

**ENCRRAFT INDIA PRIVATE LIMITED**

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020

CIN-U25200DL2013PTC247629

BALANCE SHEET AS AT MARCH 31, 2022

(Amount in ₹ Lakhs)

Particulars	Notes	As at March 31, 2022	As at March 31, 2021
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	2.1	401.00	401.00
Reserve & Surplus	2.2	1,300.16	845.24
		<b>1,701.16</b>	<b>1,246.24</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-Term Borrowings	2.3	1,760.29	1,862.44
Deferred Tax Liabilities (net)	2.4	166.66	184.41
Long-Term Provisions	2.5	82.38	68.43
Other Non Current Liabilities	2.6	104.50	88.00
		<b>2,113.83</b>	<b>2,203.28</b>
<b>CURRENT LIABILITIES</b>			
Short-Term Borrowings	2.7	1,725.14	1,242.39
Trade Payables	2.8		
-Total outstanding dues of micro enterprises and small enterprises		9.25	50.36
-Total outstanding dues of payables other than micro enterprises and small enterprises		386.55	484.00
Other Current Liabilities	2.9	179.65	151.98
Short-Term Provisions	2.10	3.05	2.24
		<b>2,303.64</b>	<b>1,930.97</b>
	<b>Total</b>	<b>6,118.63</b>	<b>5,380.49</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipment and Intangible Assets			
-Property, Plant & Equipment	2.11	2,019.26	1,921.83
-Intangible Assets		16.10	15.85
		<b>2,035.36</b>	<b>1,937.68</b>
Long-Term Loans & Advances	2.12	75.00	140.71
Other Non-Current Assets	2.13	42.01	50.50
		<b>117.01</b>	<b>191.21</b>
<b>CURRENT ASSETS</b>			
Inventories	2.14	1,978.92	1,737.81
Trade Receivables	2.15	1,485.71	1,272.06
Cash & Cash Equivalents	2.16	10.85	10.17
Short-Term Loans & Advances	2.17	413.61	95.54
Other Current Assets	2.18	77.17	136.02
		<b>3,966.26</b>	<b>3,251.60</b>
	<b>Total</b>	<b>6,118.63</b>	<b>5,380.49</b>

**Significant Accounting Policies & Accompanying Notes to the Financial Statements**

1 &amp; 2

As per our report of even date  
**For Kedia Goel & Co.**  
 Chartered Accountants  
 Firm Registration No. 022577N

**Jatin Tehri**  
 Partner  
 Membership No. 506946



Place: Gurugram

Date: 14 SEP 2022

For and on behalf of the Board of Directors  
**Encraft India Private Limited**

**Rajeev Jain**  
 Director  
 DIN - 00271809

**Avanish Singh Visen**  
 Director & Group CEO

Place: New Delhi  
 Date: September 14, 2022

**Nitin Jain**  
 Director  
 DIN - 00071131

**Rakesh Kumar**  
 Group CFO

**ENCRAFT INDIA PRIVATE LIMITED**

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020

CIN-U25200DL2013PTC247629

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022***(Amount in ₹ Lakhs)*

Particulars	Notes	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>INCOME</b>			
Revenue from Operations	2.19	11,360.24	6,826.32
Other Income	2.20	53.80	32.44
<b>Total Income</b>		<b>11,414.04</b>	<b>6,858.76</b>
<b>EXPENSES</b>			
Cost of Material Consumed	2.21	7,270.06	4,227.30
Purchase of Traded Goods (Increase)/Decrease in Finished Stock of Manufactured & Traded Goods	2.22	621.54	581.68
Employee Benefit Expenses	2.23	(17.82)	(292.44)
Finance Cost	2.24	839.73	709.25
Depreciation & Amortisation Expenses	2.25	133.70	86.42
Other Expenses	2.11	260.59	248.10
	2.26	1,869.05	1,064.10
<b>Total Expenses</b>		<b>10,976.85</b>	<b>6,624.41</b>
<b>Profit Before Exceptional, Extraordinary, Prior Period Items &amp; Tax</b>		<b>437.19</b>	<b>234.35</b>
<b>Exceptional, Extraordinary &amp; Prior Period Items</b>		-	0.21
<b>Profit Before Tax</b>		<b>437.19</b>	<b>234.14</b>
<b>Tax Expense</b>			
Current Tax		-	-
Deferred Tax		(17.75)	17.03
<b>Profit/(Loss) after Tax</b>		<b>454.94</b>	<b>217.11</b>
<b>Earning Per Share (Face Value ₹ 10/- Each)</b>	2.27		
(a) Basic		11.35	5.41
(b) Diluted		11.35	5.41

**Significant Accounting Policies & Accompanying Notes to the Financial Statements**

1 &amp; 2

As per our report of even date

**For Kedia Goel & Co.**

Chartered Accountants

Firm Registration No. 022577N


**Jatin Tehri**

Partner

Membership No. 506946



Place: Gurugram

Date: **14 SEP 2022**For and on behalf of the Board of Directors  
**Encraft India Private Limited****Rajeev Jain**

Director

DIN - 00271809

**Avanish Singh Visen**

Director &amp; Group CEO

DIN - 09116842

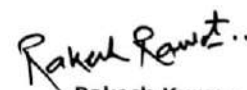
Place: New Delhi

Date: September 14, 2022

**Nitin Jain**

Director

DIN - 00071131


**Rakesh Kumar**

Group CFO

**ENCRAFT INDIA PRIVATE LIMITED**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2022***(Amount in ₹ Lakhs)*

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>A. Cash Flow from Operating Activities</b>		
Net Profit/(Loss) before Tax	437.19	234.16
Adjustments For :		-
Interest Paid	133.70	86.41
Depreciation	260.59	248.10
Interest Income	(1.62)	(0.60)
Loss on Sale of Fixed Assets	-	-
<b>Cash Flow from Operating Activities Working Capital Changes</b>	<b>829.86</b>	<b>568.07</b>
<b>Adjustment for Changes in Working Capital</b>		
(Increase)/Decrease in Current & Other Assets	(639.78)	(858.46)
(Increase)/Decrease in Current & Other Liabilities	(79.64)	405.87
<b>Net Cash Flow from Operating Activities (A)</b>	<b>110.44</b>	<b>115.48</b>
<b>B. Cash Flow from Investing Activities</b>		
Interest Income	1.62	0.60
Sale of Fixed Assets	3.28	0.49
Purchase of Fixed Assets	(361.55)	(67.10)
<b>Net Cash Flow from Investing Activities (B)</b>	<b>(356.65)</b>	<b>(66.01)</b>
<b>C. Cash Flow from Financing Activities</b>		
Long Term Borrowings	(102.16)	(177.41)
Short Term Borrowings	482.75	207.78
Interest Paid	133.70	86.41
<b>Net Cash Flow from Financing Activities (C)</b>	<b>246.89</b>	<b>(56.04)</b>
Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	0.68	(6.57)
Cash & Cash equivalents as at beginning of the year	10.17	16.74
<b>Cash &amp; Cash equivalents as at end of the year</b>	<b>10.85</b>	<b>10.17</b>

