition criteria are met.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income/other expenses in statement of profit and loss.

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at April 1, 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

**ii) Capital Work-in- Progress**

Capital Work-in-progress comprises of the cost of assets in the course of construction that are not yet capable of operating in the manner intended by management.

**iii) Depreciation**

i) Depreciation including depreciation on the revalued portion of certain assets is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

ii) The Useful lives of fixed assets is taken as per Schedule II of Companies Act, 2013 which are as follows:-

Buildings	5/30 Years
Plant & Equipments	15 Years
Electrical Installation and Equipments	10 Years
Office Equipments	5 Years
Computers	3 Years
Furniture & Fixture	10 Years
Vehicles	8 Years

iii) When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

**e) Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

**f) INVENTORIES**

i) Raw Materials, Stores and Spare parts and Finished Products are valued at lower of cost and net realisable value in accordance with Ind AS-2 on Valuation of inventories. Materials in transit and material with third parties are included in inventories.

ii) Cost of finished goods includes material, labour and other manufacturing overheads and other costs incurred in bringing the inventories to their present location and condition. Cost of Raw Material, Stores & spare parts is determined on first-in, first-out (FIFO) method. Due allowance is estimated and made for breakage, defective and obsolete items, wherever necessary.

**g) RETIREMENT BENEFITS**

**i) Short Term Employee Benefits**

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

**ii) Long Term Employee Benefits**

**i) Defined Contribution Plan**

The Company has Defined Contribution Plans for its employees such as Provident Fund and Employees State Insurance and contribution to these plans are charged to the statement of Profit & Loss as incurred, as the company has no further obligation beyond making the contribution.

**ii) Defined Benefit Plan**

i) The Company provides for gratuity in accordance with Payment or Gratuity Act, 1972. The Company's liability for gratuity is actuarially determined using the Projected Unit Credit Method at the end of each years as required by Ind AS-19 and is provided for in the financial statements.

ii) In accordance with the requirements of Ind AS 19 the company has provided for unutilised leave benefit available to the employees on the basis of an actuarial valuation made as the end each year.



**h) PROVISION FOR LIABILITIES AND CHARGES, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

- i) The assessments undertaken in recognising provisions and contingencies have been made in accordance with the applicable IND AS.
- ii) Provisions represent liabilities to the Company for which the amount or timing is uncertain. Provisions are recognized when the Company has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.
- iii) Contingent liabilities are not provided for and are disclosed by way of notes to financial statements.
- iv) Contingent assets are not recognised but disclosed in the financial statements.

**i) Taxation****Current income tax**

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with prevailing income tax law.

**Deferred tax**

Deferred tax is recognised for all the temporary differences by using the liability method, 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. 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. At each Balance Sheet date, the Company reassesses unrecognised deferred tax assets, if any.

**j) Earnings per share**

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

**k) Cash Flow Statement**

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**l) Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. Revenue and expenses are identified to segments on the basis of their relationship to the operating activities of the segment. Inter segment revenue are accounted for based on the cost price. Revenue, expenses, assets and liabilities which are not allocable to segments on a reasonable basis, are included under "Unallocated revenue/ expenses/ assets/ liabilities".

**m) Foreign Currency Transactions**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Realised gains and losses on settlement of foreign currency transactions are recognised in the Statement of Profit and Loss. Foreign currency denominated monetary assets and liabilities at the year end are translated at the year-end exchange rates, and the resultant exchange difference is recognised in the Statement of Profit and Loss. Non-monetary foreign currency items are carried at cost.

**n) Impairment of Assets**

At each balance sheet date, the Company reviews the carrying value of assets for any possible impairment. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable

amount is determined as higher of the asset's fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the levels for which there are separately identifiable cash flows (cash generating unit). Assessment is done at each Balance Sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting period may no longer exist or may have decreased. An impairment loss is reversed to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

**o) Financial instruments**

**i) Financial Assets**

**A. Initial recognition and measurement** All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.

**B. Subsequent measurement**

**a) Financial assets carried at amortised cost (AC)**

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**b) Financial assets at fair value through other comprehensive income (FVTOCI)** A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**c) Financial assets at fair value through profit or loss (FVTPL)** A financial asset which is not classified in any of the above categories are measured at FVTPL.

**C. Other Equity Investments** All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

**D. Impairment of financial assets**

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). Expected credit losses are measured through a loss allowance at an amount equal to: The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument) For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed. For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

**ii) Financial liabilities**

**A. Initial recognition and measurement**

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

**B. Subsequent measurement**

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

iii) **Derecognition of financial instruments**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

p) **Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. Lessor accounting under Ind AS 116 which supersedes Ind AS 17 is substantially unchanged compared to Ind AS 17. Lessee accounting is in respect of short-term leases and the same is considered as recognition exemption for the company from the requirement of the application of Ind AS 116.

q) **Investment Property**

Investment property are properties that are held to earn rentals or for capital appreciation. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss if any. Though the Group measures investment property using cost-based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined on an evaluation performed by an accredited external independent valuer based on current prices in the active market for similar properties, quantum, areas, location demand, restrictive entry to the complex, age of building and trend of fair market.

Gain or loss on disposal of investment properties is determined as the difference between net disposal proceeds and the carrying amount of the property and is recognized in the statement of profit and loss in the period of the disposal. Transfer to, or from, investment property is done at the carrying amount of property.

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



### PROPERTY, PLANT AND EQUIPMENTS AND INVESTMENT PROPERTY (Combined 2(a) + 2(b))

(Rupees in Lacs)

DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01/04/2019	ADDITIONS MADE DURING THE YEAR	DEDUCTIONS MADE DURING THE YEAR	AS ON 31/03/2021	AS ON 01/04/2020	CHARGED DURING THE YEAR	DEDUCTION / ADJUSTMENT	AS ON 31/03/2020	AS ON 31/03/2020	AS ON 31/03/2019
Land	5,143.18	-	-	5,143.18	-	-	-	-	5,143.18	5,143.18
Building	2,363.44	-	-	2,363.44	1,242.28	72.99	-	1,315.27	1,048.17	1,121.16
Plant & Equipments	8,134.42	696.10	-	8,830.52	4,776.35	437.24	-	5,213.59	3,616.93	3,358.07
Furniture & Fixture	17.58	0.80	-	18.38	16.86	0.06	-	16.92	1.47	0.72
Vehicles	144.73	7.15	1.85	150.03	115.67	9.46	1.76	123.37	26.66	29.06
Office Equipment	68.15	4.96	-	73.11	63.84	1.64	-	65.48	7.63	4.31
<b>CURRENT YEAR TOTAL</b>	<b>15,871.50</b>	<b>709.01</b>	<b>1.85</b>	<b>16,578.66</b>	<b>6,215.00</b>	<b>521.39</b>	<b>1.76</b>	<b>6,734.63</b>	<b>9,844.04</b>	<b>9,656.50</b>
<b>PREV. YEAR (2018-19) TOTAL</b>	<b>15,474.64</b>	<b>396.85</b>	<b>-</b>	<b>15,871.50</b>	<b>5,711.39</b>	<b>503.61</b>	<b>-</b>	<b>6,215.01</b>	<b>9,656.49</b>	<b>9,763.25</b>

