



35th  
ANNUAL REPORT  
2021 - 2022

Pentokey Organy (India) Limited

**BOARD OF DIRECTORS**

Mr. Purshottam Kejriwal	Non - Executive Non - Independent Director (w.e.f. 24th June, 2021)
Ms. Jyoti Devi Kejriwal	Non - Executive Non - Independent Director (upto 01st August, 2022)
Mr. Devendra Shrimanker	Non - Executive Independent Director
Ms. Prajakta Shidhore	Non - Executive Independent Director
Mr. Arun Goenka	Non - Executive Non - Independent Additional Director (w.e.f. 12th August, 2021)
Mr. Shyam Balsekar	Non - Executive Independent Director (upto 12th August, 2021)
Mr. S. Mohan	Non - Executive Non-Independent Director (upto 24th June, 2021)
Mr. Shrinivas Mokashi	Non - Executive Non-Independent Director (upto 24th June, 2021)

**KEY MANAGERIAL PERSONNEL**

Mr. Balachandran Nair M.N.	Chief Executive Officer (upto 12th August, 2021)
Mr. Sunil Raghav	Chief Financial Officer (upto 12th August, 2021)
Mr. Rajendra Gujrathi	Chief Executive Officer (w.e.f. 13th August, 2021)
Mr. Sanjeev Dubey	Chief Financial Officer (w.e.f. 13th August, 2021)
Ms. Kiran Jadhav	Company Secretary (upto 13th November, 2021)
Ms. Divya Desai	Company Secretary (w.e.f. 31st January, 2022)

**CORPORATE IDENTIFICATION NUMBER**

L24116MH1986PLC041681

**REGISTERED OFFICE (w.e.f 03<sup>rd</sup> July, 2021)**

509, Western Edge I, Off Western Express Highway  
Borivali East Mumbai 400066  
Telephone: +91-22-28545118 / 28545119  
Email: investors@pentokey.com  
Website: www.pentokey.com

**AUDITORS**

M/s Verma Mehta & Associates  
Chartered Accountants  
104, Creative Industries Premises,  
Sunder Nagar, Kalina,  
Santacruz (East), Mumbai - 400 098

**BANKERS**

Indian Overseas Bank  
Bank of India  
Bank of Baroda  
Indusind Bank

**REGISTRAR & TRANSFER AGENTS (RTA)**

Datamatics Business Solutions Limited  
Plot No. B-5, Part B Cross Lane,  
MIDC, Andheri (East), Mumbai – 400 093.  
Contact: (022) 6671 2188 / 191  
Email: anand\_bhilare@datamaticsbpm.com  
Website: http://www.datamaticsbpm.com/rta/

**CONTENTS**

Notice .....	02	Balance Sheet .....	39
Board's Report .....	14	Statement of Profit and Loss.....	40
Secretarial Audit Report .....	26	Cash Flow Statement .....	41
Auditors Report .....	31	Statement of changes in Equity .....	42
		Notes to Accounts .....	43



### NOTICE

**NOTICE** is hereby given that the **35th Annual General Meeting (“AGM”) of the Members of Pentokey Organy (India) Limited** will be held on Wednesday, 21<sup>st</sup> day of September 2022 at 5.00 PM through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”), to transact the following business. The venue of the meeting shall be deemed to be the registered office of the Company at 509, 5th Floor, Kanakia Spaces, Condominium, Western Edge - 1, Above Metro Cash & Carry Mall, Western Express Highway, Borivali - East, Mumbai - 400 066 Maharashtra, India.

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended on March 31, 2022 together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Purshottam Kejriwal (DIN: 02476745), who retires by rotation in terms of Section 152 (6) of the Companies Act, 2013 and being eligible, offers himself for re-appointment.

### SPECIAL BUSINESS:

3. **To appoint Mr. Kostuv Kejriwal (DIN: 00285687) as Non-Executive (Non-Independent) Director:**

To consider and if thought fit, to convey assent or dissent to the following Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (‘the Act’) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended from time to time Mr. Kostuv Kejriwal (DIN: 00285687), who was appointed as an Additional Director of the Company by the Board of Directors with effect from 2<sup>nd</sup> August, 2022 and holds office until the date of this Annual General Meeting in terms of Section 161 of the Act and who is eligible for appointment and has consented to act as a Director of the Company and in respect of whom the Company has received a notice in writing from a Member under section 160(1) of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Non-Executive (Non-Independent) Director of the Company, liable to retire by rotation.”