See Accompanying Notes to the Financial Statements

As per our report of even date

**For Kedia Goel & Co.**

Chartered Accountants

Firm Registration No. 022577N


**Jatin Tehri**

Partner

Membership No. 506946



Place: Gurugram

Date:

**14 SEP 2022**For and on behalf of the Board of Directors  
**Encraft India Private Limited**

**Rajeev Jain**

Director

DIN - 00271809


**Avanish Singh Vlsen**

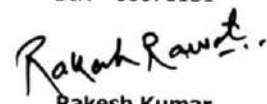
Director &amp; Group CEO

DIN - 09116842


**Nitin Jain**

Director

DIN - 00071131


**Rakesh Kumar**

Group CFO

Place: New Delhi

Date: September 14, 2022

# ENCRAFT INDIA PRIVATE LIMITED

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020

CIN-U25200DL2013PTC247629

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### CORPORATE INFORMATION

ENCRAFT is a product brand of ENCRAFT India Pvt. Ltd. ("the Company"), the flagship company of the DCJ Group. The Company is engaged in Manufacturing of UPVC Doors & Window Profiles. Company is certified to and operate an Integrated Management System (IMS), covering ISO9001, ISO140001 and OHSAS180001 standards ensuring that all our operations meet international standards, covering design, manufacturing, supply and service. Taking into consideration quality, style, elegance and innovation, we strive hard to stand up to the expectations of our customers at all times.

### 1. SIGNIFICANT ACCOUNTING POLICIES

#### a. Basis of Preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2021 dated 23.6.2021 and the relevant provisions of the Companies Act, 2013. The company is a small and medium-sized company (SMC) as defined in Companies(Accounting Standards) Rules, 2021 notified Companies Act, 2013. Accordingly, the company has complied with the Accounting Standards as applicable to an SMC. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. There are no changes in any accounting policies during the year.

The Company follows mercantile system of accounting for accounting income and expenditure except stated below:

Insurance claim House Tax , Ground Rent are accounted for as and when received/paid, since the amount can not be determined on mercantile basis.

The Company's Financial Statements are presented in Indian Rupees, which is also its functional currency and the values are rounded to the nearest lakhs (₹ 00,000), except when otherwise indicated.

#### b. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

#### c. Revenue Recognition

##### i) Sales

Revenue from sale of goods is recognized:

-When goods are supplied and all the significant risks and rewards of ownership are transferred to the buyer and the company retains no effective control of the goods transferred to a degree usually associated with ownership and

- No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.

-Sales are recorded net of Sales Return, rebates, trade discounts and GST. Job work receipts are recorded net of GST. Export Sales are recognised on issue of bill of lading.

##### ii) Export Incentives

Revenue in respect of the above benefits is recognized on post export basis.

##### iii) Rental Income

Rental Income is recognized monthly on accrual basis.

##### iv) Interest

Revenue is recognized on a time Proportion basis taking into account the amount outstanding and the rate applicable.



## ENCRAFT INDIA PRIVATE LIMITED

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
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### NOTES FORMING PART OF FINANCIAL STATEMENTS

#### d. Inventories

Finished Goods are valued at cost or net realizable value, whichever is lower and cost includes cost of conversion and other costs incurred in bringing the inventories to the present location and condition except:

- i) Raw Materials - valued at cost on FIFO Basis.
- ii) Wastage - valued at net realisable value.

Cost of raw material, packing material, stores and spares, trading and other products are determined on first in first out basis, which includes purchase price, freight, duties, taxes & other incidental expenses but net of GST.

#### e. Fixed Assets and Depreciation / Amortization

##### i) Tangible Assets

Tangible assets are stated at cost net of recoverable taxes, trade discount and rebates including inward freight, duties, taxes and incidental expenses related to acquisition net of GST, less accumulated depreciation and impairment loss, if any.

##### ii) Capital Work in Progress

Projects under which assets are not ready for their intended use are disclosed under capital work in progress.

##### iii) Intangible Assets

Intangible Assets (Computer software) are stated at their cost of acquisition, less accumulated amortization and impairment loss thereon. An intangible asset is recognized where it is probable that future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured.

##### iv) Expenditure incurred during construction period

In respect of new/major expansion, the indirect expenditure incurred during implementation period up to the date of commencement of commercial production, which is attributable to the construction of the project, is capitalized on various categories of fixed assets on proportionate basis. The unallocated expenses are shown in pre-operative expenses.

##### v) Depreciation

Depreciation on Fixed Assets is provided on straight line method as per New Companies Act '2013. The company has applied the estimated useful lives as specified in Schedule II. Accordingly the unamortised carrying value is being depreciated on Straight Line basis over the remaining useful lives of the assets. The written down value of Fixed Assets whose lives have expired as at 1st April 2014 have been adjusted, in the retained earnings.

Estimated useful lives of the assets is as given below :

Asset	Useful Life
Buildings (including roads)	10-60 years
Plant and machinery	5-25 years
Furniture and fixtures	10 years
Computers and data processing units	3-6 years
Electrical installations and equipment	10 years
Vehicles	8 years
Office equipments	5 years

#### f. Impairment of Assets

- i) The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.
- ii) After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.



# ENCRAFT INDIA PRIVATE LIMITED

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## NOTES FORMING PART OF FINANCIAL STATEMENTS

### g. Employee Benefits

#### i) Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as Short term employee benefits. Benefits such as salaries, wages, and bonus etc are recognized in the Profit and Loss Account in the period in which the employee renders the related service.

#### ii) Long term employee benefits:

##### 1) Defined contribution plans:

The Contributions for Provident Funds & E.S.I.C. are deposited with the appropriate government authorities and are recognized in the Profit & Loss Account in the financial year to which they relate and there is no further obligation in this regard.

##### 2) Defined Benefit Plans:

The Company provides for retirement benefits in the form of Gratuity. The Company's gratuity plan is a defined benefit plan. The present value of gratuity obligation under such defined plan is determined based on an actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under the defined benefit plans, is based on the market yields on Government securities as at the valuation date having maturity periods approximating to the terms of the related obligations. Actuarial gains and losses are recognized immediately in the Profit and Loss Account.

##### 3) Other long term employee benefits

Benefits under the Company's leave encashment scheme constitute other employee benefits. The liability in respect of leave encashment is provided on the basis of an actuarial valuation done by an independent actuary at the year end. Actuarial gain and losses are recognized immediately in the Profit and Loss Account.

### h. Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. On initial recognition all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage fee and duties. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline, other than temporary, in the value of the investments.