#### NOTE 02(a) : PROPERTY, PLANT AND EQUIPMENTS

DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01/04/2020	ADDITIONS MADE DURING THE YEAR	DEDUCTIONS MADE DURING THE YEAR	AS ON 31/03/2021	AS ON 01/04/2020	CHARGED DURING THE YEAR	DEDUCTION / ADJUSTMENT	AS ON 31/03/2021	AS ON 31/03/2021	AS ON 31/03/2020
Land	4,777.72	-	-	4,777.72	-	-	-	-	4,777.72	4,777.72
Building	1,128.13	-	-	1,128.13	701.99	34.57	-	736.56	391.57	426.14
Plant & Equipments	5,736.44	696.10	-	6,432.54	2,922.55	259.91	-	3,182.46	3,350.08	2,813.89
Furniture & Fixture	10.85	0.80	-	11.65	10.51	0.04	-	10.55	1.10	0.34
Vehicles	129.58	7.15	1.85	134.88	101.27	9.46	1.76	108.97	25.91	28.30
Office Equipment	57.57	4.96	-	62.53	53.79	1.64	-	55.43	7.10	3.78
<b>CURRENT YEAR TOTAL</b>	<b>11,840.29</b>	<b>709.01</b>	<b>1.85</b>	<b>12,547.45</b>	<b>3,790.11</b>	<b>305.62</b>	<b>1.76</b>	<b>4,093.97</b>	<b>8,453.48</b>	<b>8,050.17</b>
<b>PREV. YEAR (2018-19) TOTAL</b>	<b>11,443.44</b>	<b>396.85</b>	<b>-</b>	<b>11,840.29</b>	<b>3,502.74</b>	<b>287.38</b>	<b>-</b>	<b>3,790.12</b>	<b>8,050.17</b>	<b>7,940.70</b>

#### NOTE 02(b) : INVESTMENT PROPERTY

DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01/04/2020	ADDITIONS MADE DURING THE YEAR	DEDUCTIONS MADE DURING THE YEAR	AS ON 31/03/2021	AS ON 01/04/2020	CHARGED DURING THE YEAR	DEDUCTION / ADJUSTMENT	AS ON 31/03/2021	AS ON 31/03/2021	AS ON 31/03/2020
Land	365.46	-	-	365.46	-	-	-	-	365.46	365.46
Building	1,235.31	-	-	1,235.31	540.29	38.42	-	578.71	656.60	695.02
Plant & Machinery	2,397.97	-	-	2,397.97	1,853.79	177.33	-	2,031.12	366.85	544.18
Furniture & Fixture	6.73	-	-	6.73	6.35	0.01	-	6.36	0.37	0.38
Vehicles	15.16	-	-	15.16	14.40	-	-	14.40	0.76	0.76
Office Equipment	10.57	-	-	10.57	10.05	0.01	-	10.08	0.51	0.52
<b>CURRENT YEAR TOTAL</b>	<b>4,031.20</b>	<b>-</b>	<b>-</b>	<b>4,031.20</b>	<b>2,424.88</b>	<b>215.77</b>	<b>-</b>	<b>2,640.65</b>	<b>1,390.55</b>	<b>1,606.32</b>
<b>PREV. YEAR TOTAL</b>	<b>4,031.20</b>	<b>-</b>	<b>-</b>	<b>4,031.20</b>	<b>2,208.65</b>	<b>216.23</b>	<b>-</b>	<b>2,424.89</b>	<b>1,606.32</b>	<b>1,822.56</b>

**Note :**

The fair value of investment properties, as required to be disclosed as per Ind AS 40, is Rs. 1565.15 lacs. The fair value is based on valuations performed by an accredited external Independent valuer on the basis of replacement cost method. For Lien / charge against property, plant & equipment & Investment Property refer note no.15 &19

## NOTE NO. 03: FINANCIAL ASSETS - NON CURRENT : INVESTMENTS

(Rupees in Lacs)

PARTICULARS	AS AT 31ST MARCH 2021		AS AT 31ST MARCH 2020		
	1	2	3		
<b>Investment in Equity Instruments Quoted (Fully Paid) Carried at Fair Value through Other Comprehensive Income</b>					
<b>1</b>	<b>NAME OF COMPANIES</b>	<b>No of Shares</b>	<b>Rs.</b>	<b>No of Shares</b>	<b>Rs.</b>
	M/s Uniplas India Ltd.	100	-	100	-
	M/s Prakash Industries Ltd.	225	0.17	225	0.04
	M/s Hyderabad Industries Ltd	200	6.10	200	1.26
	M/s Everest Industries Ltd	50	0.14	50	0.07
	M/s Roofit Industries Ltd	200	-	200	-
	M/s Visaka Industries Ltd	50	0.24	50	0.07
			<b>6.65</b>		<b>1.44</b>
	<b>Aggregate of Investments</b>	<b>At cost</b>	<b>At Market Value</b>	<b>At cost</b>	<b>At Market Value</b>
	Total Investment (Quoted)	0.22	6.65	0.22	1.44
	<b>Total</b>	<b>0.22</b>	<b>6.65</b>	<b>0.22</b>	<b>1.44</b>

## NOTE NO. 04 :FINANCIAL ASSETS-NON CURRENT : TRADE RECEIVABLES

PARTICULARS	AS AT 31ST MARCH 2021		AS AT 31ST MARCH 2020	
1. Trade Receivables	NIL	NIL	NIL	NIL

## NOTE NO. 05 :FINANCIAL ASSETS-NON CURRENT : OTHER

PARTICULARS	AS AT 31ST MARCH 2021		AS AT 31ST MARCH 2020	
1 Deposit with Banks held as Margin Money against bank guarantee (Including Interest accrued)	6.25		146.23	
2 Deposit with Banks against Unclaimed Fixed Deposit	2.00		5.80	
	<b>8.25</b>		<b>152.03</b>	

## NOTE NO. 06 : OTHER NON-CURRENT ASSETS

PARTICULARS	AS AT 31ST MARCH 2021		AS AT 31ST MARCH 2020	
1. Loans Receivables - Secured & Considered Good	-		-	
2. Loans Receivables - Unsecured & Considered Good				
a. Capital Advances	60.33		89.08	
b. Security Deposits (Refer Notes No. 50)	213.11		228.11	
c. Balances with Revenue Authorities	416.46		715.40	
d. Other Receivables	18.17		18.17	
3. Loans Receivable which have significant increase in Credit Risk; and	-		-	
4. Loans Receivables - credit impaired	-		-	
	<b>708.07</b>		<b>1,050.76</b>	

**NOTE NO. 07 : INVENTORIES**

(Rupees in Lacs)

PARTICULARS	1	AS AT 31ST MARCH 2021 2	AS AT 31ST MARCH 2020 3
1. Raw Materials		1,959.64	2,220.38
2. Finished Goods		2,472.80	2,107.05
3. Trading Goods		95.93	55.20
4. Stores & Spares		153.57	128.95
5. Goods-in Transit (Raw Material)		909.55	870.34
		<b>5,591.49</b>	<b>5,381.92</b>

**Mode of Valuation**

Raw Material, Stores and Spares parts and Finished Products are valued at lower of cost or net realisable value in accordance with Ind AS-2 on Inventories notified under section 133 of the Companies Act, 2013 ("the Act") read with Companies (Accounts) Rules, 2014 and provisions of the Act.

Inventory held at net realizable value amounted to Rs. 165.99 lacs and Rs. 56.84 lacs as at March 31, 2021 and March 31, 2020 respectively. The write down of inventory for the year ended March 31, 2021 amounted to Rs. 60.19 lacs and write down on these inventory amounted to Rs. 31.87 lacs for the year ended March 31, 2020.

