

Independent Auditor's report

To,
The Members of
Kritika Wires Limited
(Formerly Kritika Wires Private Limited)

Report on the Audit of the financial statements

Opinion

We have audited the accompanying financial statements of **Kritika Wires Limited (Formerly Kritika Wires Private Limited)** ('the Company'), which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 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.

We have determined the matter described below to be the key audit matters to be communicated in our report:

Report on the Audit of the financial statements (Contd.)

Key Audit Matters	How our audit addressed the key audit matter
<p>Accuracy of recognition, measurement, presentation and disclosures of revenues and other related balances in accordance with accounting standard 9 on "Revenue Recognition".</p> <p>The application of the revenue accounting standard involves certain key judgements relating to transfer of property in goods, transfer of significant risk and reward of ownership, determination of transaction price and reasonability of collection.</p> <p>Refer to Notes 19 and 20 to the Financial Statements</p>	<p>Principal Audit Procedures:</p> <p>We assessed the Company's process for revenue recognition.</p> <p>Our audit approach in this respect was as follows:</p> <p>(a) Evaluated the design of internal controls relating to implementation of the revenue accounting standard.</p> <p>(b) Selected a sample of continuing and new orders, and tested the operating effectiveness of the internal control, relating to identification of time of transfer of property in goods and transfer of significant risk and reward of ownership and considered the terms of the orders to determine the transaction price.</p> <p>(c) Performed analytical procedures for correctness of revenue recognition as per accounting standard 9.</p> <p>Based on the above procedures performed we did not find any significant exceptions in revenue recognized.</p>

Information Other than the financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's 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 and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Report on the Audit of the financial statements (Contd.)

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting 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. That Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Report on the Audit of the financial statements (Contd.)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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 disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should 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 the Audit of the financial statements (Contd.)

Other Matter

The comparative financial information of the Company for the corresponding year ended 31st March, 2018 were audited by the predecessor auditor, M/s S. K. Bhartia & Associates who expressed unmodified Opinion vide their report dated 31st August, 2018 and reliance has been placed by us on the same for the purpose of this report.

Our opinion is not modified in respect of these matters.

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 section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued thereunder;
 - (e) on the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended; in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

Report on the Audit of the financial statements (Contd.)

- (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 does not have any pending litigations which would impact its financial position;
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For G. P. Agrawal & Co.
Chartered Accountants
Firm Registration No. 302082E

Sd/-
(CA. Sunita Kedia)
Membership No. 060162
Partner

Place of signature: Kolkata
Dated: The 29th day of May, 2019

Annexure "A" to the Independent Auditor's Report of even date on the financial statements of Kritika Wires Limited (Formerly Kritika Wires Private Limited)

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended 31st March, 2019:

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

(b) As explained to us, the fixed assets have been physically verified by the management at regular intervals. As informed to us, no material discrepancies between the book records and the physical fixed assets have been noticed.

(c) The title deeds of immovable properties are held in the name of the Company.
2. (a) The management has conducted physical verification of inventory at reasonable intervals.

(b) No discrepancies have been noticed on physical verification of the inventory as compared to book records.
3. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
4. According to the information and explanation given to us, the Company has not granted any loans or provided any guarantees or security to the parties. The Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of investments to the extent applicable.
5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. In our opinion and according to the information and explanation given to us, the cost records and accounts has been prescribed by the Government under section 148 (1) of the Companies Act 2013. The said accounts and records have been maintained by the company. We have, however, as not required, not made a detailed examination of the records with a view to determine whether they are accurate and complete.

Annexure "A" to the Independent Auditor's Report of even date on the financial statements of Kritika Wires Limited (Formerly Kritika Wires Private Limited) (Contd.)

7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess, Goods and Services Tax (GST) and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at 31st March, 2019 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions or from the government and has not issued any debentures.
9. In our opinion and according to the information and explanations given to us, the money raised by way of initial public has been applied for the purpose for which they were raised. The company has not raised money by way of further public offer including debt instruments and term loans during the year.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. The managerial remuneration has been paid or provided by the Company in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act, 2013.
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the Company has not made any preferential allotment or private placement of shares during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

Annexure "A" to the Independent Auditor's Report of even date on the financial statements of Kritika Wires Limited (Formerly Kritika Wires Private Limited) (Contd.)

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

For G. P. Agrawal & Co.
Chartered Accountants
Firm Registration No. 302082E

Sd/-
(CA. Sunita Kedia)
Membership No. 060162
Partner

Place of signature: Kolkata
Dated: The 29th day of May, 2019

"Annexure B" to the Independent Auditor's Report of even date on the financial statements of Kritika Wires Limited (Formerly Kritika Wires Private Limited)

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

We have audited the internal financial controls over financial reporting of **Kritika Wires Limited (Formerly Kritika Wires Private Limited)** ("the Company") as of 31st March, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

"Annexure B" to the Independent Auditor's Report of even date on the financial statements of Kritika Wires Limited(Formerly Kritika Wires Private Limited) (Contd.)

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

"Annexure B" to the Independent Auditor's Report of even date on the financial statements of Kritika Wires Limited (Formerly Kritika Wires Private Limited) (Contd.)

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For G. P. Agrawal & Co.
Chartered Accountants
Firm Registration No. 302082E

Sd/-
(CA. Sunita Kedia)
Membership No. 060162
Partner

Place of signature: Kolkata

Dated: The 29th day of May, 2019

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
CIN: U27102WB2004PLC098699

BALANCE SHEET AS AT 31ST MARCH, 2019

Particulars	Note No.	As at 31st March, 2019 (Rs.)	As at 31st March, 2018 (Rs.)
I EQUITY & LIABILITIES			
1. Share Holders' Fund			
(a) Share Capital	2	1775,20,000	1294,00,000
(b) Reserves and Surplus	3	4471,94,284	2800,79,913
		6247,14,284	4094,79,913
2. Non - Current Liabilities			
(a) Long -Term Borrowings	4	314,57,963	925,03,141
(b) Deferred Tax Liabilities (net)	5	54,50,155	99,10,570
(c) Long -Term Provisions	6	38,30,024	26,26,077
		407,38,142	1050,39,788
3. Current Liabilities			
(a) Short - Term Borrowings	7	3916,57,216	3568,80,917
(b) Trade Payables			
(i) Total outstanding dues of micro enterprises and small enterprises (Refer Note no. 29)		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		2721,97,265	3751,52,223
(c) Other Current Liabilities	8	366,38,045	1278,87,978
(d) Short - Term Provisions	9	752,39,403	380,68,424
		7757,31,929	8979,89,542
TOTAL		14411,84,355	14125,09,243
II ASSETS			
1. Non Current Assets			
(a) Property, Plant and Equipment	10	1941,38,310	2193,80,543
(b) Capital Work-in-Progress	11	295,54,407	37,19,524
(c) Non - Current Investments	12	310,00,177	310,00,177
(d) Long - Term Loans and Advances	13	4,85,042	13,70,246
(e) Other Non- Current Assets	14	352,82,536	721,65,976
		2904,60,472	3276,36,466
2. Current Assets			
(a) Inventories	15	2518,53,669	2720,75,160
(b) Trade Receivables	16	7508,25,537	7225,94,646
(c) Cash and Bank Balances	17	445,65,111	62,29,019
(d) Short - Term Loans and Advances	18	1034,79,566	839,73,952
		11507,23,883	10848,72,777
TOTAL		14411,84,355	14125,09,243
Corporate Informations and Significant Accounting Policies Other Disclosures	1 28-39		
The accompanying notes 1 to 39 are an integral part of the Financial Statements. As per our report of even date attached.			
For G. P. Agrawal & Co. Chartered Accountants Firm's Registration No. - 302082E		For and on behalf of the Board of Directors	
Sd/- (CA. Sunita Kedia) Partner Membership No. 060162		Sd/- Hanuman Prasad Agarwal (Managing Director) (DIN: 00654218)	
Place of Signature: Kolkata Date: 29th day of May, 2019		Sd/- Naresh Kumar Agarwal (Chairman & WTD) (DIN: 01020334)	
		Sd/- Anand Kumar Sharma (Chief Financial Officer)	
		Sd/- Mahesh Kumar Sharma (Company Secretary)	

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
CIN: U27102WB2004PLC098699

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2019

	Particulars	Note No.	For The Year Ended 31st March, 2019 (Rs.)	For The Year Ended 31st March, 2018 (Rs.)
I	Revenue from Operations	19		
II	Other Income	20	27441,20,114	25547,58,394
III	Total Revenue (I+II)		413,34,836	539,04,920
			27854,54,950	26086,63,314
IV	Expenses:			
	Cost of Material Consumed	21	22294,42,850	17881,86,680
	Purchases of Stock-in-Trade		-	3195,84,611
	Change in Inventory of Finished Goods and Work-in-Progress	22	(37,08,615)	147,18,583
	Employee Benefits Expense	23	671,95,795	616,99,869
	Finance Costs	24	806,40,983	807,48,131
	Depreciation Expenses	25	351,52,489	243,32,549
	Other Expenses	26	2763,84,582	2421,12,792
			26851,08,084	25313,83,215
V	Profit before exceptional and extraordinary items and tax (III - IV)			
VI	Exceptional Items		1003,46,866	772,80,099
VII	Profit before extraordinary items and tax (V - VI)		-	-
VIII	Extraordinary Items		1003,46,866	772,80,099
IX	Profit before tax (VII + VIII)		-	-
X	Tax Expense:		1003,46,866	772,80,099
	(i) Current Tax		373,45,000	260,14,788
	(ii) Deffered Tax		(44,60,415)	4,66,781
			328,84,585	264,81,569
XI	Profit for the Year (IX - X)		674,62,281	507,98,530
	Earnings per Equity Share	27		
	(a) Basic (Equity Share Face Value Rs. 10/- each)		4.42	3.93
	(b) Diluted (Equity Share Face Value Rs. 10/- each)		4.42	3.93
	Corporate Informations and Significant Accounting Policies	1		
	Other Disclosures	28-39		

The accompanying notes 1 to 39 are an integral part of the Financial Statements.
As per our report of even date attached.