### i. Foreign Currency Transactions

- i) Foreign currency transactions are re-started at the rates prevailing at the time of receipt/payment thereof and all exchanges losses/gain arising there from adjusted to the respective accounts. However Foreign Currency transaction payment for which were not received/made till the balance sheet date, are recorded in the books at the rate of exchanges prevailing on the date of such transaction and any exchange difference is being recorded as profit or loss from change in foreign exchange rates in profit &
- ii) Monetary assets and liabilities related to foreign currency transactions remain unsettled are translated at year end rates and the exchange differences recorded as unrealized foreign exchange gain/loss in profit & loss account.

### j. Leases

Lease arrangements where the risk & rewards incidental to ownership of assets substantially vest with the Lessor, are recognized as Operating Leases. Lease rental under operating leases are recognized in the profit/ loss account on straight line basis over the lease term.

### k. Taxation

- i) Tax expenses comprises of Current Tax & Deferred Tax. Current Income Tax measured at the amount expected to be paid to the tax authorities in respect of the taxable income of the current period in accordance with the Indian Income Tax Act, 1961.



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# ENCRRAFT INDIA PRIVATE LIMITED

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## NOTES FORMING PART OF FINANCIAL STATEMENTS

ii) Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred Tax is measured based on the tax rates and the tax law enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which these assets can be realized in future where as in cases of existence of carry forward of losses or unabsorbed depreciation, deferred tax assets are recognized only if there is virtual certainty of realization backed by convincing evidence. Deferred tax assets are reviewed at each balance sheet date.

(iii) The Company has adopted section 115BAA of the Income Tax Act, 1961 inserted by Finance Act, 2020.

### I. Provisions & Contingent Liabilities

i) Provisions are recognized when the Company has a present obligation as a result of past events and it is more likely than an outflow of resources will be required to settle the obligations and the amount has been reliably estimated. Such provisions are not discounted to their present value and are determined based on the management's estimation of the obligation required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect management's current estimates.

ii) Disclosure for a contingent liability is made where it is more likely than not that a present obligation or possible obligation may result in or involve an outflow of resources. When no present or possible obligation exists and the possibility of an outflow of resources is remote, no disclosure is made.

### m. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying asset are capitalised. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

### n. Segment Reporting

The Company determines its business & geographical segments based on the risks & returns associated with the nature of its products and the geographical areas in which it operates.



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**ENCRRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS**

2.0 Amount in the financial statements are presented in rupees, except for per share values and as otherwise stated. The previous year figures have been regrouped/re-classified, wherever necessary.

**2.1 Share Capital***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31, 2022	March 31, 2021
<b>(a) Authorised Capital</b>		
50,00,000 Equity Shares of ₹ 10/- each (Previous year 50,00,000 equity shares)	500.00	500.00
	<b>500.00</b>	<b>500.00</b>
<b>(b) Issued, Subscribed and Paid Up Share Capital</b>		
Share Capital	401.00	401.00
40,10,000 Shares of ₹ 10/- each fully paid-up (Previous year 40,10,000 equity shares)		
	<b>401.00</b>	<b>401.00</b>

(c) Equity shares carry voting rights at the General Meeting of the company and are entitled to dividend and to participate in surplus, if any, in the event of winding up.

**(d) Shareholder holding more than 5 percent of the Issued share capital:**

Name of Shareholders	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% of Issued Share Capital	No. of Shares	% of Issued Share Capital
Mrs. Bina Jain	16,00,000	39.90%	16,00,000	39.90%
Mr. Rajeev Jain	12,00,000	29.93%	12,00,000	29.93%
Mr. Nitin Jain	12,00,000	29.93%	12,00,000	29.93%

**(e) Reconciliation of shares outstanding at the beginning and end of the year:***(Amount in ₹ Lakhs)*

Equity Shares	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	40,10,000	401.00	40,10,000	401.00
Issued during the year	-	-	-	-
Bought back during the year	-	-	-	-
<b>At the end of the year</b>	<b>40,10,000</b>	<b>401.00</b>	<b>40,10,000</b>	<b>401.00</b>





**ENCRRAFT INDIA PRIVATE LIMITED**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****(f) Disclosure of Shareholding of Promoters:**

Disclosure of shareholding of promoters as at March 31, 2022 is as follows:

Promoter Name	Shares held by promoters				% Change during the year
	As on March 31, 2022		As on March 31, 2021		
	No. of Shares	% of total Shares	No. of Shares	% of total Shares	
Mrs. Bina Jain	16,00,000	39.90%	16,00,000	39.90%	-
Mr. Rajeev Jain	12,00,000	29.93%	12,00,000	29.93%	-
Mr. Nitin Jain	12,00,000	29.93%	12,00,000	29.93%	-
Ajay Poly Private Limited	10,000	0.25%	10,000	0.25%	-
	<b>40,10,000</b>	<b>100.00%</b>	<b>40,10,000</b>	<b>100.00%</b>	-

Disclosure of shareholding of promoters as at March 31, 2021 is as follows:

Promoter Name	Shares held by promoters				% Change during the year
	As on March 31, 2021		As on March 31, 2020		
	No. of Shares	% of total Shares	No. of Shares	% of total Shares	
Mrs. Bina Jain	16,00,000	39.90%	16,00,000	39.90%	-
Mr. Rajeev Jain	12,00,000	29.93%	12,00,000	29.93%	-
Mr. Nitin Jain	12,00,000	29.93%	12,00,000	29.93%	-
Ajay Poly Private Limited	10,000	0.25%	10,000	0.25%	-
	<b>40,10,000</b>	<b>100.00%</b>	<b>40,10,000</b>	<b>100.00%</b>	-

**(g) Details of the shares issued during the period of last Five Years, preceding from the date as at March 31, 2022:**

Particulars	Aggregate No. of Shares (for last 5 Financial Years)
<b>Equity Shares :</b>	NIL
Fully Paid Up Pursuant to Contract(s) without payment being received in Cash	NIL
Fully Paid up by way of Bonus Shares	NIL
Shares bought back	NIL



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# ENCRAFT INDIA PRIVATE LIMITED

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 2.2 Reserve & Surplus

(Amount in ₹ Lakhs)

Particulars	As at	As at
	March 31,2022	March 31,2021
<b>Securities Premium Reserve:</b>		
Opening Balance	1,000.00	1,000.00
	<b>1,000.00</b>	<b>1,000.00</b>
<b>Surplus</b>		
(i) Opening Balance	(154.75)	(513.10)
(ii) Add: Net Profit/(Loss) for the Year	454.92	217.12
(iii) Adjustment in Depreciation of Property, Plant & Equipment for earlier years	-	141.22
	<b>300.16</b>	<b>(154.76)</b>
<b>Total</b>	<b>1,300.16</b>	<b>845.24</b>

### 2.3 Long Term Borrowings

(Amount in ₹ Lakhs)