**RESOLVED FURTHER THAT** any Director and/or the Chief Financial Officer or the Company Secretary of the Company be and are hereby severally authorized to do all acts, deeds and things, including statutory filings, and take steps as may be deemed necessary, proper or expedient to give effect to this Resolution and matters incidental thereto.

By Order of the Board  
For **Pentokey Organy (India) Limited**

**Divya Desai**  
Company Secretary & Compliance Officer  
02/08/2022  
Mumbai



**NOTES:**

- i. The explanatory statement pursuant to Section 102(1) of the Companies Act, 2013 (“the Act”), in respect of Special Business under Item No. 3 of the Notice set out above is annexed hereto.
- ii. In view of the continuing COVID-19 pandemic, social distancing norms and pursuant to General Circular No. 2/2022 dated 5 May 2022 read together with General Circular Nos. 21/2021, 14/ 2020, 17/2020, 20/2020 dated 14 December 2021, 8 April 2020, 13 April 2020 and 5 May 2020, respectively, issued by the Ministry of Corporate Affairs (“MCA Circulars”) and Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12 May, 2020 and Circular No. SEBI/HO/CFD/ CMD2/CIR/P/2021/11 dated 15 January, 2021 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13 May, 2022 issued by the securities and Exchange Board of India (“SEBI Circulars”), the Corporation will be conducting this Annual General Meeting (“AGM”) through Video Conference/ Other Audio Visual Means, without the physical presence of the Members at a common venue.  
  
Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Circulars issued by MCA, 157th AGM of the Corporation shall be conducted through VC / OAVM. National Securities Depositories Limited (‘NSDL’) will be providing facility for remote e-voting, participation in the AGM through VC / OAVM and e-voting during the AGM The deemed venue for the 35th AGM shall be the Registered Office of the Company situated at 509, Western Edge I, Off Western Express Highway Borivali East Mumbai 400066
- iii. Since the physical attendance of Members has been dispensed with in terms of the above mentioned Circulars, there is no requirement of appointment of proxies by Members under Section 105 of the Act and the same will not be available for this AGM. Hence, Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. Institutional Corporate Shareholders (i.e. other than individuals/ HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution / Authorization etc., authorizing its representative to attend the AGM through VC/OAV Mand vote on its behalf. The said Resolution/Authorization shall be sent to the Corporation at investors@pentokey.com or to Datamatics Business Solutions Limited, Registrar and Share Transfer Agent at anand\_bhilare@datamaticsbpm.com with a copy marked to evoting@cDSL.co.in.
- iv. Details of the director to be appointed or reappointed at the Annual General Meeting is annexed to the Notice as Annexure II as required by the Secretarial Standards on General Meeting issued by the Institute of Company Secretaries of India.
- v. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, 15<sup>th</sup> September, 2022 to Wednesday, 21<sup>st</sup> September, 2022 (both days inclusive) for annual closing.
- vi. Members requiring information on the audited financial statement for the year ended March 31, 2022 are requested to send email at investors@pentokey.com to the Company at least seven (7) days before the date of the meeting to enable the Company to furnish the information.
- vii. The Company has appointed Datamatics Business Solutions Limited, Mumbai as its Registrar and Transfer Agent. All correspondence relating to transfer and transmission of shares, sub-division of shares, issue of duplicate share certificates, change of address, email id, updation of PAN, dematerialization of shares, payment of dividend, unclaimed dividends etc. will be attended to and processed at the office of the Registrar and Transfer Agent at the following address:-



### **Datamatics Business Solutions Limited**

Plot No. B 5, Part B, Cross Lane,

MIDC, Andheri (East), Mumbai – 400 093.