For G. P. Agrawal & Co.
Chartered Accountants
Firm's Registration No. - 302082E

sd/-
(CA. Sunita Kedia)
Partner
Membership No. 060162

Place of Signature: Kolkata
Date: 29th day of May, 2019

sd/-
Hanuman Prasad Agarwal
(Managing Director)
(DIN: 00654218)

sd/-
Anand Kumar Sharma
(Chief Financial Officer)

For and on behalf of the Board of Directors

sd/-
Naresh Kumar Agarwal
(Chirman & WTD)
(DIN: 01020334)

sd/-
Mahesh Kumar Sharma
(Company Secretary)

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
CIN: U27102WB2004PLC098699

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2019

		For The Year Ended 31st March, 2019 (Rs.)	For The Year Ended 31st March, 2018 (Rs.)
I	<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
	Net profit before taxation & extraordinary items	1003,46,866	772,80,099
	<u>Adjustments for:</u>		
	Depreciation	351,52,489	243,32,549
	Provision for Gratuity	11,02,271	29,67,003
	Interest Income	(130,83,403)	(127,54,370)
	Dividend Income	(11,327)	(26,826)
	Interest Expenses	806,40,983	807,48,131
	Operating Profit before Working Capital Changes	2041,47,879	1725,46,585
	<u>Adjustments for (Increases) / Decreases in operating assets:</u>		
	Inventories	202,21,491	(639,25,491)
	Trade Receivables	(282,30,891)	(1786,39,863)
	Current and Non- current Loans & Advances	190,44,506	398,55,698
	<u>Adjustments for Increases / (Decreases) in operating liabilities:</u>		
	Trade Payables	(1029,54,958)	221,37,054
	Current and Non- current provision	(72,345)	29,67,003
	Other currnt Liabilities	(899,83,821)	879,00,349
	Cash Generated from Operations	221,71,861	828,41,335
	Less: Income Tax Paid	(376,64,916)	250,07,684
	Cash Flow before extraordinary items	(154,93,055)	578,33,651
	Cash from Extraordinary Items	-	-
	Net Cash flow from Operating Activities	(154,93,055)	578,33,651
II	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
	Purchases of Property, Plant and Equipment	(357,45,139)	(242,55,429)
	Purchases of Investments	-	(101,70,000)
	Interest Received	130,83,403	127,54,370
	Investment in Fixed Deposit	(447,36,001)	(721,65,974)
	Maturity of Fixed Deposit	632,94,611	-
	Dividend Received	11,327	26,826
	Net Cash flow from Investing Activities	(40,91,799)	(938,10,207)
III	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
	Proceeds from issue of Shares	1539,84,000	-
	Payment of expenditure for issue of Shares	(62,11,910)	-
	Proceeds from Long Term Borrowings	140,92,085	4947,50,000
	Re-payment of Long Term Borrowings	(764,03,375)	(4663,77,117)
	Proceeds / (Repayment) of Short Term Borrowings	347,76,299	258,59,988
	Interest Paid	(806,40,983)	(807,48,131)
	Net Cash flow from Financing Activities	395,96,116	(265,15,260)
IV	Net Increase/(Decrease) in Cash & Cash Equivalents (I+II+III)	200,11,262	(624,91,816)
	Cash & Cash Equivalents at the beginning of the year	62,29,019	687,20,835
	Cash & Cash Equivalents at the end of the year (Refer note no. 17)	262,40,281	62,29,019

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)

CIN: U27102WB2004PLC098699

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2019 (Contd.)

Note:

- (a) The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in the Accounting Standard - 3 on Cash Flow Statement.
- (b) Additions to Property, Plant and Equipment include movement of Capital work-in-progress during the year.
- (c) Proceeds/(repayment) from Short-term borrowings qualify for disclosure on net basis.
- (d) Cash and cash equivalents do not include any amount which is not available to the Company for its use.
- (e) Figure in brackets represent cash outflow from respective activities.
- (f) As breakup of Cash and cash equivalents is also available in Note No. 17, reconciliation of items of Cash and cash equivalents as per Cash Flow Statement with the respective items reported in the Balance Sheet is not required and hence not provided.
- (g) The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.

As per our report of even date attached.

For G. P. Agrawal & Co.
Chartered Accountants
Firm's Registration No. - 302082E

sd/-
(CA. Sunita Kedia)
Partner
Membership No. 060162

Place of Signature: Kolkata
Date: 29th day of May, 2019

For and on behalf of the Board of Directors

sd/-
Hanuman Prasad Agarwal
(Managing Director)
(DIN: 00654218)

sd/-
Anand Kumar Sharma
(Chief Financial Officer)

sd/-
Naresh Kumar Agarwal
(Chirman & WTD)
(DIN: 01020334)

sd/-
Mahesh Kumar Sharma
(Company Secretary)

KRITIKA WIRES LIMITED
(Formerly Kritika Wires Private Limited)
CIN: U27102WB2004PLC098699

Notes Forming Part of the Financial Statements

Note No. 1: Corporate information & Significant Accounting Policies

1. Corporate information

Kritika Wires Limited ("the Company") an existing Company, under the Companies Act, 2013 having Corporate Identity Number ("CIN") U27102WB2004PLCO98699 is a public limited company incorporated and domiciled in India and has its registered office situated at 1A, Bonfield Lane, Mezanine Floor, Kolkata - 700001, West Bengal, India.

The Company's shares are listed on 10th October, 2018 in the National Stock Exchange of India Limited - Emerge.

The principal activity of the Company is manufacturing, exporting and supplying a wide range of Industrial Steel Wire and Galvanized Wire. .

The financial statements for the year ended 31st March, 2019 were approved for issue by the Board of Directors of the Company on 29th May, 2019 and are subject to the approval by the shareholders in the ensuing Annual General Meeting.

2. Significant accounting policies

2.1 Basis of preparation

The Financial Statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India under the historical cost convention on accrual basis unless specifically stated to be otherwise.

GAAP comprises applicable Accounting Standards specified under section 133 of the companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India, relevant applicable provisions of the Companies Act, 1956 and Companies Act, 2013 to the extent applicable.

Accounting policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the accounting policy hitherto in use.

All Assets and Liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in the Schedule III to the Companies' Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

Notes Forming Part of the Financial Statements

Note No. 1: Corporate information & Significant Accounting Policies (Contd.)

The items included in the financial statements (including notes thereon) are measured using the currency of the primary economic environment in which the Company operates ("the functional currency") and are presented in Indian Rupees ("INR" or "Rupees" or "Rs." or "₹"), which is the Company's functional as well as presentation currency. All amounts disclosed in the financial statements including notes thereon have been rounded off to the nearest Rupee as per the requirement of Schedule III to the Act, unless stated otherwise.

2.2 Use of Estimates

The preparation of the Financial Statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenditure during the period. Although these estimates are based upon the management's best knowledge of current events and actions, actual results could differ from these estimates.

2.3 Revenue recognition

a) Sales comprise invoice value of Goods, net of Goods and Service Tax and are recognized when significant risks and rewards of ownership are transferred to the buyer which is normally on delivery as per terms of sale.

b) Export Transactions are recorded at prevailing exchange rates and Import transactions are recorded at exchange rates as specified by the Custom Authorities.

The difference between the specified rate and actual rate of settlement is dealt within the Statement of Profit and Loss.

2.4 Property, plant and equipment (PPE) and Capital work-in-progress

a) Property, plant and equipment are measured at cost less depreciation and impairment losses, if any.

For this purpose, Cost, net of Cenvat/input credit, includes acquisition price, import duties, other non-refundable taxes and levies, directly attributable expenses and pre-operational expenses including finance costs, wherever applicable for bringing the asset to its working condition for the intended use.

Notes Forming Part of the Financial Statements

Note No. 1: Corporate information & Significant Accounting Policies (Contd.)

Assets identified and technically evaluated as obsolete and retired from active use and held for disposal are stated at the lower of their net book value and estimated realisable value.

b) Depreciation methods, estimated useful lives and residual value

Depreciation is provided on the Property, plant and equipment on Written Down Value (WDV) Method based on the useful life of assets as prescribed in Part C of Schedule II of the Companies Act, 2013. The useful lives of the assets are arrived at by retaining 5% of the cost of assets as residual value.

c) Expenditure during construction period

Directly attributable expenditure (including finance costs relating to borrowed funds for construction or acquisition of fixed assets) incurred on projects under implementation are treated as Pre-operative expenses pending allocation to the assets and are shown under Capital Work in Progress ('CWIP'). CWIP is stated at the amount expended upto balance sheet date that is not yet ready for their intended use.

2.5 Inventories

a) Inventories (other than scrap) are valued at lower of cost or net realisable value. The cost of finished goods is computed on a weighted average basis. The cost of raw materials and stores and spares are computed on FIFO basis. The cost of finished goods and work-in-progress includes cost of conversion and other cost incurred in bringing the inventories to their respective present location and condition.

b) Scrap is valued at net realizable value.

2.6 Borrowing costs

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset is capitalized as part of the cost of such asset till such time that is required to complete and prepare the asset to get ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs.

Notes Forming Part of the Financial Statements

Note No. 1: Corporate information & Significant Accounting Policies (Contd.)

All other borrowing costs are charged to Statement of Profit and Loss in the period in which they are incurred.

2.7 Provisions, contingent liabilities and contingent assets

Provisions are recognised where reliable estimate can be made for probable outflow of resources to settle the present obligation as a result of past event and the same is reviewed at each Balance Sheet date. Contingent Liabilities are generally not provided for in the accounts and are shown separately in Notes to the Financial Statements. Contingent Assets are neither recognised or nor disclosed in financial statements

2.8 Foreign currency transactions and translations

Transactions and balances

Transactions in foreign currencies are initially recorded at the exchange rate prevailing on the date the transaction first qualifies for recognition.