Particulars	As at	As at
	March 31,2022	March 31,2021
<b>Secured</b>		
Kotak Mahindra Bank Limited - Term Loan *	90.99	47.59
ICICI Bank Limited - Vehicle Loan ^	17.55	-
<b>Unsecured (Interest Free Loan, Repayable on demand)</b>		
-From Directors	792.53	955.63
-From Others	859.22	859.22
<b>Total</b>	<b>1,760.29</b>	<b>1,862.44</b>

#### \* Term Loan from Kotak Mahindra Bank

a) Balance Outstanding ₹ 47.59 Lakhs, including current maturities (Previous Year ₹ 60.00 Lakhs)

Repayable in equal monthly instalments of ₹ 1.91 Lakhs. Instalment due from balance sheet date are 28 instalments. (Interest Rate is Repo rate+3.80%, Presently 7.80%)

b) Balance Outstanding ₹ 54.03 Lakhs including current maturities (Previous Year ₹ Nil)

Repayable in equal principal instalments of ₹ 0.96 Lakhs per month along with the floating interest @ Repo rate + 3.80% (presently 7.80%) over and above the Principal instalments. Instalment due from balance sheet date are 57 instalments.

c) Balance Outstanding ₹ 26.50 Lakhs including current maturities (Previous Year ₹ Nil)

Repayable in equal principal instalments of ₹ 0.47 Lakhs per month along with the floating interest @ Repo rate + 3.80% (presently 7.80%) over and above the Principal instalments. Instalment due from balance sheet date are 56 instalments.

Above Term Loans are secured against (i) Hypothecation charge on all existing and future receivables, current assets, movable assets, movable fixed assets (ii) Charge on following immovable properties: a) Plot No. 30, Block B-2, Mohan Cooperative Industrial Estate, Mathura Road, New Delhi- 110044, in the name of Ajay Poly Pvt. Ltd. b) Land Kh. No. 1000 MIN, 1001 MIN, Situated at Jamanpur Road, near Beehive College, Central Central Hope Town, (Selaqui Industrial Area), Selaqui, Distt. Dehradun - 248011, in the name of Encraft India Pvt. Ltd. c) Property No. 70, Okhla Industrial Area, Phase-III, New Delhi- 110020, in the name of Ajay Industrial Polymers Pvt. Ltd. d) Plot No L 9(2) in SIPCOT Industrial park Sriperumbudur, Tamil Nadu-602105 in the name of Ajay Poly Private Limited. All four properties are cross-collateralised for exposure in Ajay Poly Private Limited, Encraft India Private Limited and Ajay Industrial Polymers Private Limited (iii) Personal Guarantee/s of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain. (iv) Corporate Guarantee of Ajay Industrial Polymers Private Limited and Ajay Poly Private Limited.

#### ^ ICICI Bank Limited - Vehicle Loan

Balance Outstanding ₹ 28.82 Lakhs including current maturities (Previous Year ₹ Nil)

Repayable in equal instalments of ₹ 1.09 Lakhs per month. Instalment due from balance sheet date are 29 instalments.



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**ENCRAFT INDIA PRIVATE LIMITED**

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020

CIN-U25200DL2013PTC247629

**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.4 Deferred Tax Liability****(Amount in ₹ Lakhs)**

Particulars	As at	As at
	March 31,2022	March 31,2021
Deferred Tax Liability at the beginning of the Year	184.41	167.38
Add: Deferred Tax for Current Year	(17.75)	17.03
<b>Net Deferred Tax Liability/(Assets)</b>	<b>166.66</b>	<b>184.41</b>

**2.5 Long-Term Provisions****(Amount in ₹ Lakhs)**

Particulars	As at	As at
	March 31,2022	March 31,2021
Gratuity Payable	43.06	40.64
Leave Encashment Payable	39.32	27.79
<b>Total</b>	<b>82.38</b>	<b>68.43</b>

**2.6 Other Non-Current Liabilities****(Amount in ₹ Lakhs)**

Particulars	As at	As at
	March 31,2022	March 31,2021
Deposits Non-Interest Bearing	104.50	88.00
<b>Total</b>	<b>104.50</b>	<b>88.00</b>

**2.7 Short-Term Borrowings****(Amount in ₹ Lakhs)**

Particulars	As at	As at
	March 31,2022	March 31,2021
<b>Working Capital Loans (Secured)</b>		
<b>From Banks:-</b>		
Kotak Mahindra Bank Limited - CC Limit**	1,196.79	739.22
Kotak Mahindra Bank Limited - OD Limit##	479.93	490.76
Current Maturities of Term Loan	48.42	12.41
<b>Total</b>	<b>1,725.14</b>	<b>1,242.39</b>

**\*\* Cash Credit Limit from Kotak Mahindra Bank Limited**

(Interest Rate is Repo rate+3.75%, Presently 7.75%)

Above Cash Credit Limit of Rs. 2000.00 Lakhs is secured against (i) First and exclusive hypothecation charge on all existing and future receivables, current assets, movable assets, movable fixed assets (ii) First and Exclusive charge on following immovable properties: a) Plot No. 30, Block B-2, Mohan Cooperative Industrial Estate, Mathura Road, New Delhi- 110044, in the name of Ajay Poly Pvt. Ltd. b) Land Kh. No. 1000 MIN, 1001 MIN, Situated at Jamanpur Road, near Beehive College, Central Central Hope Town, (Selaqui Industrial Area), Selaqui, Distt. Dehradun - 248011, in the name of Encraft India Pvt. Ltd. c) Property No. 70, Okhla Industrial Area, Phase-III, New Delhi- 110020, in the name of Ajay Industrial Polymers Pvt. Ltd. d) Plot No L 9(2) in SIPCOT Industrial park Sriperumbudur, Tamil Nadu-602105 in the name of Ajay Poly Private Limited. All four properties are cross-collateralised for exposure in Ajay Poly Private Limited, Encraft India Private Limited and Ajay Industrial Polymers Private Limited (iii) Personal Guarantee/s of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain.

**## Over Draft Limit from Kotak Mahindra Bank Limited**

(Interest Rate is Repo rate+2.50%, Presently 6.50%.)

Above Over draft Limit of Rs. 700.00 Lakhs is secured against (i) Lien over mutual fund units of Directors (ii) Personal Guarantee/s of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain. (iii) Corporate Guarantee of Ajay Industrial Polymers Private Limited and Ajay Poly Private Limited.

The statements of current assets filed by the Company with bank in relation to secured borrowings are in agreement with the books of accounts and there are no material differences required to be reported.