Entire inventory has been hypothecated as security against certain bank borrowings of the Company as at March 31, 2021 and March 31, 2020. For lien/charge against inventories refer note no. 15 and 19

**NOTE NO. 08 : FINANCIAL ASSETS - CURRENT : TRADE RECEIVABLES**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
<b>A. Trade Receivables</b>		
(a) Trade Receivables considered good - Secured ;	29.51	75.55
(b) Trade Receivables considered good - Unsecured;	3,219.59	3,798.11
(c) Trade Receivables which have significant increase in Credit Risk ; and	70.52	38.97
(d) Trade Receivables - Credit Impaired.	-	-
	3,319.62	3,912.63
Less : Allowances for Trade Receivables which have significant increase in Credit Risk	70.52	38.97
	<b>3,249.10</b>	<b>3,873.66</b>

**NOTE NO. 09 : FINANCIAL ASSETS - CURRENT : CASH & CASH EQUIVALENTS**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
1	2	3
1. Balance with Banks	282.73	35.26
2. Cash in Hand	57.05	11.40
	<b>339.78</b>	<b>46.66</b>

**NOTE NO. 10 : FINANCIAL ASSETS - CURRENT : OTHER BANK BALANCES**

(Rupees in Lacs)

PARTICULARS 1	AS AT 31ST MARCH 2021 2	AS AT 31ST MARCH 2020 3
1. Other Deposit with Banks (Maturity period more than 3 month but less than 12 months)	56.93	56.93
2. Earmarked Balances with Banks	0.38	0.38
	<b>57.31</b>	<b>57.31</b>

**NOTE NO. 11 : FINANCIAL ASSETS - CURRENT : LOANS**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
1. Loans Receivables : Secured & Considered Good	-	-
<b>2. <u>Loans Receivables - Unsecured &amp; Considered Good</u></b>		
a. Advances to Employees	14.26	21.10
b. Loan to Others (Refer Note No. 50)	480.92	341.71
3. Loans Receivables which have significant increased in credit risk ; and	1.02	1.02
4. Loans Receivables - credit impaired	-	-
	<b>496.20</b>	<b>363.83</b>
Less : Allowances for Loans Receivables which have significant increase in Credit Risk ;	1.02	1.02
	<b>495.18</b>	<b>362.81</b>

**NOTE NO. 12 : FINANCIAL ASSETS - CURRENT : OTHERS**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
1. Interest Accrued but not due on Deposit with Banks	9.65	9.48
2. Interest Accrued and due on Loan to Related Parties (M/s Big Apple Real Estate Private Limited ceased to be related party w.e.f. 19.08.2015 for Rs. 11.85 Lacs, Refer Note no 48)	14.58	11.85
3. Interest Accrued Others	126.02	-
4. Interest Accrued and due on Loan to Others	70.88	49.59
5. Other Receivables Unsecured & Considered Good	0.77	0.77
	<b>221.90</b>	<b>71.69</b>

**NOTE NO. 13 : OTHER CURRENT ASSETS**

(Rupees in Lacs)

PARTICULARS	AS AT 31ST MARCH 2021		AS AT 31ST MARCH 2020	
	1	2	3	
1. Advance with Suppliers/ Service providers				
a. Unsecured & Considered Good	515.41		286.49	
b. Doubtful	0.84		0.84	
	<u>516.25</u>		<u>287.33</u>	
<b>Less : Allowance for Bad &amp; Doubtful Advances</b>	<b>0.84</b>	<b>515.41</b>	<b>0.84</b>	<b>286.49</b>
2. Balance with Revenue Authority				
Unsecured & Considered Good		214.19		2.08
3. Prepaid Expenses				
Unsecured & Considered Good		44.53		48.28
4. Security Deposit				
Unsecured & Considered Good		15.01		15.01
		<u>789.14</u>		<u>351.86</u>

**NOTE NO. 14 : SHARE CAPITAL**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
<b>1 Authorised Capital</b>		
(a) 25,000 (previous year 25,000) Preference Shares of Rs. 100/- each redeemable or otherwise entitled to such rate of annual dividend as the Director may determine	25.00	25.00
(b) 1,50,00,000 (previous year 1,50,00,000) Equity Shares of Rs. 10/- each	1,500.00	1,500.00
	<u>1,525.00</u>	<u>1,525.00</u>
<b>2 Issued Subscribed and Paid-up Equity Share Capital</b>		
91,07,193 (previous year 91,07,193) Equity Shares of Rs. 10 each fully paid up in cash	910.72	910.72
<b>Forfeited Shares</b>		
Amount originally received as allotment money and calls on account of 33300 equity shares	0.99	0.99
	<u>911.71</u>	<u>911.71</u>

3 There is no change in issued, subscribed and paid-up share capital during the current year and corresponding previous year

4 Shares in the Company held by each shareholder holding more than 5% shares	No. of Shares	% holding in the shares	No. of Shares	% holding in the shares
(a) Uniglobe Glycols Limited	20,57,508.00	22.59	20,57,508.00	22.59
(b) Mashino Textile Private Limited	15,39,100.00	16.90	15,39,100.00	16.90
(c) Rohtak & Hissar Districts Electric Supply Company Private Limited	8,83,350.00	9.70	8,83,350.00	9.70
(d) Jaiprakash Associates Limited	8,40,000.00	9.22	8,40,000.00	9.22
(e) R & H Power Company Private Limited	5,89,998.00	6.48	5,89,998.00	6.48
(f) Mr. Priyank Tayal	5,28,700.00	5.81	5,28,700.00	5.81



## Note No. - 15 Financial Liabilities - Non Current Borrowings

## Notes to Financial Statements

(Rupees in Lacs)

PARTICULARS		AS AT 31ST MARCH 2021		AS AT 31ST MARCH 2020	
		2		3	
1		CURRENT (Refer Note No. 20 (2))	NON CURRENT	CURRENT (Refer Note No. 20 (2))	NON CURRENT
<b>1</b>	<b>Secured Loan</b>				
	<b>(a) Term Loan from Banks &amp; Financial Institution</b>				
	(i) ICICI Bank Limited (Secured by hypothecation of vehicle purchased) [Refer Terms of Repayment (i)]	1.04	4.77	-	-
	(ii) <b>HDFC Bank</b> (Secured by hypothecation of vehicle purchased) [Refer Terms of Repayment (ii)]	-	-	0.93	-
	(iii) <b>Union Bank Of India</b> (Secured by way of first charge on entire fixed assets (both present and future) of the company by corporate guarantee of Uniglobe Glycols Ltd. and personal guarantee Managing Director and a Director of the Company and pledge of 201366 shares of the company by the Managing Director and a Director of the Company) [Refer Terms of Repayment (iii) to (ix)]	357.96	2,364.63	157.68	2,020.71
	<b>(b) Term Loan from Others</b>				
	(i) UPFC (Secured by way of 2nd pari - passu charge with UBI on entire immovables properties consisting of lands , buildings, plant & machineries, and other fixed assets both present & future and personal guarantee of Managing Director & a Director of the Company) [Refer Terms of Repayment (x)]	-	-	398.93	-
<b>2</b>	<b>Unsecured Loan</b>				
	<b>Loan from Others</b>				
	(a) Unpaid Matured Fixed Deposits from Others (Including interest Accrued and Due) [Refer Terms of Repayment (xii) and Note No. 46]	1.28	-	1.28	-
	(b) Loan from Related Parties :				
	From Companies		1,209.05		1,048.15
	From Others		1,116.90		1,114.90
		<b>360.28</b>	<b>4,695.35</b>	<b>558.82</b>	<b>4,183.76</b>

## I Terms of Repayment

**i. Union Bank of India Rs. 5.82 Lacs (NIL)**

Terms of Repayment - Rate of Interest @ 7.40% p.a. and Repayable in 60 EMI of Rs. 11,995/- starting from Feb 2021.

**ii. HDFC Bank NIL (Rs. 0.93 Lacs)**

Terms of Repayment - Rate of Interest @ 9.26 % p.a. Repayable in 36 EMI of Rs. 19,153/- and last EMI paid on 10th Aug, 2020.