Monetary assets and liabilities related to foreign currency transactions remaining outstanding on the Balance Sheet date are translated at the exchange rate on the Balance Sheet date. Any income or expense arising on account of foreign exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.

Non-monetary items which are carried at historical cost denominated in a foreign currency are translated using the exchange rates at the dates of the initial transaction.

2.9 Employee benefits

- a) Short-term employee benefits in respect of recognised provident fund, pension fund and employees linked insurance scheme are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.
- b) Post employment benefits in the form of Gratuity is accounted for on the basis of actuarial valuation.
- c) A liability is recognised at the undiscounted amount for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period in which related service is rendered.

Notes Forming Part of the Financial Statements

Note No. 1: Corporate information & Significant Accounting Policies (Contd.)

2.10 Cenvat/ GST Input

Cenvat/ GST Input Benefits is provided for by reducing the purchase cost of materials / fixed assets.

2.11 Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value being higher of value in use and net selling price, value in units is measured on the basis of reasonable estimate of the expected cashflows over the balance useful life of the assets. Impairment losses are recognised as an expense in the Statement of Profit and Loss in which asset is identified as impaired. The impaired loss recognized in prior accounting period if there is improvement in the recoverable amount.

2.12 Taxes

- a) Current tax is determined as the amount of tax payable in respect of taxable income for the year in accordance with the provisions of the Income-tax Act, 1961.
- b) Deferred tax is provided and recognised on timing difference between taxable income and accounting income subject to prudential consideration. Deferred tax assets on carry forward of losses are not recognised unless there is virtual certainty about availability of future taxable income to realise such assets.
- c) Minimum Alternate Tax Credit Entitlement is recognized in the books of account when there is convincing evidence that the Company will pay the normal Income tax during the specified period. The entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

2.13 Earnings per Share

- a) Basic earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year.
- b) Diluted earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are determined as at the end of each period presented. Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potential dilutive equity shares are adjusted retrospectively for all periods presented for any shares splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

KRITIKA WIRES LIMITED
(Formerly Kritika Wires Private Limited)
CIN: U27102WB2004PLC098699

Notes Forming Part of the Financial Statements

Note No. 1: Corporate information & Significant Accounting Policies (Contd.)

2.14 Cash and cash equivalents

Cash and cash equivalents in the Balance Sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.

For the purpose of the Cash Flow Statement, Cash and Cash equivalents consist of cash and cash equivalents, as defined above and net of outstanding bank overdrafts (if any), as they are considered an integral part of the Company's cash management.

2.15 Cash Flow Statement

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

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
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Notes Forming Part of the Financial Statements(Contd.)

Particulars		As at 31st March, 2019 (Rs.)		As at 31st March, 2018 (Rs.)	
2	SHARE CAPITAL				
a)	Authorised Capital 185,00,000 Equity Shares of Rs. 10/- each (Previous Year 18,500,000 Shares of Rs. 10/- Each)	1850,00,000		1850,00,000	
b)	Issued, Subscribed & Fully Paid up 177,52,000 Equity Shares of Rs. 10/- each fully paid-up (Previous Year 12,940,000 Equity Shares Capital of Rs. 10/- per Share)	1775,20,000		1294,00,000	
		1775,20,000		1294,00,000	
c)	Reconciliation of number of shares outstanding is set out below: Equity Shares at the beginning of the year Add: Shares Alloted during the year Equity Shares at the closing of the year	129,40,000 48,12,000 177,52,000		64,70,000 64,70,000 129,40,000	
d)	The Company has only one class of equity shares having par value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share and are entitled to receive dividend as declared from time to time.				
e)	In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.				
f)	The aggregate number of equity shares issued pursuant to contract without payment being received in cash in immediately preceding last five years ended 31st March, 2019 - 64,70,000 Equity Shares (previous year 64,70,000 Equity Shares).				
g)	Details of the Shareholder holding more than 5 % Shares:				
	Name of the Share Holder	As at 31st March, 2019		As at 31st March, 2018	
		% Held	No. of Shares	% Held	No. of Shares
	Alltime Suppliers Private Limited	5.30%	9,40,000	7.26%	9,40,000
	Gunnayak Commercial Pvt. Ltd.	19.43%	34,50,000	26.66%	34,50,000
	Hanuman Prasad Agarwal	6.87%	12,20,000	9.43%	12,20,000
	Mohta Agencies Pvt. Ltd.	4.28%	7,60,000	5.87%	7,60,000
	Naresh Kumar Agarwal	5.18%	9,20,000	6.49%	8,40,000
	Panchshul Merchants Pvt. Ltd.	11.27%	20,00,000	15.46%	20,00,000
	R. A. Computech Investment & Consultants (P) Ltd.	5.46%	9,70,000	7.50%	9,70,000
	Sushil Agarwal	6.87%	12,20,000	9.43%	12,20,000
	Total	64.66%	114,80,000	88.10%	114,00,000
3	RESERVES & SURPLUS				
a)	Capital Reserve Balance as per last account Add: Addition during the year	15,00,000 -		15,00,000 -	
		15,00,000		15,00,000	
b)	Securities Premium Balance as per last account Add: Premium on equity shares issued during the year Less: Adjustment for expenses incurred during issue of Shares Reduction for Bonus issue of Shares	1451,00,000 1058,64,000 2509,64,000 62,11,910 -		2098,00,000 - 2098,00,000 - 647,00,000	
		2447,52,090		1451,00,000	
c)	Surplus in the Statement of Profit and Loss Balance as per last account Add: Profit for the year	1334,79,913 674,62,281 2009,42,194		826,81,383 507,98,530 1334,79,913	
	TOTAL (a+b+c)	4471,94,284		2800,79,913	

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
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Notes Forming Part of the Financial Statements(Contd.)

	PARTICULARS	AS AT 31ST MARCH, 2019 (Rs.)		AS AT 31ST MARCH, 2018 (Rs.)
4	LONG TERM BORROWINGS			
	Unsecured Loan			
	From Related Parties	274,66,655		121,08,458
	From Bodies Corporate	39,91,308		803,94,683
		314,57,963		925,03,141
	<u>Rate of Interest and Repayment terms</u>			
	i) The term loan shall carry fixed rate of interest @ 12% p.a.			
	ii) The unsecured loans are payable after 5 years as bullet payment.			
5	DEFERRED TAX LIABILITY (NET)			
	Deferred Tax Liability			
	Depreciation	67,84,490		99,10,570
	Deferred Tax Assets			
	Expenses allowable for tax purposes when paid	13,34,335		-
	Deferred Tax Liability (Net)	54,50,155		99,10,570
6	LONG TERM PROVISIONS			
	Provision for employee benefits - Gratuity	38,30,024		26,26,077
		38,30,024		26,26,077
7	SHORT TERM BORROWINGS			
	a) <u>Secured Loan</u>			
	State Bank of India - Working Capital Loan	1892,24,105		1630,06,503
	Karnataka Bank - Working Capital Loan	1898,29,523		1938,74,414
	Karnataka Bank - Packing Credit Loan	126,03,588		-
		3916,57,216		3568,80,917
	b) <u>Nature of security and repayment terms</u>			
	i) Hypothecation of stocks of raw materials, WIP, finished goods, spares of the Company and book debts and personal guarantee of directors.			
	ii) The loan are be repayable on demand.			
8	OTHER CURRENT LIABILITIES			
	Sri Ganesh Ji Maharaj	11		11
	Current Maturities of Long - Term Debt (Secured)*	-		12,66,112
	Statutory liabilities	31,03,668		177,66,555
	Other Liabilities			
	Payable to suppliers of capital goods			
	Total outstanding dues of other than Micro and Small Enterprises	9,94,240		2,99,437
	Accrued expenses	244,23,563		457,92,719
	Unpaid salaries and other payroll dues	7,034		-
	Advance from customers and others	81,09,529		627,63,144
		366,38,045		1278,87,978
	* <u>Nature of security and repayment terms:</u>			
	i) The term loan is secured against Hypothecation of Car			
	ii) The term loan carries fixed rate of interest @ 14.17% p.a.			
	iii) The term loan having a balance as on 31st March, 2018 is Rs. 12,66,112/- and is repayable in 12 monthly installements of Rs. 1,10,929/- each.			
9	SHORT TERM PROVISIONS			
	Provision for Income Tax	750,72,498		377,27,498
	Provision for employee benefits - Gratuity	1,66,905		3,40,926
		752,39,403		380,68,424

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
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Notes Forming Part of the Financial Statements(Contd.)