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**ENCRAFT INDIA PRIVATE LIMITED**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.8 Trade Payables***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
- Due to Micro & Small Enterprises	9.25	50.36
- Others Trade Payables	386.55	484.00
<b>Total</b>	<b>395.80</b>	<b>534.36</b>

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

*(Amount in ₹ Lakhs)*

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	9.09	0.17	-	-	9.25
(ii) Others	305.04	79.73	0.67	1.12	386.55
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-
<b>Total</b>	<b>314.13</b>	<b>79.89</b>	<b>0.67</b>	<b>1.12</b>	<b>395.80</b>

Ageing for trade payables outstanding as at March 31, 2021 is as follows:

*(Amount in ₹ Lakhs)*

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	50.36	-	-	-	50.36
(ii) Others	480.14	2.40	0.99	0.46	484.00
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-
<b>Total</b>	<b>530.51</b>	<b>2.40</b>	<b>0.99</b>	<b>0.46</b>	<b>534.36</b>

**2.9 Other Current Liabilities***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Statutory Dues Payables	23.48	14.66
Advance Received from Customers	79.19	58.98
Salary Payable	42.78	57.71
Expenses Payable	34.20	20.63
<b>Total</b>	<b>179.65</b>	<b>151.98</b>

**2.10 Short Term Provisions***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
<b>Provision for Employee Benefits</b>		
Gratuity Payable	0.94	0.70
Leave Encashment Payable	2.11	1.54
<b>Total</b>	<b>3.05</b>	<b>2.24</b>



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.11 PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS**

PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	AS ON APRIL 1, 2021	ADDITION DURING THE YEAR	SALES/ TRANSFER ADJ.	AS ON MARCH 31, 2022	AS ON APRIL 1, 2021	CURRENT YEAR	SALES/ TRFED ADJ.	AS ON MARCH 31, 2022	AS ON MARCH 31, 2021
<b>PROPERTY, PLANT &amp; EQUIPMENT</b>									
Land	169.65	-	-	169.65	-	-	-	169.65	169.65
Freehold Land									
<b>Building</b>	490.76	145.08	-	635.84	157.31	24.20	-	454.33	333.45
Factory Building									
<b>Furniture &amp; Fixtures</b>	46.13	1.53	-	47.66	21.54	4.21	-	21.91	24.59
Furniture & Fixtures									
<b>Plant &amp; Machinery</b>	3,224.06	146.91	15.02	3,355.95	1,869.92	208.00	11.74	1,289.77	1,354.14
Plant & Machinery									
Vehides	-	39.26	-	39.26	-	2.63	-	36.63	-
Office Equipments	70.69	14.17	-	84.86	41.32	10.07	-	33.47	29.37
Computers, Laptops & Accessories	97.66	8.30	-	105.96	87.03	5.43	-	13.50	10.63
<b>Total</b>	<b>4,098.95</b>	<b>355.25</b>	<b>15.02</b>	<b>4,439.18</b>	<b>2,177.12</b>	<b>254.54</b>	<b>11.74</b>	<b>2,019.26</b>	<b>1,921.83</b>
<b>Intangible Assets</b>									
Intangibles	97.02	6.30	-	103.32	81.17	6.05	-	16.10	15.85
<b>Total</b>	<b>97.02</b>	<b>6.30</b>	<b>-</b>	<b>103.32</b>	<b>81.17</b>	<b>6.05</b>	<b>-</b>	<b>16.10</b>	<b>15.85</b>
<b>GRAND TOTAL</b>	<b>4,195.97</b>	<b>361.55</b>	<b>15.02</b>	<b>4,542.50</b>	<b>2,258.29</b>	<b>260.59</b>	<b>11.74</b>	<b>2,507.14</b>	<b>1,937.68</b>
<b>PREVIOUS YEAR</b>	<b>4,129.36</b>	<b>67.10</b>	<b>0.49</b>	<b>4,195.97</b>	<b>2,151.41</b>	<b>248.10</b>	<b>141.22</b>	<b>2,258.29</b>	<b>1,937.68</b>



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**ENCRAFT INDIA PRIVATE LIMITED**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.12 Long Term Loans & Advances***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Capital Advance	75.00	140.71
<b>Total</b>	<b>75.00</b>	<b>140.71</b>

**2.13 Other Non-Current Assets***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Security Deposit - With Govt. Deptts & Public Bodies(including lien marked FDR's)	42.01	32.95
- With Others	-	17.55
<b>Total</b>	<b>42.01</b>	<b>50.50</b>

**2.14 Inventories***(Valued at lower of cost or net realizable value)\***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Finished Stock of Manufactured Goods	647.79	696.44
Raw Material & Other Components	721.08	517.49
Traded Goods	527.31	460.84
Packing Material	40.78	31.95
Goods-in-Transit (Raw Materials)	41.96	31.09
<b>Total</b>	<b>1,978.92</b>	<b>1,737.81</b>

\*As certified by the Management

**2.15 Trade Receivables***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
<b>Trade Receivables Outstanding for a Period Exceeding Six Months</b>		
Unsecured Considered Good	52.37	69.63
Doubtful	31.22	32.63
	<b>83.59</b>	<b>102.26</b>
Less: Provision for doubtful debts	31.22	32.63
<b>(A)</b>	<b>52.37</b>	<b>69.63</b>
<b>Trade Receivables Outstanding for a Period Less than Six Months</b>		
Unsecured Considered Good	1,433.34	1,202.43
<b>(B)</b>	<b>1,433.34</b>	<b>1,202.43</b>
<b>Total (A+B)</b>	<b>1,485.71</b>	<b>1,272.06</b>

**Ageing for trade receivables – current outstanding as at March 31, 2022 is as follows:***(Amount in ₹ Lakhs)*

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
(i)Undisputed Trade Receivables - considered good	1,433.34	0.13	3.37	18.78	30.09	1,485.71
(ii)Undisputed Trade Receivables- considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables- considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables doubtful	-	-	-	-	31.22	31.22
<b>Total</b>	<b>1,433.34</b>	<b>0.13</b>	<b>3.37</b>	<b>18.78</b>	<b>61.32</b>	<b>1,516.94</b>



**ENCRAFT INDIA PRIVATE LIMITED**

70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020

CIN-U25200DL2013PTC247629

**NOTES FORMING PART OF FINANCIAL STATEMENTS****Ageing for trade receivables – current outstanding as at March 31, 2021 is as follows: (Amount in ₹ Lakhs)****Outstanding for following periods from due date of payment**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
(i)Undisputed Trade Receivables - considered good	1,202.43	5.46	29.77	4.24	30.16	1,272.06
(ii)Undisputed Trade Receivables- considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables- considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables doubtful	-	-	-	-	32.63	32.63
<b>Total</b>	<b>1,202.43</b>	<b>5.46</b>	<b>29.77</b>	<b>4.24</b>	<b>62.79</b>	<b>1,304.69</b>

**2.16 Cash and Cash Equivalents***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Cash in Hand	10.85	9.22
Balance with Banks	-	0.95
<b>Total</b>	<b>10.85</b>	<b>10.17</b>