**iii. Union Bank of India Rs. 78.31 Lacs (Rs. 117.28 lacs)**

Terms of Repayments - Rate of Interest 9.50% p.a. - Repayable in 84 monthly installments of Rs. 6.54 Lacs each starting from March, 2015

**iv. Union Bank of India Rs. 173.64 Lacs (Rs. 210.34 Lacs)**

Terms of Repayments - Rate of Interest 9.50% p.a. - Repayable in 72 monthly installments of Rs. 6.94 Lacs each starting from Sep, 2016

**v. Union Bank of India Rs. 442.11 Lacs (Rs. 438.88 Lacs)**

Loan Sanctioned Amount is Rs. 495 Lacs ,Terms of Repayments - Rate of Interest 9.50% p.a. - Repayable in 174 monthly installments of Rs. 2.84 Lacs, first EMI starting from Aug, 2018

**vi. Union Bank of India Rs. 131.86 (Rs. 121.46 Lacs)**

Loan Sanctioned Amount is Rs. 150 Lacs ,Terms of Repayments - Rate of Interest 9.50% p.a. - Repayable in 60 monthly installments of Rs. 2.50 Lacs each starting from Sep, 2020

**vii. Union Bank of India NIL (Rs. 300.13 Lacs)**

Loan Sanctioned Amount is Rs. 300 Lacs, Terms of Repayments - Rate of Interest 8.00% p.a. - Repayable in 24 monthly installments of Rs. 12.50 Lacs each starting from Mar 2021 but loan squared off Jan'2021.

**viii. Union Bank of India Rs.1004.66 Lacs (Rs. 990.30 Lacs)**

Loan Sanctioned Amount is Rs. 1000 Lacs ,Terms of Repayments - Rate of Interest 9.95% p.a. - Repayable in 68 monthly installments of Rs. 13.58 Lacs each starting from Nov, 2019 and Rs. 13.99 Lacs each starting from Apr,2020 and Rs. 14.41 Lacs each starting from Apr,2021 and Rs. 14.85Lacs each starting from Apr,2022 and Rs. 15.29 Lacs each starting from Apr, 2023 and Rs. 15.75 Lacs each starting from Apr,2024 and Rs. 16.22 Lacs each starting from Apr,2025.

**ix. Union Bank of India Rs.892.00 Lacs (NIL)**

Loan Sanctioned Amount is Rs. 892.00 Lacs ,Terms of Repayments - Rate of Interest 7.80% p.a. - Repayable in 48 monthly installments of Rs. 18.58 Lacs each plus interest starting from Jan, 2022 after getting moratorium period of 12 months (from Dec'20 to Dec'21).

**x. UPFC NIL (Rs. 398.93 Lacs)**

Terms of Repayment - Rate of interest NIL - Bullet repayment of Rs. 398.93 Lacs in F Y 2020-21 made.

**xi. Fixed deposits represent deposit accepted from public in earlier years under the relevant provision of the Companies Act, 1956.**

**xii. The Company has availed overdraft facility of Rs. 15 Cr. in the month of February 2021 from ICICI Bank at interest rate of 7.5% p.a. against the collateral security of residential property of Managing director and personal guarantee of Managing Director and the Director of the company.**

However, during the year ended 31st Mar 2021, the Company has not withdrawn any amount from the said overdraft facility.

(Rupees in Lacs)

**NOTE NO. 16 : NON CURRENT PROVISIONS**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
1. Provisions for Employees Benefit		
(a) Gratuity	30.79	42.58
(b) Leave Encashment	50.51	47.85
	<u>81.30</u>	<u>90.43</u>

**NOTE NO. 17 : DEFERRED TAX LIABILITY (NET)**

Deferred Tax Liability		
Related to Fixed Assets	567.66	588.53
<b>Less : Deferred Tax Assets</b>	-	-
Others	(44.35)	(93.52)
<b>TOTAL</b>	<u>523.31</u>	<u>495.01</u>

**NOTE NO. 18 : OTHER NON CURRENT LIABILITIES**

1. Security Deposit	58.27	58.27
	<u>58.27</u>	<u>58.27</u>

**NOTE NO. 19 FINANCIAL LIABILITIES - CURRENT : BORROWINGS**

(Rupees in Lacs)

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
<b>1 Secured Loan</b>		
(a) <b>Working Capital Loan from Banks</b>		
(i) Union Bank Of India	3,044.45	3,640.73
(Secured by hypothecation of stores, work-in-progress, stocks, goods-in-transit, book-debts, and collaterally secured as second charge on pari-passu basis with UPFC by equitable mortgage of company's immovable properties consisting of land, building, plants & machinery and other fixed assets both present & future and by Corporate Guarantee of Uniglobe Glycols Limited and personal guarantee of managing director & a director of the company and pledge 201306 shares of the company by the managing director and a director of the company).		
<b>2 Unsecured Loan</b>		
(a) Loan from Companies	37.00	37.00
(b) <b>Loan from Related Parties</b>		
(i) From Companies	558.18	276.15
(ii) From Others	229.50	270.00
	<u>3,869.13</u>	<u>4,223.88</u>

(Rupees in Lacs)

**NOTE NO. 20 FINANCIAL LIABILITIES - CURRENT : OTHERS**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
1 Capital Creditors	66.22	13.85
2 Current Maturity of Long Term Debts (refer note no. 15)	360.28	558.82
3 Interest Accrued but not due on Borrowings	-	21.69
4 Interest Accrued and due on Borrowings	18.06	-
5 Deposit from Stockists, Distributors, & Contractors etc.	75.46	78.86
	<b>520.02</b>	<b>673.22</b>

**NOTE NO. 21 OTHER CURRENT LIABILITIES**

1 Credit balances of Customers	576.48	442.88
2 Amount due to employees	57.83	46.31
3 Statutory dues/duties, taxes payable	39.37	41.02
	<b>673.68</b>	<b>530.21</b>

**NOTE NO. 22 PROVISIONS****1 Provisions for Employees Benefit**

(a) Bonus	19.72	20.80
(b) Leave Encashment	5.70	4.24
	<b>25.42</b>	<b>25.04</b>

**NOTE NO. 23 REVENUE FROM OPERATIONS**

1 Sale of Products	20,137.70	16,201.13
2 Other Operating Income (Net of Expenses)	34.64	38.58
	<b>20,172.34</b>	<b>16,239.71</b>

**NOTE NO. 24 OTHER INCOME**

1 Interest Income	202.72	88.93
2 Dividend Income	0.05	0.03
3 Applicable net gain on foreign currency transaction	3.50	11.72
4 Other non- operating Incomes	6.47	2.55
5 Lease Rent	597.99	574.32
6 Profit on Sale of Fixed Assets	0.18	-
	<b>810.91</b>	<b>677.55</b>

(Rupees in Lacs)

**NOTE NO. 25 COST OF RAW MATERIAL CONSUMED**

PARTICULARS	AS AT 31ST MARCH 2021	AS AT 31ST MARCH 2020
1 Cement	3,736.74	3,997.22
2 Asbestos Fibre	4,964.02	4,068.10
3 Slag	5.71	-
3 Steel	1,156.28	479.72
4 Other	350.47	368.78
	<b>10,213.22</b>	<b>8,913.82</b>

**NOTE NO. 26 CHANGES OF INVENTORIES OF FINISHED GOODS**

**Stock in hand at the beginning of the year**

1 Finished Goods - AC Sheet	2,088.68	1,204.73
Trading goods - Rubber Water	0.11	-
Trading Goods - Cable	38.77	35.92
Finished Goods Profile Sheet	18.38	28.27
Trading Goods -Paint	16.32	3.29

**Less : Stock in hand at the end of the year**

2 Finished Goods -AC Sheet	2,470.33	2,088.68
Trading Goods - Rubber Water	2.48	0.11
Trading Goods - Cable	37.76	38.77
Finished Goods Profile Sheet	42.96	18.38
Trading Goods - Paint	15.21	16.32
Decrease / (Increase) in Stock	<b>(406.47)</b>	<b>(890.05)</b>

**NOTE NO. 27 EMPLOYEES BENEFIT EXPENSES**

1. Salaries & Wages	634.81	649.44
2. Contribution to Provident & Other Funds	42.93	49.98
3. Staff Welfare Expenses	10.04	13.62
	<b>687.78</b>	<b>713.04</b>

**NOTE NO. 28 FINANCE COST**

(Rupees in Lacs)

<b>PARTICULARS</b>	<b>AS AT 31ST MARCH 2021</b>	<b>AS AT 31ST MARCH 2020</b>
1. Interest Expenses	840.08	845.67
2. Other Borrowing Costs	31.95	30.74
	<b>872.03</b>	<b>876.41</b>