NOTE '10' OF FIXED ASSETS ANNEXED TO AND FORMING PART OF STATEMENT OF ACCOUNT AS ON 31ST MARCH, 2019																			(in Rs.)
Particulars	Land	Factory Shed & Building	Furniture & Fixture	Plant & Machinery	Electrical Installations	Laboratory Equipments	Air Conditioner	Computer	Mobile	Motor Car	Motor-cycle	Fire Fighting	Pollution Control Eq.	Tools & Tackles	CCTV	Labour Rest Room	Office Building	Total	
GROSS BLOCK																			
As at 01/04/2017	194,80,065	689,45,691	9,55,097	1866,14,060	233,11,319	17,94,745	11,27,430	13,50,742	-	67,73,024	67,000	15,395	106,55,615	10,55,048	2,90,197	36,13,484	55,11,608	3315,60,520	
Additions	-	208,20,079	8,70,588	404,10,158	-	13,33,015	1,00,781	95,935	3,07,063	-	-	-	-	-	64,134	-	-	640,01,753	
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
As at 31/03/2018	194,80,065	897,65,770	18,25,685	2270,24,218	233,11,319	31,27,760	12,28,211	14,46,677	3,07,063	67,73,024	67,000	15,395	106,55,615	10,55,048	3,54,331	36,13,484	55,11,608	3955,62,273	
Additions	51,46,200	-	-	44,72,161	-	-	1,90,825	1,01,070	-	-	-	-	-	-	-	-	-	99,10,255	
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
As at 31/03/2019	246,26,265	897,65,770	18,25,685	2314,96,379	233,11,319	31,27,760	14,19,036	15,47,747	3,07,063	67,73,024	67,000	15,395	106,55,615	10,55,048	3,54,331	36,13,484	55,11,608	4054,72,528	
DEPRECIATION																			
As at 01/04/2017	-	326,00,914	8,37,468	826,43,141	189,76,986	11,50,484	8,31,009	11,68,571	-	31,82,596	59,794	14,625	71,22,073	7,07,989	95,529	8,17,867	16,40,134	1518,49,181	
Charge for the year	-	49,07,179	50,086	151,22,204	12,52,960	3,07,434	1,24,931	95,581	58,240	12,50,971	1,880	-	6,77,590	63,770	1,02,159	1,36,029	1,81,535	243,32,549	
Add Back	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
As at 31/03/2018	-	375,08,093	8,87,554	977,65,345	202,29,946	14,57,918	9,55,940	12,64,152	58,240	44,33,567	61,674	14,625	77,99,663	7,71,759	1,97,688	9,53,896	18,21,669	1761,81,730	
Charge for the year	-	49,46,391	2,37,104	265,17,312	8,70,257	4,43,381	1,82,028	1,36,917	1,59,138	6,85,780	1,389	-	5,47,656	52,046	70,768	1,29,410	1,72,912	351,52,489	
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
As at 31/03/2019	-	424,54,484	11,24,657	1242,82,657	211,00,203	19,01,299	11,37,968	14,01,069	2,17,378	51,19,347	63,063	14,625	83,47,319	8,23,805	2,68,456	10,83,306	19,94,581	2113,34,218	
NET BLOCK																			
As at 31/03/2018	194,80,065	522,57,677	9,38,132	1292,58,873	30,81,372	16,69,842	2,72,271	1,82,525	2,48,823	23,39,457	5,326	770	28,55,952	2,83,289	1,56,643	26,59,588	36,89,939	2193,80,543	
As at 31/03/2019	246,26,265	473,11,286	7,01,028	1072,13,722	22,11,116	12,26,461	2,81,068	1,46,678	89,685	16,53,677	3,937	770	23,08,296	2,31,243	85,875	25,30,178	35,17,027	1941,38,310	

KRITIKA WIRES LIMITED
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Notes Forming Part of the Financial Statements(Contd.)

Note No. : 11

Capital work-in progress		
Particulars	As at 31st March, 2019	As at 31st March, 2018
	(Rs.)	(Rs.)
<u>Plant and equipments / Civil work - in - progress</u>		
Balance brought forward	37,19,524	434,65,849
Additions during the year	277,20,889	214,83,912
	(A) <u>314,40,413</u>	<u>649,49,761</u>
Capitalised during the year	(B) 18,86,006	612,30,237
Capital work-in-progress at the end of the year (A-B)	(C) <u><u>295,54,407</u></u>	<u><u>37,19,524</u></u>

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Notes Forming Part of the Financial Statements(Contd.)

		AS AT 31ST MARCH, 2019 (RS.)		AS AT 31ST MARCH, 2018 (RS.)
12	NON-CURRENT INVESTMENTS			
	a) <u>Investment in Property</u>			
	Art & Painting	1,70,000		1,70,000
	Flat	70,47,445		70,47,445
	Office	60,82,732		60,82,732
		133,00,177		133,00,177
	b) <u>Investment in Mutual Fund (Quoted)</u>		No. of Units	
	Baroda Pioneer ELSS 96	8254.230	8254.230	2,00,000
	SBI Duel Advance Fund - series XVI (G)	750000	750000	75,00,000
	SBI Duel Advance Fund - series XXIII (G)	1000000	1000000	100,00,000
		177,00,000		177,00,000
	c) Market Value of Quoted Mutual Fund	196,51,497		190,02,713
	d) Total (a + b)	310,00,177		310,00,177
13	LONG TERM LOANS & ADVANCES			
	(Unsecured & considered good)			
	Advances for Capital Goods	2,90,500		12,00,000
	Security Deposits	1,94,542		1,70,246
		4,85,042		13,70,246
14	OTHER NON - CURRENT ASSETS			
	Fixed deposits with banks *	352,82,536		721,65,976
	(Non current portion with original maturity period of more than 12 months)	352,82,536		721,65,976
	* Pledged with bank against Margin money .			
15	INVENTORIES			
	(Valued at lower of cost and net realisable value)			
	Raw Materials	994,59,469		1394,45,719
	Work in Progress	261,41,339		231,81,539
	Finished Goods	703,24,625		695,75,810
	Stores & Spares	559,28,236		398,72,093
		2518,53,669		2720,75,160
16	TRADE RECEIVABLES			
	(Unsecured & Considered good)			
	Outstanding for a period exceeding six months from due date	972,78,548		912,40,695
	Others	6535,46,989		6313,53,951
		7508,25,537		7225,94,646
17	CASH AND BANK BALANCES			
	Cash & Cash Equivalents:			
	Cash on hand (As Certified by the Management)	47,95,166		60,67,135
	Balance with Schedule Bank	28,652		1,61,884
	Fixed Deposit with Banks	214,16,463		-
		262,40,281		62,29,019
	Other Bank Balances:			
	Fixed Deposit with Banks^	183,24,830		-
	(Original maturity period up to 12 months)	183,24,830		-
		445,65,111		62,29,019
	^ Pledged with banks against Letters of Credit and Bank Guarantees.			
18	SHORT TERM LOANS & ADVANCES			
	(Unsecured, considered good)			
	Security Deposit	139,25,585		122,68,803
	Other loans and advances			
	Advance Tax & Duties	821,75,707		622,64,197
	Advances to Suppliers	30,00,802		72,12,414
	Advances to Others	36,72,889		19,28,440
	Pre-Paid Expenses	7,04,583		3,00,098
		1034,79,566		839,73,952

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
CIN: U27102WB2004PLC09B699

Notes Forming Part of the Financial Statements(Contd.)

		FOR THE YEAR ENDED 31ST MARCH, 2019 (Rs.)	FOR THE YEAR ENDED 31ST MARCH, 2018 (Rs.)
19	REVENUE FROM OPERATION		
a)	Sale of Products (Wires)		
	Gross Sales	32255,21,075	29511,58,355
	Less: Excise Duty & GST	4814,00,961	3967,57,074
		27441,20,114	25544,01,281
b)	Sales of Service		
	Conversion Charges	-	3,57,113
		-	3,57,113
c)	Total (a+b)	27441,20,114	25547,58,394
20	OTHER INCOME		
	Export Incentive	6,44,094	36,42,690
	Exchange Flactuation	15,66,680	50,16,534
	Interest Earned	130,83,403	127,54,370
	Dividend Income	11,327	26,826
	Insurance Claim	19,79,742	-
	Freight Charges	192,19,522	297,31,806
	Misc. Income	48,30,068	27,32,694
		413,34,836	539,04,920
21	COST OF MATERIAL CONSUMED		
	Raw Material Consumed		
	Opening Stock	1394,45,719	912,69,732
	Add: Purchases	21894,56,600	18363,62,667
		23289,02,319	19276,32,399
	Less : Closing Stock	994,59,469	1394,45,719
		22294,42,850	17881,86,680
22	CHANGES IN INVENTORY OF FINISHED GOODS AND WORK-IN-PROGRESS		
	Opening Stock		
	- Finished Goods	695,75,810	546,82,004
	- Work In Progress	231,81,539	527,93,928
		927,57,349	1074,75,932
	Less: Closing Stock		
	- Finished Goods	703,24,625	695,75,810
	- Work In Progress	261,41,339	231,81,539
		964,65,964	927,57,349
		(37,08,615)	147,18,583
23	EMPLOYEE BENEFITS EXPENSE		
	Salary and Wages*	629,04,430	555,01,352
	Contribution to Provident Fund	26,04,971	26,10,036
	Staff Welfare Expense	5,84,123	6,21,478
	Gratuity Expense	11,02,271	29,67,003
		671,95,795	616,99,869
	* Includes Director's Remunerration Rs. 5,170,000/- (Previous year Rs. 960,000/-).		
24	FINANCE COSTS		
	Interest Expense		
	on Term Loan	132,73,661	86,82,208
	on Cash Credit	312,22,231	295,92,653
	on Packing Credit	1,58,358	3,99,020
	on Others*	4,28,640	27,249
	Other Borrowing Costs	355,58,093	420,47,001
		806,40,983	807,48,131
	* Interest on Statutory dues.		

KRITIKA WIRES LIMITED
(FORMERLY KRITIKA WIRES PRIVATE LIMITED)
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Notes Forming Part of the Financial Statements(Contd.)