**2.17 Short Term Loans and Advances***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Advances to Suppliers & Contractors	402.93	89.99
Staff Imprest & Advance to Employees	10.68	5.55
<b>Total</b>	<b>413.61</b>	<b>95.54</b>

**2.18 Other Current Assets***(Amount in ₹ Lakhs)*

Particulars	As at	As at
	March 31,2022	March 31,2021
Prepaid Expenses	28.27	29.04
Tax Credits		
-Duty & Taxes Receivables	14.04	39.37
-GST Credits	34.86	67.61
<b>Total</b>	<b>77.17</b>	<b>136.02</b>



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**ENCRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.19 Revenue from Operations** (Amount in ₹ Lakhs)

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Sale of Manufactured Goods	10,530.09	6,327.46
Sale of Traded Goods	830.15	498.86
<b>Total</b>	<b>11,360.24</b>	<b>6,826.32</b>

**2.20 Other Income** (Amount in ₹ Lakhs)

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Interest Received	1.62	0.60
Sale of Scrap	27.73	19.59
Sundry Balance Written off	1.19	-
Net Gain On Foreign Currency Transactions and Translation	23.26	12.25
<b>Total</b>	<b>53.80</b>	<b>32.44</b>

**2.21 Cost of Material Consumed** (Amount in ₹ Lakhs)

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Consumption of Raw Material & Other Components	7,093.32	4,123.75
Packing Material Consumed	176.74	103.55
<b>Total</b>	<b>7,270.06</b>	<b>4,227.30</b>

**2.22 Purchase of Traded Goods** (Amount in ₹ Lakhs)

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Purchase of Traded Goods	621.54	581.68
<b>Total</b>	<b>621.54</b>	<b>581.68</b>

**2.23 Change in Finished Stock of Manufactured & Traded Goods** (Amount in ₹ Lakhs)

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Closing Stock		
-Manufactured Goods	647.79	696.44
-Traded Goods	527.31	460.84
Less: Opening Stock		
-Manufactured Goods	696.44	590.78
-Traded Goods	460.84	274.06
<b>Net Change in Finished Stock of Manufactured &amp; Traded Goods</b>	<b>(17.82)</b>	<b>(292.44)</b>





**ENCRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.24 Employee Benefit Expenses***(Amount in ₹ Lakhs)*

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Salaries & Wages	615.32	602.21
Directors' Remuneration	154.51	65.48
Gratuity & Leave Encashment	22.60	2.31
Contribution To Provident & Other Funds	26.22	25.48
Staff Welfare	21.08	13.77
<b>Total</b>	<b>839.73</b>	<b>709.25</b>

**2.25 Finance Cost***(Amount in ₹ Lakhs)*

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Interest on Term Loan	7.12	26.92
Interest on Working Capital Loan	125.04	57.00
Bank Processing Fees	1.54	2.50
<b>Total</b>	<b>133.70</b>	<b>86.42</b>

**2.26 Other Expenses***(Amount in ₹ Lakhs)*

Particulars	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Power & Fuel Expenses	266.96	186.89
Bank Charges	3.88	4.09
Advertisement & Sale Promotion	990.89	426.23
Freight & Cartage	138.14	64.07
Rates & Taxes	42.73	21.07
Auditor's Remuneration	3.68	2.31
Loss on Sale of Fixed Assets	1.18	-
Security Guard Charges	43.30	47.70
Postage & Telephone	25.30	22.58
Printing & Stationary	2.89	2.71
Insurance Charges	10.68	8.65
Rent Office	58.81	57.56
Travelling & Conveyance	125.97	62.77
Repair & Maintenance		
-Plant & Machinery	19.30	43.16
-Others	31.75	34.23
Professional Charges	96.85	75.47
Provision for doubtful debts	4.31	-
Miscellaneous Expenses	0.17	0.48
Fees & Subscription	2.26	2.35
Bad Debts Written off	-	1.78
<b>Total</b>	<b>1,869.05</b>	<b>1,064.10</b>



Total

# ENCRAFT INDIA PRIVATE LIMITED

70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 2.27 Earning Per Share

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Number of Shares outstanding at the beginning of the year	40,10,000	40,10,000
Number of Shares outstanding at the end of the year	40,10,000	40,10,000
Weighted average number of equity shares for basic EPS (A)	40,10,000	40,10,000
Weighted average number of equity shares for diluted EPS (B)	40,10,000	40,10,000
Profit/ (Loss) after tax (C)	454.94	217.11
Nominal value of equity share ( in ₹)	10.00	10.00
<b>Basic Earnings per Share (₹) (C) / (A)</b>	<b>11.35</b>	<b>5.41</b>
<b>Diluted Earnings per Share (₹) (C) / (B)</b>	<b>11.35</b>	<b>5.41</b>

### 2.28 RELATED PARTY DISCLOSURES

(a) Names of related parties with whom transactions have taken place and relationship

Name	Designation	Relationship
Mrs. Bina Jain	Director	Key Managerial Personnel
Mr. Rajeev Jain	Director	Key Managerial Personnel
Mr. Nitin Jain	Director	Key Managerial Personnel
Mr. Avanish Singh Visen	Director (W.e.f. June 4, 2021) & Group CEO	Key Managerial Personnel
Mrs. Anuradha Jain		Relative of Key Managerial Personnel
Mrs. Kanupriya Jain		Relative of Key Managerial Personnel
M/S AIC Plastics (P) Limited		Common Control
M/S GLJ Realty Private Limited		Common Control
M/S Ajay Industrial Polymers Private Limited		Common Control
M/S Ajay Poly Private Limited		Common Control

### (b) Details of Transaction with related parties

	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
<b>1. Director Remuneration</b>		
Mr. Rajeev Jain	32.74	32.74
Mr. Nitin Jain	32.74	32.74
Mr. Avanish Singh Visen	89.03	-
<b>2. Consultancy Charges</b>	30.00	30.00
Mrs. Bina Jain	6.00	-
Mrs. Anuradha Jain	6.00	-
Mrs. Kanupriya Jain		
<b>3. Rent Paid</b>		
Ajay Industrial Polymers Private Limited	41.52	41.52
Ajay Poly Private Limited	7.99	7.99
A.I.C. (Plastics) Private Limited	0.66	0.66
<b>4. Sales of Goods</b>	70.97	46.74
Ajay Poly Private Limited		
<b>5. Purchase of Goods</b>		
Ajay Poly Private Limited	279.60	200.01
<b>6. Loan Repayment (Net)</b>		
Mrs. Bina Jain	163.10	225.00
<b>9. Corporate Guarantee Given to</b>		
Ajay Poly Private Limited	3,264.37	2,040.89
Ajay Industrial Polymers Private Limited	1,103.26	896.04