**NOTE NO. 29 DEPRECIATION AND AMORTISATION EXPENSE**

Depreciation	521.39	503.61
Less : Transferred from revaluation reserve (Refer Statement of Changes in Equity)	3.50	3.50
<b>TOTAL</b>	<b>517.89</b>	<b>500.11</b>

**NOTE NO. 30 OTHER EXPENSES**

1. Consumption of Stores & Spare parts	429.21	465.59
2. Power & Fuel	655.67	613.15
3. Rent	38.58	24.02
4. Repairs to Building	1.00	10.72
5. Repairs to Machineries	89.91	50.86
6. Insurance	45.10	23.81
7. Rates & Taxes	112.59	122.09
8. Breakages	89.63	84.40
9. Miscellaneous Expenses	128.34	162.95
10. Loss on sale of Fixed Assets	-	-
11. Transport, Packing & Forwarding exp.	705.52	484.84
12. Payments to Auditors		
i. As Auditor	1.25	1.25
ii. For Other Services	0.84	0.88
iii. For Reimbursement of expenses	-	0.12
	2.09	2.25
13. Bad debts/irrecoverable claims written off	29.92	-
14. Provision for Bad Debts	31.55	10.72
15. Expenses / (-) Income Relating to Previous Year (Net)	-	-
16. Applicable net loss on foreign currency transaction	5.92	2.23
	<b>2,365.06</b>	<b>2,057.63</b>

(Rupees in Lacs)

**NOTE NO. 31 CONTINGENT LIABILITIES AND COMMITMENTS**

PARTICULARS	FOR THE YEAR ENDED 31ST MARCH 2021	FOR THE YEAR ENDED 31ST MARCH 2020
<b>1. CONTINGENT LIABILITIES</b>		
(a) Claim against the company not acknowledge as debt		
(i) Sales Tax	1,943.12	5,369.53
(iii) Service/ Excise/Custom	-	28.30
(iv) Entry Tax	3.17	3.69
(v) Others	-	1.53
 (b) Guarantees	 14.50	 182.42
(c) Tax matters pending in appeals etc.		
(i) Income Tax	578.07	578.07
(ii) Service & Excise Tax	358.27	358.27
<b>2. COMMITMENTS</b>		
(a) Custom Duty on Raw Material	39.38	70.36
(b) Capital Commitments	3.45	142.36

**NOTES ON ACCOUNTS****32. SEGMENT REPORTING**

'The segment reporting of the Company has been prepared in accordance with Ind AS-108, "Operating Segment" ( specified under section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2015 ). For management purposes, the Company is classified into business activities based on its products and services and has three reportable segments as follows:

(a) Manufacturing & Trading in Asbestos Sheet ; (b) Leasing (c ) Manufacturing & Trading (Other Products)

Segments have been identified as reportable segments by the Company's Chief Operating Decision Maker ("CODM"). Segment Revenue, Results, Assets and Liabilities include the respective amounts identifiable to each of the segments and amount allocated on a reasonable basis. Unallocated expenditure consists of common expenditure incurred for all the segments and expenses incurred at corporate level. The assets and liabilities that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively

The accounting policies of the reportable segments are the same as the Company's accounting policies described in Note 1.

Particulars	Manufacturing & Trading in Asbestos Sheet		Leasing		Manufacturing & Trading (Other Products)		TOTAL	
	Rs.		Rs.		Rs.		Rs.	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Revenue	12,676.57	11,446.73	597.99	574.32	7505.96	4807.29	20780.53	16828.34
Segment Result	345.95	382.99	382.23	358.08	481.38	378.38	1209.56	1119.45
Interest Expenses							840.08	845.68
Interest Income							202.72	88.93
Profit Before Tax and Exceptional Item							572.19	362.70
Tax Expenses							132.96	147.76
Net Profit for the year							439.2	214.94
Assets	16,923.10	15,874.03	1,364.35	1,525.64	3153.35	3757.33	21440.80	21157.00
Liabilities	10,960.37	11,216.15	62.75	58.27	108.25	23.37	11131.36	11297.79
Depreciation	299.53	281.29	215.77	216.23	2.59	2.59	517.89	500.11
Capital Work-in-Progress	53.12	44.00	76.80	76.80	-	-	129.92	120.80

33. The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the assets. The management is of the opinion that the recoverable amount of Company's assets or the recoverable amount of the cash generating unit to which the asset belongs as on 31.03.2020 is higher than the carrying amount. As such, the assets of the Company are not impaired in terms of Ind AS-36 notified under the Companies (Indian Accounting Standards) Rules, 2015.

**34 Related Party Disclosures**

List of Related Parties and Relationship

**i) ENTITIES JOINTLY CONTROLLED BY KEY MANAGEMENT PERSONNEL**

Mashinotextile (P) Ltd  
Everest Roofings (P) Ltd  
Rohtak & Hissar District Electric Supply Co. (P) Ltd  
Ganga Corporation (P) Ltd  
UPAL Hotels (P) Ltd.  
MTX Hotels (P) Ltd.  
Doon Industrial Fund Private Limited  
Ecogreen Developers (P) Ltd.  
Uniglobe Glycols Limited  
Antarrashtriya Hindi Vidhyapeeth  
Amitabh Tayal (HUF)- HUF of Managing Director  
Ubuild Better Private Ltd. (Incorporated on 07.02.2020 & ceased to be wholly owned subsidiary on 26.03.2020)

**ii) KEY MANAGEMENT PERSONNEL, CLOSE MEMEBER AND OTHER EXECUTIVE OFFICERS**

Mr. D.M. Tayal - Chairman (Cessation : 25.06.2020)  
Mr. Amitabh Tayal - Managing Director  
Mr. Priyank Tayal - Director  
Mrs. Mala Agrawal - Director  
Mr. Paras Nath - Director (Effective from 10.07.2019)  
Mr. Qamar Syed Wajahat - Director (Effective from 25.06.2020)  
Mrs. Shailly Tayal - Wife of Mr. Priyank Tayal.  
Mrs. Manju Tayal- Wife of Managing Director  
Mrs. Avanti Mohta- Daughter of Managing Director  
Mr.Gaurav Arora - Chief Financial Officer  
Mr. Manish Kumar Singh - Company Secretary

Note :- Related party relationship is identified by the company and relied upon by the auditors



## Transactions with Related Parties and Outstanding balances as on 31-03-2021

(Rs. In Lacs)

Transactions	ENTITIES JOINTLY CONTROLLED BY KEY MANAGEMENT PERSONNEL	KEY MANAGEMENT PERSONNEL & OTHER EXECUTIVE OFFICERS	CLOSE MEMEBER	Total
	Rs.	Rs.	Rs.	Rs.
<b>EXPENSES</b>				
Interest Paid	223.03 (77.29)	108.24 (101.61)	24.74 (22.27)	356.01 (201.17)
Remuneration Paid	-	65.71 (67.07)	3.00 (3.00)	68.71 (70.07)
Repair & Maintenance	1.96 (2.54)	- (-)	- (-)	1.96 (2.54)
<b>INCOME</b>				
Safe of Goods	0.09 (-)	- (-)	- (-)	0.09 (-)
Interest Received/Receivable	2.96 (-)	- (-)	- (-)	2.96 (-)
<b>OTHER TRANSACTION</b>				
Loan received	1,426.00 (1,366.50)	197.00 (736.48)	- (-)	1,623.00 (2,102.98)
Loan Repaid	981.06 (203.36)	237.50 (607.98)	- (-)	1,218.56 (811.34)
Sale of Shares	- (-)	- (1)	- (-)	- (1)
Purchase of Shares	- (1)	- (-)	- (-)	- (1)
Advances Given	153.00 (-)	- (-)	- (-)	153.00 (-)
<b>RECEIVABLES</b>				
Advances Given	153.00 (13.79)	- (-)	- (-)	153.00 (13.79)
<b>PAYABLES</b>				
Loan	1,777.73 (1,316.44)	1,088.50 (1,129.00)	247.40 (247.40)	3,113.63 (2,692.84)