		FOR THE YEAR ENDED 31ST MARCH, 2019 (RS.)		FOR THE YEAR ENDED 31ST MARCH, 2018 (RS.)
25	DEPRECIATION EXPENSES			
	Depreciation on Property, Plant and Equipment	351,52,489		243,32,549
		351,52,489		243,32,549
26	OTHER EXPENSES			
	Consumable Stores Consumed	627,97,292		310,00,203
	Repairs & Maintenance	211,62,306		227,33,385
	Clearing & Forwarding Charges	15,73,978		14,93,615
	Power & Fuel Expenses	658,72,874		677,72,060
	Carriage Inward	327,69,671		338,05,631
	Conversion Charges	86,21,721		90,86,864
	Insurance Charges	37,83,374		21,46,589
	Security Charges	5,36,049		6,89,106
	Rent, Rates & Taxes	36,19,077		52,05,021
	Audit Fees			
	- Statutory Audit	95,000		80,000
	- Tax Audit	30,000		30,000
	Advertisement Expenses	4,40,400		12,30,463
	Maintenance Charges	6,19,320		8,18,082
	Travelling & Conveyance	25,71,679		9,15,719
	Bad Debt	59,951		45,65,994
	Car Expenses	17,86,632		7,39,182
	Legal & Professional Expenses	31,53,077		13,13,990
	Printing, Stationery & Postage	3,66,636		5,82,125
	Membership & Subscription	54,526		2,28,312
	Computer Expenses	91,644		1,46,434
	Telephone Expenses	3,15,470		3,86,505
	Laboratory Testing Charges	5,72,988		5,63,339
	Filling Fee	57,900		8,05,200
	Carriage Outward	606,83,640		517,46,899
	Sales Promotion Expenses	16,22,945		4,49,983
	Brokerage & Commission	10,06,174		20,77,778
	Miscellaneous Expenses	21,20,260		15,00,314
		2763,84,582		2421,12,792
27	EARNING PER SHARE			
	(a) Amount used as the numerator:	2018-19		2017-18
	Profit for the year (A) (Rs.)	674,62,281		507,98,530
	(b) Weighted average number of Equity Shares outstanding used as denominator for computing Basic Earnings per Share - (B)	152,60,307		129,40,000
	(c) Weighted average number of Equity Shares outstanding used as denominator for computing Diluted Earnings per Share - (C)	152,60,307		129,40,000
	(d) Nominal value of Equity Shares (Rs.)	10		10
	(e) Basic Earnings per Share (Rs.) (A/B)	4.42		3.93
	(f) Diluted Earnings per Share (Rs.) (A/C)	4.42		3.93
28	Contingent liabilities and commitments (to the extent not provided for)			
	a) Contingent liabilities :	As at 31st March, 2019 (Rs.)		As at 31st March, 2018 (Rs.)
	Claims against the Company not acknowledged as debts :			
	Guarantee given by bank on behalf of company	1333,91,850		1851,13,136
	b) Commitments :			
	Estimated amount of contracts remaining to be executed on capital account and not provided for	5,40,500		33,50,000
	Advance paid against above	2,90,500		12,00,000
The amounts shown in (a) above represent the best possible estimates arrived at on the basis of available information. The uncertainties and timing of the cash flows are dependent on the outcome of different legal processes which have been invoked by the Company or the claimants as the case may be and therefore cannot be estimated accurately. The Company does not expect any reimbursement in respect of above contingent liabilities.				

29 According to the information available with the company there are no dues payable to Micro and small enterprises as defined under Micro, Small, and Medium Enterprises Development Act, 2006.

30 **Related party disclosures as per Accounting Standard - 18 are given below :**

i) List of the Related Party where control exists and related parties with whom transaction have taken place and relationship:

a) Associates

Gunnayak Commercial Pvt. Ltd.

b) Key Managerial Personnel

- 1) Sri Naresh Kumar Agarwal
- 2) Sri Sanjeev Kumar Binani
- 3) Sri Hanuman Prasad Agarwal (w.e.f. 06th March' 2018)
- 4) Sri Ankush Agarwal (w.e.f. 06th March' 2018)
- 5) Sri Mahesh Kumar Sharma

c) Enterprises owned or significantly influenced by Key Managerial Person and their Relative (others)

Alltime Suppliers Pvt. Ltd.
Classic Electrodes (I) Ltd.
Jai Hanuman Industrial Corporation
Mohta Agencies Pvt. Ltd.
Panchshul Merchants Pvt. Ltd.
R A Computech Investment & Consultant Pvt. Ltd.

Note: Related Party transaction is as identified by the company and relied upon by the auditor

ii) Transaction with Related Parties during the year:

<u>Nature of Transaction</u>	<u>Associates</u>	<u>Key Managerial Personnel</u>	<u>Enterprises owned or significantly influenced by Key Managerial Person and their Relative</u>
Sales			
Classic Electrodes (I) Ltd.	NIL (NIL)	NIL (NIL)	(160,45,290)
Purchases			
Classic Electrodes (I) Ltd.	NIL (NIL)	NIL (NIL)	1206,44,285.00 (1583,84,803)
Jai Hanuman Industrial Corporation	NIL (NIL)	NIL (NIL)	4361,77,821 (3374,86,326)
Conversion Charges Paid:			
Jai Hanuman Industrial Corporation	NIL (NIL)	NIL (NIL)	18,60,438 (3,39,686)
Conversion Charges Received			
Jai Hanuman Industrial Corporation	NIL (NIL)	NIL (NIL)	18,60,438 (3,79,490)
Interest Paid			
Alltime Suppliers Pvt. Ltd.	NIL (NIL)	NIL (NIL)	14,21,387 (2,27,047)
Mohta Agencies Pvt. Ltd.	NIL (NIL)	NIL (NIL)	12,01,448 (10,01,613)
Panchshul Merchants Pvt. Ltd.	NIL (NIL)	NIL (NIL)	19,607 (3,82,021)
R A Computech Investment & Cons	NIL (NIL)	NIL (NIL)	NIL (1,53,638)
Gunnayak Commercial Pvt. Ltd.	NIL (13,06,500)	NIL (NIL)	NIL (NIL)
Repar and Mantainance Expenses			
Classic Electrodes (I) Ltd.	NIL (NIL)	NIL (NIL)	84,075 (NIL)
Rent paid			
Classic Electrodes (I) Ltd.	NIL (NIL)	NIL (NIL)	7,02,100 (NIL)

KRITIKA WIRES LIMITED
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Notes Forming Part of the Financial Statements(Contd.)

Related party disclosures (Contd.)

<u>Nature of Transaction</u>	<u>Associates</u>	<u>Key Managerial Personnel</u>	<u>Enterprises owned or significantly influenced by Key Managerial Person and their Relative</u>
Director's Remuneration			
ANKUSH AGARWAL	NIL (NIL)	18,70,000 (NIL)	NIL (NIL)
HANUMAN PRASAD AGARWAL	NIL (NIL)	27,50,000 (NIL)	NIL (NIL)
NARESH AGARWAL	NIL (NIL)	5,50,000 (NIL)	NIL (NIL)
SANJEEV KUMAR BINANI	NIL (NIL)	NIL (9,60,000)	NIL (NIL)
Un-Secured Loan Taken			
Alltime Suppliers Pvt. Ltd.	NIL (NIL)	NIL (NIL)	235,00,000 (NIL)
Mohta Agencies Pvt. Ltd.	NIL (NIL)	NIL (NIL)	NIL (17,00,000)
Panchshul Merchants Pvt. Ltd.	NIL (NIL)	NIL (NIL)	2,80,000 (10,50,000)
Un-Secured Loan Re-Payment			
Alltime Suppliers Pvt. Ltd.	NIL (NIL)	NIL (NIL)	108,00,000 (NIL)
Panchshul Merchants Pvt. Ltd.	NIL (NIL)	NIL (NIL)	NIL (40,91,712)
Gunnayak Commercial Pvt. Ltd.	NIL (121,23,078)	NIL (NIL)	NIL (NIL)
iii Balances with Related Party at the end of the year:			
Trade Payables			
Classic Electrodes (I) Ltd.	NIL (NIL)	NIL (NIL)	1125,10,217 (NIL)
Jai Hanuman Industrial Corporation	NIL (NIL)	NIL (NIL)	953,85,116 (1238,35,834)
Unsecured Loan			
Alltime Suppliers Pvt. Ltd.	NIL (NIL)	NIL (NIL)	160,75,645 (20,96,397)
Mohta Agencies Pvt. Ltd.	NIL (NIL)	NIL (NIL)	110,93,364 (100,12,061)
Panchshul Merchants Pvt. Ltd.	NIL (NIL)	NIL (NIL)	2,97,646 (NIL)
Note: Figures in the bracket related to the previous year.			

31 As per Accounting Standard - 15 "Employee Benefits", the disclosure of Employee Benefits as defined in the Accounting Standard are as follows:

Defined Contribution Plan:

Employee benefits in the form of Provident Fund are considered as defined contribution plan. The contributions to the fund are made in accordance with the relevant statute and are recognised as expense when employees have rendered service entitling them to the contribution. The contributions to defined contribution plan, recognised as expense in the Statement of Profit and Loss is as under :

Defined Contribution Plan	Year ended 31st March'19		Year ended 31st March'18
	(Rs.)		(Rs.)
Employers' Contribution to Provident Fund	26,04,971		26,10,036

Defined Benefit Plan:

Long-term employee benefits in the form of gratuity are considered as defined benefit obligation. The present value of obligation is determined based on actuarial valuation using projected unit credit method as at the Balance Sheet date. The amount of defined benefits recognised in the Balance Sheet represents the present value of the obligation as adjusted for unrecognised past service cost and as reduced by the fair value of plan assets.

Any asset resulting from this calculation is limited to the discounted value of any economic benefit available in the form of refunds from the plan or reduction in future contribution to the plan. The amount recognised in the Accounts in respect of Employees Benefit Schemes based on actuarial reports are as follows :

Details of unfunded post retirement plans are as follows :

Sl. No.	Particulars	Gratuity		
		2018-19 Rs.		2017-18 Rs.
I.	Components of Employer Expense:			
1	Current Service Cost	11,30,286		9,63,638
2	Past Service Cost	-		-
3	Interest Cost	2,25,674		1,55,674
4	Expected Return on Plan Asset	-		-
5	Actuarial gain/(loss) recognized in the year	(2,53,689)		(2,84,824)
6	Net Expense Recognized in Statement of Profit and Loss	11,02,271		8,34,488
II.	Change in Present Value of Defined Benefit Obligation:			
1	Present Value of Defined Benefit Obligation at the Beginning of the year	29,67,003		21,32,515
2	Interest Cost	2,25,674		1,55,674
3	Past Service Cost	-		-
4	Current Service Cost	11,30,286		9,63,638
5	Employees Contribution	-		-
7	Benefits Paid	(72,345)		(2,84,824)
8	Actuarial (Gain) / Loss	(2,53,689)		-
9	Present Value of Obligation at the End of the year	39,96,929		29,67,003
III.	Change in Fair Value of Plan Assets during the year :			
1	Plan Assets at the beginning of the year	-		-
2	Actual Company Contribution	72,345		-
3	Expected return on Plan Assets	-		-
4	Contributions paid	-		-
5	Benefit Paid	-		-
6	Actuarial Gain/(Loss)	(72,345)		-
7	Plan Assets at the end of the Year	-		-

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Notes Forming Part of the Financial Statements(Contd.)