### (c) Details of Outstanding Balance

	(Amount in ₹ Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Ajay Poly Private Limited	327.98 (DR)	43.22 (CR)
Ajay Industrial Polymers Private Limited	15.25 (CR)	4.18 (DR)
Mrs. Bina Jain	681.74 (CR)	844.84 (CR)
Mr. Rajeev Jain	110.79 (CR)	110.79 (CR)
Mrs. Anuradha Jain	0.90 (CR)	-
Mrs. Kanupriya Jain	0.90 (CR)	-
Devendra Chandra Jain (HUF)	859.22 (CR)	859.22 (CR)



**ENCRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.29 Contingent liabilities and commitments***(Amount in ₹ Lakhs)*

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Contingent liabilities</b>		
<i>Claims against the Company not acknowledged as debts:</i>		
(i) Matters pending in assessment/appeal/ Ward Appeal against Central Excise Revenue Audit (CERA) Assessment Year 2014-15, Excise Department, Uttarakhand	-	15.56
-VAT assessment cases are under proceeding at Commercial Tax Department Assessment Year 2015-16, VAT Department, Uttarakhand (Case under Appeal)	18.35	18.35
Assessment Year 2016-17, VAT Department, Uttarakhand	12.41	12.41
Assessment Year 2014-15, VAT Department, Hyderabad	-	15.30
In respect of Corporate Guarantee given (amount outstanding at the end of the year) -On behalf of Related Parties	4,367.63	2,936.93

**2.30 SEGMENT REPORTING****(a) PRIMARY BUSINESS SEGMENTS**

The company reviewed the disclosure of Business segments information and is of the view that the company is only in the business of UPVC Doors & Window Profiles. Since there is no reportable segment as per the view of AS-17 "Segment Reporting". Hence, no information required to be disclosed.

**(b) GEOGRAPHICAL SEGMENTS**

The company has only single geographical area i.e. India. Hence, there is no any other reportable geographical segments as per the view of AS-17 "Segment Reporting".

**2.31 MICRO , SMALL & MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006**

According to information available with management, on the basis of information received from suppliers regarding their status under the Micro, Small and medium enterprises Development Act, 2006 (MSMED Act), the company has no dues to Micro & Small Enterprises during the year ended 31st March, 2022.

*(Amount in ₹ Lakhs)*

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Principal amount remaining unpaid to any supplier as at the end of the year	9.21	49.95
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the year	0.05	0.41
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-



**ENCRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.32 EMPLOYEE BENEFITS PLANS:**

a) Provident Fund - Defined Contribution Plan

All employees are entitled to Provident Fund benefits. Amount debited in Statement of Profit &amp; Loss is ₹ 25.01 Lakhs (Previous Year ₹ 23.98 Lakhs) excluding admin &amp; DLI charges.

b) In accordance with applicable Indian Laws, the Company provides for gratuity, a defined benefit retirement plan (Gratuity Plan). The Gratuity Plan provides a lump sum payment to vested employees, at retirement or termination of employment, an amount based on the respective employees' last drawn salary &amp; the years of employment with the Company.

c) Leave Encashment - Defined Benefit Plan

The Company has a scheme of encashment of accumulated leaves. The Scheme is unfunded and is recognized in Statement of Profit &amp; Loss on the basis of actuarial valuation on accrual basis.

The Summarized position of defined benefits recognized in Statement of Profit &amp; Loss and Balance Sheet are as under:

*(Amount in ₹ Lakhs)*

Particulars	For the year ended March 31, 2022		For the year ended March 31, 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
<b>Expenses recognized in the Statement of Profit &amp; Loss Account for the year ended March 31, 2022</b>				
1. Current Service Cost	8.31	9.14	9.27	7.08
2. Interest Cost	2.81	1.99	3.07	1.82
3. Expected return on plan assets	Nil	Nil	Nil	Nil
4. Employee Contribution	Nil	Nil	Nil	Nil
5. Actuarial (Gains)/Losses	(3.29)	3.63	(13.59)	(5.33)
6. Past Service Cost	Nil	Nil	Nil	Nil
7. Settlement Cost	Nil	Nil	Nil	Nil
8. Total Expenses	7.83	14.77	(1.26)	3.57
<b>Net Asset/ (Liability) recognized in the Balance Sheet as at March 31, 2022</b>				
1. Present Value of Defined Benefit Obligation.	44.00	41.44	41.34	29.33
2. Fair Value of Plan Assets	Nil	Nil	Nil	Nil
3. Funded Status /Difference	(44.00)	(41.44)	(41.34)	(29.33)
4. Excess of Actual over estimated	Nil	Nil	Nil	Nil
5. Net Asset/ (Liability) as at March 31, 2020	(44.00)	(41.44)	(41.34)	(29.33)
<b>Change in Obligation during the year ended March 31, 2022</b>				
1. Present value of Defined Benefit Obligation at the beginning of the year.	41.34	29.33	45.15	26.83
2. Current Service Cost.	8.31	9.14	9.27	7.08
3. Interest Cost	2.81	1.99	3.07	1.82
4. Benefits paid	(5.17)	(2.67)	(2.56)	(1.06)
5. Settlement Cost	Nil	Nil	Nil	Nil
6. Past Service Cost.	Nil	Nil	Nil	Nil
7. Employee Contributions	Nil	Nil	Nil	Nil
8. Actuarial (Gains)/Losses	(3.29)	3.63	(13.59)	(5.33)
9. Present Value of Defined Benefit Obligation at the end of the year.	44.00	41.44	41.34	29.33



**ENCRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS**

Change in Assets during the year ended March 31, 2022.				
1. Plan Assets at the beginning of the year.	Nil	Nil	Nil	Nil
2. Assets acquired on amalgamation in previous year.	Nil	Nil	Nil	Nil
3. Settlements	Nil	Nil	Nil	Nil
4. Expected return on Plan Assets	Nil	Nil	Nil	Nil
5. Contribution by Employer	Nil	Nil	Nil	Nil
6. Actual Benefit Paid	Nil	Nil	Nil	Nil
7. Actuarial Gains/ (Losses)	Nil	Nil	Nil	Nil
8. Plan Assets at the end of the year.	Nil	Nil	Nil	Nil
9. Actual Return on Plan Assets	Nil	Nil	Nil	Nil

**Note:** The information on composition of the planned assets held by the fund managed by the insurer is not provided since the same is not available.

**Actuarial Assumptions:**

Particular	For the year ended March 31, 2022	For the year ended March 31, 2021
Discount Rate	6.79%	6.80%
Mortality	As per IALM (2012-14)	As per IALM (2012-14)
Turnover Rate	--	--
Future Salary Increase	5.50%	5.50%

**2.33 Auditors' remuneration (excluding taxes)**

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
For Statutory Audit	2.25	1.73
For Tax Audit	0.75	0.58
For Certification and Other Services	0.68	-
<b>Total</b>	<b>3.68</b>	<b>2.31</b>

**2.34 Corporate social responsibility expenditure (CSR)**

As per section 135 of companies act 2013, the company is not liable for expenses to be incurred on corporate social responsibilities (CSR). Hence there is no any CSR expenses incurred by company during the FY 2021-22.