35. There are no Micro, Small and Medium Enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at 31.03.2021. This information as required to be disclosed under Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.
36. **a) Defined Contribution Plan**
- i) Company's contribution to Government Administered Provident Fund / Family Fund during the year is Rs. 35.47 Lacs (Rs. 40.79 Lacs)
- ii) Company's contribution towards Employees State Insurance Fund is Rs. 7.46 Lacs (Rs. 9.19 Lacs)  
The contribution to provident fund is made to Employees' Provident Fund managed by Provident Fund Commissioner. The contribution towards ESIC is made to Employees State Insurance Corporation. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.
- b) Defined Benefit Plan**
- The employees' Gratuity Fund is managed by the Life Insurance Corporation of India. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures

each unit separately to build up the final obligation

**i. Gratuity (As per actuarial valuation as on 31.03.2020)**

(Rs. In Lacs)

<b>Amounts in Balance Sheet</b>	<b>31-03-21</b>	<b>31-03-20</b>
Defined Benefit Obligation (DBO)	225.04	205.79
Fair Value of Plan Assets	194.25	163.21
Funded Status - (Surplus)/Deficit	30.79	42.58
Unrecognized Past Service Cost / (Credit)	-	-
Unrecognised Asset due to Limit in Para 64(b)	-	-
Liability/(Asset) recognised in the Balance Sheet	30.79	42.58

<b>Amount Recognised in the Statement of Profit &amp; Loss</b>	<b>31-03-21</b>	<b>31-03-20</b>
Current Service Cost	22.74	20.71
Interest Cost	13.09	12.06
Expected Return on Plan Assets	(10.69)	(10.53)
Past Service Cost	-	-
(Gain)/Loss due to Settlements/ Curtailments/Acquisitions/Divestitures		
Total Expense/(Income) included in "Employee Benefit"	25.14	22.24

<b>Amount recognised in Other Comprehensive Income (OCI)</b>	<b>31-03-21</b>	<b>31-03-20</b>
Amount recognized in OCI, Beginning of Period	5.68	(8.80)
Remeasurements due to :		
<i>Effect of Change in financial assumptions [C]</i>	(3.93)	16.49
<i>Effect of Change in demographic assumptions [D]</i>	-	(0.00)
<i>Effect of experience adjustments [E]</i>	(8.56)	(2.24)
Actuarial (Gains)/Losses ( C+ D +E )	(12.49)	14.25
Return on plan assets (excluding interest)	(0.43)	(0.23)
Total remeasurements recognized in OCI	(12.93)	14.48
Amount recognized in OCI, End of Period	(7.24)	5.68

<b>Change in Present Value of Benefit Obligation during the Period</b>	<b>31-03-21</b>	<b>31-03-20</b>
Defined Benefit Obligation, Beginning of Period	205.79	170.23
Current Service Cost	22.74	20.71
Interest Cost	13.09	12.06
Actual Plan Participants' Contributions	-	-
Actuarial (Gains)/Losses	(12.49)	14.25
Acquisition/Business Combination/Divestiture	-	-
Actual Benefits Paid	(4.08)	(11.46)
Past Service Cost	-	-
Changes in Foreign Currency Exchange Rates	-	-
Loss / (Gains) on Curtailments	-	-
Liabilities Extinguished on Settlements	-	-
<b>Defined Benefit Obligation, End of Period</b>	<b>225.04</b>	<b>205.79</b>

(Rs. In Lacs)

Change in Fair Value of Plan Assets during the Period	31-03-21	31-03-20
Fair value of Plan Assets, Beginning of Period	163.21	140.37
Interest Income Plan Asset	10.69	10.53
Actual Enterprise's Contributions	24.00	24.00
Actual Plan Participants' Contributions	-	-
Actual Benefits Paid	(4.08)	(11.46)
Actuarial Gains/(Losses)	0.43	(0.23)
Acquisition/Business Combination/Divestiture	-	-
Changes in Foreign Currency Exchange Rates	-	-
Liabilities Extinguished on Settlements	-	-
<b>Fair Value of Plan Assets, End of Period</b>	<b>194.25</b>	<b>163.21</b>

Current / Non Current Benefit Obligation	31-03-21	31-03-20
Current Liability	-	-
Non Current Liability	30.79	42.58
Liability/(Asset) Recognised in the Balance Sheet	30.79	42.58

Category of Assets	31-03-21	31-03-20
Govt. of India Securities (Central and State)	0.00%	0.00%
High quality corporate bonds (incl PSU Bonds)	0.00%	0.00%
Equity shares of listed companies	0.00%	0.00%
Real Estate / Property	0.00%	0.00%
Cash (including Special Deposits)	0.00%	0.00%
Other (including assets under Schemes of Ins.)	100.00%	100.00%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

**Sensitivity Analysis**

	31-03-21	
<b>Defined Benefit Obligation (Base)</b>	225.04	
Sensitivity Analysis	31-03-20	
	Decrease	Increase
<b>Discount Rate</b>	235.09	215.89
Impact of increase/decrease in 50 bps on DBO	4.46%	-4.16%
<b>Salary Growth Rate</b>	216.29	234.14%
Impact of increase/decrease in 50 bps on DBO	-3.89%	4.04%

Financial Assumptions	31-03-21	31-03-20
Discount Rate	6.75%	6.55%
Salary Escalation Rate	8.00%	8.00%
Expected Return on Assets	6.75%	6.55%
Withdrawal Rate	5.00%	5.00%
Mortality rates	IAL Mortality (2012-14) Ult.	IAL Mortality (2012-14) Ult.

- ii) As per Actuarial Valuation Report Liability towards Leave Encashment as on 31st March 2021 is (Rs. 52.09 Lacs) Liability for Leave Encashment of Rs. 4.12 Lacs has been provided for the year.

37. 'The Sales Tax and Value Added Tax assessments/appeals under the provisions of respective State Acts and the Central Sales Tax under the provision of the Central Sales Tax Act, 1957 for certain past years are pending. Pending completion of such assessments/appeals/acceptance of refund claim, amount of Rs.236.52 lacs (Rs. 446.96 lacs) determined as refundable from the departments has been treated as unsecured and considered good under Balance with Revenue Authorities [Refer Note No. 6 (2) c. However liability, if any, would be ascertained either at the time of filing of returns/ revised returns, wherever required, for the relevant assessment years or on finalization of assessments/appeals by the concerned authorities.
38. Advance Income Tax & Fringe Benefit Tax (Net of Provisions) of Rs. 17.62 lacs (Rs. 26.50 lacs) in respect of which reconciliation with the assessment/appellate order is in progress for some assessment years. The aforesaid amount is subject to adjustment on the basis of the aforesaid reconciliation.
39. 'In the F Y 2008-09, the company has revalued its entire lands situated at Mohanlalganj Lucknow and at Village Bishara, Dadri, Gautam Buddha Nagar . The aforesaid lands have been revalued at fair market value by external valuers on the basis of the enquiries made by the valuers of the prevailing market price of similar properties in the vicinity and giving weightage to the peculiar situation of the aforesaid lands. Revalued amount of lands at Mohanlalganj Lucknow and Village Bishara, Dadri, Gautam Buddha Nagar aggregates to Rs. 5143.81 Lacs which had been recognized in the financial statement by increasing the existing value of the land by Rs. 4926.01 Lacs and crediting the increase in the net book value to the owner's interest under the head revaluation reserve.
40. 'The State Government of Rajasthan has withdrawn benefit available to the company under Rajasthan Value Added Tax Act 2003 on sale of A C Sheet containing Fly Ash more than 25% by weight. A writ petition of the company against this withdrawal of benefit before Hon'ble Rajasthan Highcourt, Jaipur Bench, Jaipur has been decided against the company. Civil Appeals of the company against the order of The Hon'ble Rajasthan Highcourt, Jaipur Bench, Jaipur are pending before Hon'ble Supreme Court. However, on conservative basis demands raised against the company has been charged to revenue in the years in which the same were paid by the company.
41. 'Selling price, discounts, commission and breakage compensation is determined by negotiation with customers. Such negotiation done telephonically / in meeting is evidenced by approval of the management of the company. The company has, during the year, accounted for the discount, commission, breakages on this basis. Since payments from customers are received in lump-sum and the balance confirmation sent by the company are generally not responded by the customers, the balances in the accounts of customers are subject to the reconciliation, confirmation and consequent adjustment, if any.
42. Balances of Trade Payables ,Trade Receivables, balances with customers & employees included in Other current liabilities, non current liabilities, Other current financial liabilities, balances with creditors & deposits with distributors etc.included in other financial liabilities, other current and non current assets, advances to employees and State Bank of India (erstwhile State Bank of Bikaner & Jaipur), Gandhibagh, Nagpur, State Bank of India Butibori, Nagpur are subject to reconciliation, confirmation and consequent adjustments, if any.
43. **Financial Instruments**  
**Financial risk management objective and policies**  
 This section gives an overview of the significance of financial instruments for the Company and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial assets and financial liabilities are disclosed in Note 1