Sl. No.	Particulars	Gratuity		
		2018-19 Rs.		2017-18 Rs.
	IV. Net Assets/(Liability) recognised in the Balance Sheet as at the year end:			
1	Present value of Defined benefit Obligation	39,96,929		29,67,003
2	Fair Value of Plant Asset	-		-
3	Funded Status [Surplus/(Deficit)]	(39,96,929)		(29,67,003)
4	Net Asset / (Liability) recognised in Balance Sheet	(39,96,929)		(29,67,003)
	V Actuarial Assumptions:			
1	Discount Rate (per annum) %	7.70%		7.80%
2	Expected return on Plan Assets (per annum) %	7.70%		7.66%
3	Expected Rate of Salary increase %	5.00%		5.00%
4	Retirement/Superannuation Age (Year)	58		58
	VI Expected Employer's Contribution for the next year :			
	Expected Employer's Contribution for the next year	N.A		N.A
	VII The history of experience adjustments for funded post retirement plans are as follows			
1	Present value of defined benefit obligation	39,96,929		29,67,003
2	Fair value of plan assets	-		-
3	(Deficit)/Surplus	(39,96,929)		(29,67,003)
4	Experience adjustments of plan assets Gain/(Loss)	-		-
5	Experience adjustments on plan liabilities (Gain)/Loss	(39,96,929)		(1,10,835)
6	Experience adjustments on plan liabilities due to change in assumption (Gain)/Loss	22,414		(1,73,989)
<p>(f) History of experience adjustments for unfunded post retirement plans: The history of experience adjustments for years 2014-15, 2015-16 and 2016-17 of unfunded post retirement plans is not available and therefore , not disclosed.</p> <p>(g) Basis of estimates of rate of escalation in salary: The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The actuary certifies the above information.</p>				
32	<p><u>Expenditure on Corporate Social Responsibilities (CSR) Activities:</u> As per Section 135 of Companies Act, 2013, a company, meeting the applicability threshold, needs to spend atleast 2% of its average net profit for the immediately preceding 3 financial years on corporate social responsibility (CSR) activities.</p> <p>(i) Gross amount required to be spent by the Company during the year is Rs 9,01,819/- (ii) Amount spent during the year: Nil (Previous year NIL).</p>			
33	<p><u>Segment information as per Accounting Standard - 17 on 'Segment Reporting' :</u> As the Company's business activity primarily falls within a single business segment i.e. manufacturing, exporting and supplying a Industrial Steel Wire and Galvanized Wire, the disclosure requirement of Accounting Standard (AS 17) 'segment reporting' is not applicable to the Company.</p>			
34	Trade Receivables/Advances / Deposits/ Trade Payable are subject to confirmation.			
35	The Company has identified two manufacturing facilities at Sankrail Industrial Park, Jangalpur, PO. Kanduah, Howrah - 711302 as its cash generating units and carried out test for impairment of Assets on the basis of indications set out in Accounting Standard - 28 "Accounting for Impairments of Assets" at the balance sheet date. The company did not find any Impairment in its Assets as at 31st March 2019.			
36	<p>Details of Loans given, investments made and guarantee given covered u/s 186(4) of the Companies Act, 2013:</p> <p>(a) The particulars of investments made are given under Note No. 12 . (b) The Company has not given any loan during the year. (c)The Company has not given any guarantee and has not provided any security.</p>			

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Notes Forming Part of the Financial Statements(Contd.)

		2018-19		2017-18
37	FOREIGN EXCHANGE TRANSCATION <u>CIF Value of Import in respect of:</u> - Capital Goods - Trading Goods - Raw Material <u>Earning in Foreign:</u> - Export of Goods <u>Expenditure Incurred in Foreign Currency:</u> - Foreign Travel Expenses - Other Expenses	Rs. NIL NIL 618,33,374 831,57,242 NIL NIL		Rs. NIL NIL 1322,40,004 1850,45,889 NIL NIL
38	<u>Value of Imported/Indigenous Raw Materials, Spare Parts, Components and stores & there percentage</u> <u>Raw Material</u> Imported 2.77% Indigenous 97.23% 100.00% <u>Stores</u> Imported 0.00% Indigenous 100%	618,33,374 21676,09,476 22294,42,850 NIL 627,97,292	7.40% 92.60% 100.00% 0.00% 100%	1322,40,004 16559,46,676 17881,86,680 NIL 310,00,203
39	The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.			
The accompanying notes 1 to 39 are an integral part of the Financial Statements.				
As per our report of even date attached.				
For G. P. Agrawal & Co. Chartered Accountants Firm's Registration No. - 302082E sd/- (CA. Sunita Kedia) Partner Membership No. 060162 Place of Signature: Kolkata Date: 29th day of May, 2019		For and on behalf of the Board of Directors sd/- Hanuman Prasad Agarwal (Managing Director) (DIN: 00654218) sd/- Anand Kumar Sharma (Chief Financial Officer)		
		sd/- Naresh Kumar Agarwal (Chirman & WTD) (DIN: 01020334) sd/- Mahesh Kumar Sharma (Company Secretary)		

DIRECTORS REPORT

Dear Members,

Your Directors have pleasure in presenting the 15th Annual Report on the business and operations of your Company together with the Audited Financial Statements for the year ended March 31, 2019.

FINANCIAL RESULTS

The summarized performance of the Company for the Financial Year 31st March, 2019 and 31st March 2018 are as under:

Particulars	(Amount Rs.)	
	Year ended 31 st March, 2019	Year ended 31 st March, 2018
Total Revenue	2,78,54,54,950	2,60,86,63,314
Total expenses	2,68,51,08,084	2,53,13,83,215
Profit or Loss before Exceptional and Extraordinary items and Tax.	10,03,46,866	7,72,80,099
Less: Exceptional Items	-	-
Less: Extraordinary Items	-	-
Profit or Loss before tax	10,03,46,866	7,72,80,099
Less: Current Tax	3,73,45,000	2,60,14,788
Income Tax adjusted for earlier years	-	-
Deferred Tax	(44,60,415)	4,66,781
Profit or Loss after Tax	6,74,62,281	5,07,98,530

PERFORMANCE REVIEW

During the year under review, the Company's revenue from operations and total income (including other income) was at the level of Rs 2,74,41,20,114.00 (Previous Year Rs 2,55,47,58,394.00) and Rs 2,78,54,54,950.00 (Previous Year Rs 2,60,86,63,314.00) respectively. Profit before tax increased by 29.85 % to Rs. 2,30,66,767.00 during the year.

DIVIDEND

The Board has not declared or recommended any dividend for the financial year ended 31st March, 2019.

TRANSFER TO RESERVES

The Company does not propose to transfer any amount to Reserve.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

Your Directors are optimistic about company's business and hopeful of better performance with increased revenue in next year. There was no change in the nature of business of company.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

As required under SEBI (Listing Obligations and Disclosure Requirements) Regulations (LODR), 2015, the Management Discussion and Analysis Report is presented in separate section forming part of the Annual Report as "**Annexure-I**".

ANNUAL RETURN

The extract of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in "**Annexure II**" and is attached to this Report.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

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

The Company is taking all reliable measures for conservation of energy. In respect of the current period no such technology absorption has been undertaken by the Company.

During the period under review the Company had total earning in foreign currency of Rs. 7,96,24,085/- and foreign outgo of Rs. 12,99,55,363/-

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

Pursuant to section 134(3) (n) of the Companies Act, 2013, the Company has framed a risk management policy. The Company is not subject to any specific risk except risks associated with the general business of the Company as applicable to the whole industry. At present, the Company has not identified any element of risk which may threaten the existence of the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provisions are not applicable.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

All transactions entered with Related Parties during the financial year were on an arm's length basis and were in ordinary course of business and the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus, disclosure in Form AOC- 2 is not required. Further, there are no materially significant related party transactions during the period under review made by the Company with Promoters, Directors or other designated person which may have a potential conflict with the interest of the Company at large. However, details of all related party transactions are given in Notes to Accounts.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There are no qualifications, reservations or adverse remarks made by the Statutory and Secretarial Auditors in their reports.

LISTING WITH STOCK EXCHANGES

The Equity Shares of the Company are listed on SME Emerge Platform of NSE Limited w.e.f. 10th October, 2018. The Company is regular in payment of Annual Listing Fees. The Company has paid Listing fees up to the year 2019-20.

CAPITAL OF THE COMPANY

Authorised Share Capital of the Company stood at Rs.18,50,00,000/- divided into 18500000 Equity Shares of Rs.10/- each and Paid up Share Capital of the Company stood at Rs. 17,75,20,000/- divided into 17752000 Equity Shares of Rs.10/- each.

During the year, the Company has raised Rs 1539.84 lacs through Initial Public Offer (IPO) by issuance of 48,12,000 equity shares of Rs. 10/- each at a premium of Rs. 22/- per share.

DIRECTORS

In terms of Sections 149 of the Companies Act, 2013, Mr. Rajesh Kumar Choudhary and Ms. Radhika Vyas were appointed as the Independent Directors of the Company.

Mr. Sanjeev Binani retires by rotation and being eligible offers himself for re-appointment, as per the provisions of Section 152 of the Companies Act, 2013.

None of the Directors of the Company are disqualified for appointment or for continuation as Director of the Company in terms of the provisions of Section 164 of the Companies Act, 2013.