**2.35 Disclosure under AS 19 "Leases"****i) Finance leases:**

- (a) The Company has taken a vehicle on finance lease. The ownership of such vehicle will get transferred to the Company at the end of lease term.
- (b) The minimum lease rentals in respect of assets acquired under finance leases are as follows:

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
1. Payable not later than 1 year	11.27	-
2. Payable later than 1 year and not later than 5 years	17.55	-
<b>Total</b>	<b>28.82</b>	<b>-</b>

**Included in the financial statements**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Current maturities of finance lease obligations	11.27	-
Non current borrowings	17.55	-
<b>Total</b>	<b>28.82</b>	<b>-</b>



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**ENCRAFT INDIA PRIVATE LIMITED**70, OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS****ii) Operating leases :**

General description of the Company's operating lease arrangements:

The Company has entered into operating lease arrangements for certain facilities.

Some of the significant terms and conditions of the arrangements are:

- the lease arrangements are generally renewable on the expiry of the lease period subject to mutual agreement;

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
Lease rent in respect of the operating leases, charged to the statement of profit and loss for the year :	58.81	57.56

**2.36 Deferred Tax**

Breakup of net Deferred Tax Asset/(Liability) is as follows:

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Deferred Tax Liability</b>		
Tax Impact of difference between carrying amount of Fixed Assets	778.85	836.02
<b>Total Timing Difference on which Deferred Tax Liability Arised</b>	<b>778.85</b>	<b>836.02</b>
<b>Total Net Deferred Tax Liability @ 25.168%</b>	<b>196.02</b>	<b>210.41</b>
<b>Deferred Tax Asset</b>		
Expenses charged in financial statements but allowable as deduction under Income Tax Act in future years (to the extent considered realizable)		
- Provision for Gratuity	44.00	41.34
- Provision for Leave Encashment	41.44	29.33
- Provision for Doubtful Debts	31.22	32.63
<b>Total Timing Difference on which Deferred Tax Asset Arised</b>	<b>116.66</b>	<b>103.30</b>
<b>Total Net Deferred Tax Asset @ 25.168%</b>	<b>29.36</b>	<b>26.00</b>
<b>Net Deferred Tax Liability/(Asset)</b>	<b>166.66</b>	<b>184.41</b>

**2.37 Additional information pursuant to provisions of Companies Act, 2013:****i) Details of Purchase of Raw Materials**

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
Imported	1,564.73	1,281.99
Indigenous	6,591.20	2,861.18

**ii) Opening & Closing Stock of Inventories**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Opening Stock	1,737.82	1,324.19
Closing Stock	1,978.92	1,737.82

**iii) Detail of Foreign Exchange Outflow**

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
Payment against Supplies	1,441.13	1,168.11
Payment against Expenses	11.76	7.04



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# ENCRAFT INDIA PRIVATE LIMITED

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## NOTES FORMING PART OF FINANCIAL STATEMENTS

2.38 In the opinion of the Board of Directors of the Company, Current Assets and Loans & Advances have a value or realization in the ordinary course of business at least equal to amounts at which they are stated.

### 2.39 Global Pandemic COVID-19 and Rise in Polymers price

The COVID-19 pandemic, continued to be a global challenge, creating disruption across the world. There was a nation-wide lockdown imposed at various intervals during FY 2020-21 and in the first three months of FY 2021-22. However, the Company continued its operations with work from home facility, wherever possible, for their employees and after uplifting of the lockdown, Company started to operate after adopting safety measures and following standard operating procedures mandated by Govt. of India like disinfection of office premises, keeping social distancing, use of Arogya Setu Application and Oximeters.

Though this pandemic & increase in prices of polymers has affected the margins of the Company during this period, however Management is of the view that it will soon recover with this temporary slow down in business. Accordingly, the company does not foresee any significant impact on the operations of the Business.

In assessing the recoverability of Company's assets such as investments, Loans, intangible assets, Trade receivables etc. the Company has considered internal and external information. The Company has performed analysis on the assumptions used basis the internal and external information/indicators of future economies conditions, the Company expects to recover the carrying amount of the assets.



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**ENCRAFT INDIA PRIVATE LIMITED**

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020

CIN-U25200DL2013PTC247629

**NOTES FORMING PART OF FINANCIAL STATEMENTS****2.40 Ratios as per Schedule III**

Ratio	Ratio Formula	As at March 31,2022	As at March 31,2021	Variance%	Explanation for Variance
a) Current Ratio	Current Assets/Current Liabilities	1.72	1.68	2.25%	Not Applicable
b) Debt-equity ratio	Total Debt/Shareholder's equity	2.05	2.49	-17.76%	Not Applicable
c) Debt service coverage ratio	Earnings available for debt service/Debt service	3.53	2.16	63.78%	Improved due to Increase in earnings during the year
d) Return on equity(%)	Net Profits after taxes/Average shareholder's equity	30.87%	20.35%	51.71%	Improved due to Increase in earnings during the year
e) Inventory turnover ratio	Cost of Goods Sold/Average Inventory	4.24	2.95	43.62%	Improved due to better inventory management despite increase in prices of raw material during the year
f) Trade receivables turnover ratio	Revenue from operations/Average trade receivables	8.24	6.13	34.32%	Improved due to increase in Revenue from Operations and better realisation of Trade receivables during the year
g) Trade payables turnover ratio	Purchases /Average trade payables	16.15	12.22	32.16%	Due to Increase in purchases during the year and better payment to trade payables
h) Net capital turnover ratio	Revenue from operations/Average Working capital	7.62	5.65	34.68%	Improved due to Increase in Revenue from Operations and better realisation of Trade receivables during the year
i) Net profit ratio(%)	Profit for the year/Revenue from operations	4.00%	3.18%	25.90%	Improved due to increase in Net profits and revenue from operations during the year
j) Return on capital employed(%)	Earnings before interest and taxes/Capital employed	10.66%	7.07%	50.88%	Improved due to increase in profits and revenue from operations during the year

As per our report of even date

**For Kedia Goel & Co.**

Chartered Accountants

Firm Registration No. 022577N

**Jatin Tehri**

Partner

Membership No. 506946



Place: Gurugram

Date:

**14 SEP 2022**For and on behalf of the Board of Directors  
**Encraft India Private Limited****Rajeev Jain**

Director

DIN - 00271809

**Avanish Singh Visen**

Director &amp; Group CEO

DIN - 09116842

Place: New Delhi

Date: September 14, 2022

**Nitin Jain**

Director

DIN - 00071131

**Rakesh Kumar**

Group CFO