**I Financial assets and liabilities as at**

(Rs. In Lacs)

Particulars	March 31, 2021				
	FVTPL	FVTOCI	Amortised Cost	Carrying Value	Fair Value
<b>Financial Assets</b>					
Cash and Cash Equivalents	-	-	339.78	339.78	339.78
Other bank balances	-	-	57.31	57.31	57.31
Non Current investments	-	6.65	-	6.65	6.65

Loans- current	-	-	495.18	495.18	495.18
Current trade receivables	-	-	3,249.10	3,249.10	3,249.10
Other Non-current financial assets	-	-	299.86	299.86	299.86
Other Current financial assets	-	-	752.32	752.32	752.32
	-	<b>6.65</b>	<b>5,193.55</b>	<b>5,200.21</b>	<b>5,200.21</b>
<b>Financial Liabilities</b>					
Borrowings- Non Current	-	-	4,695.35	4,695.35	4,695.35
Borrowings- Current	-	-	3,869.13	3,869.13	3,869.13
Trade payables	-	-	681.59	681.59	681.59
Other Non-Current financial liabilities	-	-	58.27	58.27	58.27
Other Current financial liabilities	-	-	1,154.33	1,154.33	1,154.33
	-	-	<b>10,458.67</b>	<b>10,458.67</b>	<b>10,458.67</b>

Particulars	March 31, 2020				
	FVTPL	FVTOCI	Amortised Cost	Carrying Value	Fair Value
<b>Financial Assets</b>					
Cash and Cash Equivalents	-	-	46.66	46.66	46.66
Other bank balances	-	-	57.31	57.31	57.31
Non Current investments	-	1.44	-	1.44	1.44
Loans- current	-	-	362.81	362.81	362.81
Current trade receivables	-	-	3,873.66	3,873.66	3,873.66
Other Non-current financial assets	-	-	487.39	487.39	487.39
Other Current financial assets	-	-	373.20	373.20	373.20
	-	<b>1.44</b>	<b>5,201.03</b>	<b>5,202.47</b>	<b>5,202.47</b>
<b>Financial Liabilities</b>					
Borrowings- Non Current	-	-	4,183.76	4,183.76	4,183.76
Borrowings- Current	-	-	4,223.88	4,223.88	4,223.88
Trade payables	-	-	1,014.96	1,014.96	1,014.96
Other Non-Current financial liabilities	-	-	58.27	58.27	58.27
Other Current financial liabilities	-	-	1,162.41	1,162.41	1,162.41
	-	-	<b>10,643.28</b>	<b>10,643.28</b>	<b>10,643.28</b>

### Fair Value Hierarchy

The table shown below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined below :

**Level 1** : Quoted prices (unadjusted) in active markets for identical assets and liabilities

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

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

(Rs. In Lacs)

Financial Instruments	March 31, 2021		
	Level 1	Level 2	Level 3
<b>Financial assets</b>			
Investments at fair value through other comprehensive income	6.65	-	-
<b>Total</b>	<b>6.65</b>	-	-
Financial liabilities	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>
Financial Instruments	March 31, 2020		
	Level 1	Level 2	Level 3
<b>Financial assets</b>			
Investments at fair value through other comprehensive income	1.44	-	-
<b>Total</b>	<b>1.44</b>	-	-
Financial liabilities	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>
The below table summarises the fair value of financial liabilities which are carried at amortised cost as at March 31, 2021, and March, 31 2020:			
Financial Instruments	Level 1	Level 2	Level 3
<b>March 31, 2021</b>			
Non Current & Current Borrowings		8,564.48	
Current maturities of long term borrowings		360.28	
<b>Total</b>		<b>8,924.76</b>	
<b>March 31, 2020</b>			
Non Current & Current Borrowings		8,407.64	
Current maturities of long term borrowings	-	558.82	-
<b>Total</b>	<b>-</b>	<b>8,966.46</b>	<b>-</b>

The fair value of the financial assets and liabilities are included at the amount that would be received to sell an asset and paid to transfer a liability in an orderly transaction between market participants. The following methods and assumptions were used to estimate the fair values :

- Non-current borrowings including current maturity of long term borrowings: Fair value has been determined by the Company based on parameters such as interest rates, specific country risk factors, and the risk characteristics of the financed project.

- Other non-current financial assets and liabilities: Fair value is calculated using a discounted cash flow model with market assumptions, unless the carrying value is considered to approximate to fair value.

- Trade receivables, cash and cash equivalents, other bank balances, loans, other current financial assets, current borrowings, trade payables and other current financial liabilities: Approximate their carrying amounts largely due to the short-term maturities of these instruments. Fair value of investments are on the basis of quoted prices in active market on the balance sheet.

There has been no transfer between Level 1 & Level 2 during the above periods

#### Financial Risk Management Objectives and Policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies.

#### Market risk

Market risk is the risk of loss of future earnings, fair value or future cash flows arising out of change in the price of a financial

instrument. These include change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments.

The company manages market risk through a risk management committee engaged in, inter alia, evaluation and identification of risk factors with the object of governing/mitigating them according to Company's objectives and declared policies in specific context of impact thereof on various segments of financial instruments. The Board provides oversight and reviews the Risk management policy on a quarterly basis.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The company is not exposed to significant interest rate risk as at the respective reporting dates.

**Foreign currency risk**

The company does not have any exposure to foreign currency risk

**Credit risk**

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of account receivables. Individual risk limits are set accordingly.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. The company considers reasonable and supportive forward-looking information.

Financial assets are written off when there is no reasonable expectation of recovery, such as debtor failing to engage in a repayment plan with the company.

The Company's concentration of risk with respect to trade receivables is low, as its customer's base is widely spread across the length and breadth of the country.

**Liquidity Risk**

The Company's Current assets aggregate to Rs. 10145.90 lacs (Rs. 7671.25 lacs) including Cash & cash equivalents and other bank balance balances of Rs. 103.97 lacs (Rs.274.20 lacs) against an aggregate Current liability of Rs. 6467.31 lacs (Rs. 6284.90 lacs); Non-current liabilities amounting to Rs. 4827.47 lacs (Rs. 3001.48 lacs) on the reporting date. Further, while the company's total equity stands Rs. 9862.21 lacs (Rs. 9661.13 lacs), it has borrowing of Rs. 8407.63 lacs (Rs 7151). In such circumstances, liquidity risk or the risk that the company may not be able to settle or meet its obligations as they become due does not exist.