DECLARATION BY INDEPENDENT DIRECTORS

Necessary Declarations have been obtained from all the Independent Directors under Section 149 (7) of the Companies Act, 2013.

FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

To familiarize the new Independent Directors with the strategy, operations and functions of our Company, the senior managerial personnel make presentation for the inductees about the Company's strategy, operations, product and service offerings, markets, finance, quality etc.

Further, at the time of appointment of an Independent Director, the company issues a formal letter of appointment outlining his/ her role, function, duties and responsibilities as a director.

KEY MANAGERIAL PERSONNEL

During the year, Mr. Anand Kumar Sharma was appointed as the Chief Financial Officer (CFO) with effect from 7th May, 2018.

COMMITTEES OF THE BOARD

Audit Committee

During the year under review, the Company has constituted Audit Committee with three directors, majority of which are independent directors. The Audit Committee reviews the Audit Reports submitted by the internal auditors and statutory auditors, financial results and effectiveness of internal audit process, the Company's Risk Management Strategy and vigil mechanism. It reviews the Company's established systems and the Committee is governed by the provisions of the Companies Act, 2013. During the year, one Audit Committee Meeting was held on 31st January, 2019.

Nomination and Remuneration Committee

During the year under review, the Company has constituted Nomination and Remuneration Committee with three non-executive Directors. This Committee identifies the persons, who are qualified to become Directors of the Company/who may be appointed in Senior Management in accordance with the criteria laid down, recommend to the Board their appointment and removal and also carries out evaluation of every director's performance.

During the year, the Nomination and Remuneration Committee have met one time on 31st January, 2019.

Corporate Social Responsibility Committee

During the year under review, the Company has constituted Corporate Social Responsibility Committee with Directors. This Committee formulates and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the CSR Activities to be undertaken by the company; monitor the corporate social responsibility policy of the company from time to time; discharge such other responsibilities as required under the act and rules made there under.

The Committee has not found any suitable charitable organization which is doing CSR approved activities. Therefore, no expenditure on Corporate Social Responsibility has been done during the year.

Further, one meeting of the Corporate Social Responsibility Committee was held during the year.

VIGIL MECHANISM

Your Company is committed to highest standards of ethical, moral and legal business conduct. Accordingly, the Board of Directors has formulated a Whistle Blower Policy which is in compliance with the provisions of Section 177(10) of the Companies Act, 2013. Employees can raise concerns regarding any discrimination, harassment, victimization, any other unfair practice being adopted against them or any instances of fraud by or against your Company. Any incidents that are reported are investigated and suitable action taken in line with the Whistle Blower Policy.

REMUNERATION POLICY

The Nomination and Remuneration Committee is in process to formulate a remuneration policy which shall be approved by the Board of Directors and shall be uploaded on the website of the Company.

BOARD MEETINGS

During the period under review, the Board met 10 times on 05.04.2018, 04.05.2018, 07.05.2018, 11.05.2018, 24.05.2018, 28.05.2018, 14.09.2018, 18.09.2018, 06.10.2018 and 31.01.2019 and the gap between two consecutive meetings was not more than one hundred and twenty days as provided in section 173 of the Companies Act, 2013.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(3)(c) of the Companies Act, 2013, your Directors state that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;
- e) the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company during the year under review.

DEPOSITS

The Company has not accepted any deposits falling within the meaning of Section 73 of the Companies Act, read with the Companies (Acceptance of Deposits) Rules, 2014 and relevant directions of Reserve Bank of India during the financial year under review.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

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

AUDITORS

Statutory Auditor

During the year, M/s. G. P. Agrawal & Co., Chartered Accountants, was appointed as the Statutory Auditor of the Company in the Extra-Ordinary General Meeting of the Company held on 23rd February, 2019, to fill the casual vacancy caused due to resignation of M/s. S.K. Bhartia & Associates., Chartered Accountants. The said auditor shall hold office till the conclusion of ensuing Annual General Meeting. Further, the Board recommends the re-appointment of M/s. G. P. Agrawal & Co., Chartered Accountants, for a further period of five years commencing from Financial Year 2019-20.

Internal auditor

M/s. P. Khetan & Company Chartered Accountants were appointed as the Internal Auditor of the Company for the Financial Year 2018-19.

COST RECORDS AND COST AUDIT

The Company is maintaining the cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013. Further, the Company had appointed M/s. Sohanlal Jalan and Associates., Cost Accountants, as the cost auditor of the Company for the Financial Year 2018-19.

AUDITORS' REPORT

The Auditors' Report read together with the Notes on Accounts are self-explanatory and therefore do not call for any further explanation and comments. No frauds were reported by the Auditor under sub-section 12 of Section 143 of the Companies Act, 2013.

CORPORATE GOVERNANCE

Since the Company is listed on SME platform of National Stock Exchange of India Ltd., the provisions of Corporate Governance are not applicable to the Company. However, the Directors are complying with the corporate norms.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. No complaints against sexual harassment were received during the year 31-03-19.

REMUNERATION RATIO TO DIRECTORS/KMP/EMPLOYEES

The information required under Section 197 of the Companies Act, 2013 read with Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 in respect of Directors/employees of the Company is attached as "Annexure-III" to this Report.

OTHER DISCLOSURE REQUIREMENTS

- The disclosures and reporting with respect to issue of equity shares with differential rights as to dividend, voting or otherwise is not applicable as the Company has not issued any such shares during the reporting period.
- The disclosures and reporting on issue of shares (including sweat equity shares and Issue of Shares under Employees Stock Option Scheme) to employees of the Company under any scheme are not applicable as the Company has not issued any such shares during the reporting period.
- The company has complied with the applicable provisions of Secretarial Standards SS-1 and SS-2 with respect to convening of Board Meetings and General Meetings during the period under review.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

For and on behalf of the Board



Naresh Kumar Agarwal
Director
(DIN: 01020334)



Hanuman Prasad Agarwal
Director
(DIN: 00654218)

Place: Kolkata

Date: 6th September, 2019

Annexure-I

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

Industry Structure and Development

The Company's main business activities are, manufacturing and sales of all types of Wires and Galvanized Wires to industry and trade segment. The Company is an Indian manufacturer and supplier of Winding Wires in organized market. The Company is known for its unique product range with its portfolio of all gauges backed by a widespread distribution network. The Company has strong brand equity and a robust business model that has continuously steered its growth over the years. It is one of the most trusted brands providing winding wire solutions to both retail and industrial customers spread across the country.

In general, there is no material change in the industry structure.

Opportunities and Threats

External environmental factors like interest rates, inflation, growth in economic activity, job creation, emerging compliances, consumer sentiments and consumption, changing government policies, information/cyber security, environment and sustainability and competition have been identified as key threats as well as opportunities for the Company. At present, various macroeconomic factors such as interest rates, inflation and GDP growth rate are impacting the Company favourably. Overall, the Goods and Services Tax (GST) and demonetisation initiatives implemented by the Government of India had positive impact on the organized retail sector. Deep discounting across online and offline channels continues to disrupt the market. With a number of new entrants and global retailers arriving, the quality of retail space may be an impediment to growth.

Segments

The Company is dealing in only one segment i.e., manufacturing and trading of all type of wires and galvanized wires.

Outlook

Our focus remains on a key agenda of localization for some of high cost imports as a key de-risking mechanism against future currency depreciation impact on our business.

Risk and Concerns

The Company is faced with risks of different types, each of which need varying approaches for mitigation. It has identified each of the risks and implemented measures to mitigate such risks with the help of competent senior management and outside specialist consultants. The Company has been handling the risk of the competitive forces through its organized business approach, by the strength of its reach, superior quality products, safe products and maintaining high standards of service levels to its customers. The Company enjoys the advantages of

economies of scale and backward integration.

Internal Control Systems and their Adequacy

The scope and authority of the Internal Audit function is well defined in the organization. To maintain its objectivity and independence, the internal audit function reports to the Chairperson of the Audit Committee of the Board. The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of the internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The internal financial controls as laid down are adequate and were operating effectively during the year.

Human Resource Development and Industrial Relations

The Company sees its relationship with its employees as critical to the future and believes that every employee needs to possess apart from competence, capacity and capabilities, sustainable values, current and contemporary which would make them useful, relevant and competitive in managing the change constructively for overall growth of the organization. To this end, the Company's approach and efforts are directed towards creating a congenial work atmosphere for individual growth, creativity and greater dedicated participation in organizational development. In-house and external training and instructions are also provided to employees at all levels, which help in attaining professional and productive culture by a blend of technology and highly skilled manpower.

Cautionary Statement

Statements in the Management Discussion and Analysis and Directors Report describing the Company's strengths, strategies, projections and estimates, are forward-looking statements and progressive within the meaning of applicable laws and regulations. The actual results may vary from those expressed or implied, depending upon economic conditions, Government Policies and other incidental factors. Readers are cautioned not to place undue reliance on the forward looking statements.

Sd/-

Naresh Kumar Agarwal
Director
(DIN: 01020334)

For and on behalf of the Board
Sd/-

Hanuman Prasad Agarwal
Director
(DIN: 00654218)

Place: Kolkata.

Date: 06th Day of September, 2019.