**44. The Company as lessor**

Rental income from operating lease is in respect of Land, Building and Plant & Machinery at the Dadri unit of the company leased out by the company for a period of 15 years w.e.f 01.04.2019 after revision of previous lease with the same Lessee. The lease rental is recognised on a straight-line basis over the term of the relevant lease.

The aggregate of future minimum lease payments in respect of Non-Cancellable leasing arrangement required to be disclosed as per Ind AS-116 as under :

a. Not Later than one year	Rs.	605.78 Lacs
b. Later than one year and not later than five years up to 31.03.2026	Rs.	2683.65 Lacs
c. Later than five years	Rs.	6880.50 Lacs

**The Company as lessee :**

The company's leasing arrangements are in respect of short-term leases for obtaining premises such as godowns, offices, etc. and the same is recognized as an expense on either a straight-line basis over the lease term.

46. The company has not accepted any deposits during the year within the meaning of section 73 to section 76 or any other relevant provisions of the Act and the Rules framed thereunder. In respect of fixed deposits accepted in earlier years under the relevant provisions of the Companies Act, 1956 the company has repaid the same on the respective due date of each deposit except fixed deposits of Rs.0.65 (excluding interest accrued and due) lacs which have either remained unclaimed or the claim by the relatives of the deceased depositors is under examination of the company for ensuring that payment is made to eligible person(s) only. The management is of the opinion that deposits (including unclaimed deposits) from dealers to whom the company supplies goods shall not qualify as deposits with the meaning of section 73 to section 76 or any other relevant provisions of the Act and the Rules framed thereunder.
47. The company has adequate internal financial controls over financial reporting for ensuring the orderly and efficient conduct of its business including adherence to company's policies, 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 by the Companies Act, 2013. However, such internal controls are being followed as a part of company's routine functioning and are yet to be formally documented. The company is in the process of documenting its processes which ensure adequate internal financial controls so as to be able to demonstrate the existence and effective implementation of such control.
48. The company is making efforts for recovery of interest of Rs. 11.85 lacs outstanding since earlier year from its erstwhile related party M/s Big Apple Real Estate Private Limited. No provision has been made against the same since the management is hopeful of its recovery.
49. Deposit Payment (Refer Note no. 6(2)(b) includes security deposit of Rs. 130 lacs ( Rs. 130 lacs ) to M/s Brij Bhushan Enterprises LLP given by the company for facilitating regular supply of Raw Material Cement.
50. **Particulars of Loan , Guarantees and Investments under section 186 :**

(Amt. in Rs.)

SL No.	Details of Borrower	Opening Balance as on 01/04/2020	Loan Given During the year	Unsecured Loan Received back during the year	Total amount Outstanding at the end of F.Y 2020-21	Purpose for which the loan is to be utilized by the recipient
1	Big Apple Real Estate Private Limited	NIL Interest (Gross) Rs.11,84,570	NIL	NIL	NIL Interest (Gross) Rs.11,84,570	For Business Operation Purposes
2	Castmet Packagings Private Limited	Rs. 1,39,88,717	NIL	NIL	Rs. 1,39,88,717 Interest (Gross): Rs. 16,78,647	For Business Operation Purposes
3	Pasondia Cables Pvt. Ltd.	Rs. 38,03,607 Interest (Gross): 'Rs. 17,04,604	NIL	NIL	Rs. 38,03,607 Interest (Gross): 'Rs. 24,27,289	For Business Operation Purposes
4	Shri Ghata Mehndipur Balaji LLP	Rs.1,50,00,001 Interest (Gross): 'Rs. 22,91,507	NIL	NIL	Rs.1,50,00,001 Interest (Gross): 'Rs. 18,00,001	For Business Operation Purposes
5	Ubuild Better Private Limited	NIL	'Rs.1,53,00,000	NIL	Rs.1,53,00,000 Interest (Gross): 'Rs. 2,95,957	For Business Operation Purposes



## 51. Managerial Remuneration :

(a) Paid/provided for during the year to the directors	2020-21 (Rs. lacs)		2019-20 (Rs. lacs)
(i) Salary & Allowance	44.60		46.20
(ii) Commission	-		-
(ii) Perquisites	3.47		3.36
	48.07		49.56

## 52. Earnings per share (EPS)

Particulars	31-Mar-21		31-Mar-20
Net profit/(loss) after tax for the year ( Rs in Lacs)	439.23		214.94
Weighted number of ordinary shares for basic EPS	9117130		9117130
Nominal value of ordinary share (in Rs. per share)	10/-		10/-
Basic and Diluted earnings for ordinary shares (in Rs. per share)	4.82		2.36

## 53. Prior Period Errors

The company has taken impact of Net prior period debits of Rs. 3.00 lacs in the figures of financial year 2019-20 in the financial statements of the company in accordance with IndAS-8 on Accounting Policies, Changes in Accounting Estimates and Errors.

54. The Company has taken into account potential impacts of COVID-19 in the preparation of the Financial Statements. On the basis of our evaluation of the impact of Covid-19 and current indicators of future economic conditions, the Company expects that the carrying amount of its assets will be recovered and there is no significant impact on liabilities accrued. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future spread of the COVID-19 and its impact on the Company's business operations. The Company will continue to closely monitor any material changes to future economic conditions viz a viz its business operations.
55. Previous year figures have been regrouped/ reclassified to make it comparable with current year's figures.
56. Figures in brackets relate to the previous year.

(Pursuant to Listing Agreement with Stock Exchange)

(Rs. In Lacs)

	2020-21		2019-20	
	Rs.	Rs.	Rs.	Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>				
<b>NET PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS AS PER STATEMENT OF PROFIT &amp; LOSS</b>		<b>572.19</b>		<b>362.70</b>
Adjustment for:				
Depreciation and amortisation expense ( Net of Excess Depreciation written back)	517.89		500.11	
Finance cost	872.03		876.41	
Bad Debts Written off	61.46		10.72	
Actuarial gain/(loss) on defined benefit plan	12.93		(14.48)	
Foreign Exchange (+)Loss / (-)Gain	-		-	
(Profit)/ Loss on Sale of Fixed assets (Net)	(0.18)		-	
Interest Earned	(202.72)		(88.93)	
Dividend Earned	(0.05)	1,261.36	(0.03)	1,283.80
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>		<b>1,833.55</b>		<b>1,646.50</b>
Adjustment for:				
Increase (-) / Decrease in Trade and other Receivables	<b>460.98</b>		<b>(473.60)</b>	
Increase (-) / Decrease in Inventories	(209.57)		(2,220.72)	
Increase / Decrease (-) in Trade Payables, current liabilities and provisions	(116.60)	134.81	671.67	(2,022.65)
<b>CASH GENERATED FROM OPERATIONS</b>		<b>1,968.36</b>		<b>(376.15)</b>
Direct Tax Refund (Net of Tax Paid)		(135.95)		(64.00)
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>1,832.41</b>		<b>(440.15)</b>
Exceptional Item ( Profit on Sale of Equity Shares)		-		-
<b>NET CASH FROM OPERATING ACTIVITIES AFTER EXCEPTIONAL ITEM</b>		1,832.41		(440.15)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Loan and Advances		(139.21)		86.36
Advances for Property Plant and Equipments		28.75		149.32
Purchase of Property Plant and Equipments		(718.16)		(431.40)
Proceeds from sale of Property Plant and Equipments		0.28		-
Interest Received		202.72		88.93
Dividend Received		0.05		0.03
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>		<b>(625.57)</b>		<b>(106.76)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from Long Term Borrowing and other borrowings (net of repayment)		(41.69)		1,253.09
Finance cost		(872.03)		(876.41)
Foreign Exchange (-)Loss / (+)Gain		-		-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>(913.72)</b>		<b>(376.68)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>		<b>293.12</b>		<b>(170.23)</b>
CASH AND BANK BALANCE AS AT BEGINNING OF THE YEAR		103.97		274.20
CASH AND BANK BALANCE AS AT END OF THE YEAR		397.09		103.97