Annexure-II

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2019

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U27102WB2004PLC098699
2.	Registration Date	31 st May, 2004
3.	Name of the Company	Kritika Wires Limited
4.	Category/Sub-category of the Company	Company Limited by Shares/Non- Govt. Company
5.	Address of the Registered office & contact details	1A, Bonfield Lane, Mezanine Floor, Kolkata- 700001
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar and Transfer Agent, if any.	M/s Link Intime India Pvt Ltd "Fort Burlow", 59C, Chowringhee Road, 3rd Floor, Room No-5, Kolkata - 700 020 Tel: (033) 2289 0540 Fax: (033) 2289 0539 E-mail: kolkata@linkintime.co.in Website: www.linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company are given below:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1.	Manufacture of other electronic and electric wires and cables	2372	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

The Company has no holding, subsidiary and associate company.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) **Category-wise Share Holding:**

[illegible]

Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	67,60,000	67,60,000	52.24	1,29,40,000	-	1,29,40,000	72.89	72.89
B. Public Shareholding									
(1)Institutions									
(a) Mutual Funds	-	-	-	-	-	-	-	-	-
(b) Banks / FI	-	-	-	-	-	-	-	-	-
(c) Central Govt.	-	-	-	-	-	-	-	-	-
(d) State Govt.(s)	-	-	-	-	-	-	-	-	-
(e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
(f)Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIIs	-	-	-	-	-	-	-	-	-
(h)Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
(i)Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
(2)Non-Institutions									
(a) Bodies Corp.	-	49,50,000	49,50,000	38.25	21,44,000	-	21,44,000	12.08	-
(i) Indian	-	-	-	-					
(ii) Overseas	-	-	-	-	-	-	-	-	-
(b) Individuals	-	-	-	-	-	-	-	-	-
(i) Individual shareholders holding nominal share capital uptoRs. 1 lakh	-	12,30,000	12,30,000	9.51	3,16,000	-	3,16,000	1.78	-

(ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	20,04,000	-	20,04,000	11.29	-
(c) Others (HUF)	-	-	-	-	2,48,000	-	2,48,000	1.40	-
NRI	-	-	-	-	-	-	-	-	-
Clearing Member	-	-	-	-	1,00,000	-	1,00,000	0.56	-
OCB	-	-	-	-	-	-	-	-	-
Trust	-	-	-	-	-	-	-	-	-
Foreign National Investor	-	-	-	-	-	-	-	-	-
Office of the Custodian of Enemy Property	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	61,80,000	61,80,000	47.76	48,12,000	-	48,12,000	27.11	-
Total Public Shareholding (B)=(B)(1)+(B) (2)	-	61,80,000	61,80,000	47.76	48,12,000	-	48,12,000	27.11	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	1,29,40,000	1,29,40,000	100	1,77,52,000	-	1,77,52,000	100	-

(ii) Shareholding of Promoters:

Sl. No.	Shareholder's Name	Shareholding at the beginning of the Year (as on 01.04.2018)			Shareholding at the end of the Year (as on 31.03.2019)			% change in share holding during the year
		No. of Shares	% of total shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total shares of the Company	% of Shares Pledged/ encumbered to total shares	
1.	Gunnayak Commercial	34,50,000	26.67	-	34,50,000	19.43	-	-

	PvtLtd							
2.	Panchshul Merchants PvtLtd	20,00,000	15.45	-	20,00,000	11.27	-	-
3.	Sushil Kumar Agarwal	12,20,000	9.43	-	12,20,000	6.87	-	-
4.	Hanuman Prasad Agarwal	12,20,000	9.43	-	12,20,000	6.87	-	-
5.	R A Comptech Investment &Consultant Pvt Ltd	9,70,000	7.50	-	9,70,000	5.46	-	-
6.	AllTime Suppliers Pvt Ltd	9,40,000	7.26	-	9,40,000	5.30	-	-
7.	Naresh Kumar Agarwal	8,40,000	6.49	-	8,40,000	4.73	-	-
8.	Mohta Agencies Pvt Ltd	7,60,000	5.87	-	7,60,000	4.28	-	-
9.	Blue Bird Dealers Pvt Ltd	5,60,000	4.33	-	5,60,000	3.15		-
10.	Balaji Electrodes Pvt Ltd	5,20,000	4.02	-	5,20,000	2.93	-	-
11.	Santosh Agarwal	3,20,000	2.47	-	3,20,000	1.80	-	-
12.	Naresh Kumar Agarwal (HUF)	80,000	0.63	-	80,000	0.45	-	-
13.	Aditi	40,000	0.31	-	40,000	0.23	-	-

	Commodities Pvt Ltd							
14.	Anil Kumar Mittal	10,000	0.07	-	10,000	0.06	-	-
15.	Sanjeev Binani	10,000	0.07	-	10,000	0.06	-	-

(iii) Change in Promoters' Shareholding (please specify, if there is no change): NIL

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDR and ADRs):

Sl.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	V K Mercantile Pvt Ltd				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	5,28,000	2.97	5,28,000	2.97
	At the End of the year	5,28,000	2.97	5,28,000	2.97
2.	Manro Finance and Traders				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	3,52,000	1.98	3,52,000	1.98
	At the End of the year	3,52,000	1.98	3,52,000	1.98
3.	Rajgharana Sales Pvt Ltd				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	2,60,000	1.46	2,60,000	1.46
	At the End of the year	2,60,000	1.46	2,60,000	1.46
4.	Arihant Corporate				

	Consultancy Pvt Ltd				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	1,68,000	0.95	1,68,000	0.95
	At the End of the year	1,68,000	0.95	1,68,000	0.95
5.	Shagun Tie- Up Pvt Ltd				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	1,56,000	0.88	1,56,000	0.88
	At the End of the year	1,56,000	0.88	1,56,000	0.88
6.	Rajesh Kumar Lodha				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	1,56,000	0.88	1,56,000	0.88
	At the End of the year	1,56,000	0.88	1,56,000	0.88
7.	Colelong Dealer Private Limited				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	1,56,000	0.88	1,56,000	0.88
	At the End of the year	1,56,000	0.88	1,56,000	0.88
8.	Sunita Agrawal				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	1,32,000	0.74	1,32,000	0.74
	At the End of the year	1,32,000	0.74	1,32,000	0.74
9.	Virtual Dealer Pvt Ltd.				
	At the beginning of the year	-	-	-	-

	Increase/Decrease during the Year	1,28,000	0.72	1,28,000	0.72
	At the End of the year	1,28,000	0.72	1,28,000	0.72
10.	Rajesh Kumar Agrawal				
	At the beginning of the year	-	-	-	-
	Increase/Decrease during the Year	1,24,000	0.70	1,24,000	0.70
	At the End of the year	1,24,000	0.70	1,24,000	0.70

(v) Shareholding of Directors and Key Managerial Personnel:

Sl.	Shareholders Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Hanuman Prasad Agarwal	12,20,000	9.43	12,20,000	6.87
2.	Naresh Kumar Agarwal	3,05,600	6.49	8,40,000	4.73
3.	Sanjeev Binani	30,000	0.07	10,000	0.06

V. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding / accrued but not due for payment:

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	35,68,80,917	9,25,03,141	-	44,93,84,058
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-

Total (i+ii+iii)	35,68,80,917	9,25,03,141	-	44,93,84,058
Change in Indebtedness during the financial year				
• Addition	3,47,76,299	-	-	3,47,76,299
• Reduction	-	(6,10,45,178)	-	(6,10,45,178)
Net Change	3,47,76,299	(6,10,45,178)	-	(2,62,68,879)
Indebtedness at the end of the financial year				
i) Principal Amount	39,16,57,216	3,14,57,963	-	42,31,15,179
ii) Interest due but not paid	-		-	
iii) Interest accrued but not due	-		-	
Total (i+ii+iii)	39,16,57,216	3,14,57,963	-	42,31,15,179

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and / or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Ankush Agarwal	Hanuman Prasad Agarwal	Naresh Agarwal	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	18,70,000	27,50,000	5,50,000	51,70,000
2.	Stock Option				
3.	Sweat Equity				
4.	Commission - as % of profit - Others, specify...				

5.	Others, please specify				
	Total	18,70,000	27,50,000	5,50,000	51,70,000

B. Remuneration to other directors: NIL

Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
	Independent Directors • Fee for attending board /committee meetings • Commission • Others, please specify				
	Total (1)				
	Other Non-Executive Directors • Fee for attending board/committee meetings • Commission • Others, please specify				
	Total (2)				
	Total (B)=(1+2)				
	Total Managerial Remuneration				

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER/ WTD:

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
				Total
1	Gross salary Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 Value of perquisites u/s 17(2) Income-tax Act, 1961 Profits in lieu of salary under section 17(3) Income-tax Act, 1961			
2	Stock Option			
3	Sweat Equity			
4	Commission - as % of profit - Others, specify...			
5	Others, please specify			
	Total			

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board

Sd/-

Sd/-

Naresh Kumar Agarwal
Director
(DIN: 01020334)

Hanuman Prasad Agarwal
Director
(DIN: 00654218)

Place: Kolkata

Date: 06th Day of September, 2019

ANNEXURE: III

- i. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year are given hereunder:

Name	Designation	Remuneration Paid FY 2018-19	Remuneration Paid FY 2017-18	% increase in remuneration from previous Year	Ration of remuneration to median remuneration of employees (including whole-time Directors)
HANUMAN PRASAD AGARWAL		27,50,000	-	100%	15:1
NARESH KUMAR AGARWAL		5,50,000	-	100%	3:1
ANKUSH AGARWAL		18,70,000	-	100%	10:1
SANJEEV BINANI		-	9,60,000		

- ii. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary of Manager, if any, in the financial year are given hereunder:

Name	Designation	% increase in remuneration in the financial year
Anand Kumar Sharma (DOJ: 19.12.2017)	Chief Financial Officer	2.18%
Mahesh Kumar Sharma	Company Secretary	28.91%

- iii. The percentage of increase in the median remuneration of employees in the financial year:
Not applicable.
- iv. The number of permanent employees on the role of company as on 31st March, 2019 is 302 nos.
- v. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average percentage increase in salaries of employees other than managerial personnel during 2018-19	Not Applicable
The percentage increase in the Managerial	Not Applicable

Remuneration	
--------------	--

- vi. Affirmation that the remuneration is as per the remuneration policy of the company: The Board of Directors of the Company affirms that the remuneration is as per the Remuneration Policy of the Company.

Sd/-

Naresh Kumar Agarwal
Director
(DIN: 01020334)

For and on behalf of the Board
Sd/-

Hanuman Prasad Agarwal
Director
(DIN: 00654218)

Place: Kolkata

Date: 06th Day of September, 2019