Contact: (022) 6671 2188/191

Email: [anand\\_bhilare@datamaticsbpm.com](mailto:anand_bhilare@datamaticsbpm.com)

- viii. Members holding shares in electronic form are advised to keep the bank details updated with the respective Depositories, viz. NSDL and CDSL. Member holding shares in certificate form are requested to update bank details with the Company's Registrar and Transfer Agents
- ix. As per the provisions of Section 72 of the Act, facility for making nomination is available to Individual sholding shares in the Company. Members holding shares in physical form who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. Members may download the Nomination Form from the Company's website under the web link a <https://bbtcl.com/investor-service-request-forms/>. Members holdings hares in demat modes hould file their nomination with their DP sforavailing this facility.

The Company has sent individual letters to all the Members holding shares of the Company in physical form for furnishing their PAN, KYC details and Nomination pursuantto SEBI Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2021/655 dated 3 November 2021. Pursuantto the said SEBI Circular, SEBI has mandated furnishing of PAN, KYC details and nomination by holders of physical securities by 31 March, 2023, and linking PAN with Aadhar by 31 March 2022. Members are requested to submit their PAN, KYC and nomination details to the Corporation's registrars through the forms available a <https://bbtcl.com/investor-service-request-forms/>. The Corporation has sent communications in this regard to eligible shareholders. In case a holder of physical securities fails to furnish these details or link their PAN with Aadhar before the due date, our registrars are obligated to freeze such folios. The securities in the frozen folios shall be eligible to receive payments (including dividend) and lodge grievances only after furnishing the complete documents. In case the securities continue to remain frozen as on 31 December 2025, the registrar /the Corporation shall refer such securities to the admin is tering authority under the Benami Transactions (Prohibitions) Act, 1988, and/ or Prevention of Money Laundering Act, 2002.

Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated 25 January 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/ Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR-4, the form a to f which is available on the Company's website under the weblink a <https://bbtcl.com/investor-service-request-forms/>. Members holding equity shares of the Company in physical form are requested to kindly get their equity shares converted in to demat/electronic form to get in here nt benefits of dematerialisation and also considering that physical transfer of equity shares/issuance of equity shares in physical form have been disallowed by SEBI.

- x. The Board of Directors of the Company has appointed Mr. AM Bhat, Practising Company Secretary (FCS 1560, CP 7567, as Scrutiniser for conducting the voting process of remote e-voting and e-voting during AGM in a fair and transparent manner.
- xi. The Scrutiniser shall submit his/her report, to the Chairman or any person authorised by him, on the voting in favour or against, if any, within two working days from the conclusion of the Meeting.
- xii. The results declared along with the consolidated Scrutiniser's Report and the recorded transcript



of the meeting shall be placed on the website of the Company [www.pentokey.com](http://www.pentokey.com). The results shall simultaneously be communicated to the Stock Exchanges.

- xiii. The Register of Directors and Key Managerial Personnel (KMP) and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the Directors are interested under Section 189 of the Act and all other documents referred to in the Notice can be inspected in electronic mode by sending a request on e-mail to [investors@pentokey.com](mailto:investors@pentokey.com).
- xiv. In support of the “Green Initiative” measure taken by Ministry of Corporate Affairs; we request the shareholders to support our commitment to environmental protection by choosing to receive the shareholding communications through email. You can do the same by updating your email addresses with our Registrar and Transfer Agent.
- xv. Pursuant to Sections 101 and 136 of the Act read with the relevant Rules made thereunder, Electronic copy of the Annual report along with Notice is being sent to members whose email addresses are registered with the Company.
- xi. Electronic copy of Annual report along with Notice will also be available on the Company’s website [www.pentokey.com](http://www.pentokey.com) for its download.
- xvii. In case any member is desirous of obtaining hard copy of the Annual Report for the financial year 2021-22 and Notice of the 35th AGM of the Company, may send request to the Company’s e-mail address at [investors@pentokey.com](mailto:investors@pentokey.com) mentioning Foilo No./DP ID and Client ID.

### **CDSL E-VOTING SYSTEM – FOR E-VOTING AND JOINING VIRTUAL MEETINGS.**

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM/EGM will thus be held through through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting’s agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the EGM/AGM will be provided by CDSL.
3. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM/EGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.



5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at [www.pentoket.com](http://www.pentoket.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively. The AGM/EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
7. The AGM/EGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. In continuation of this Ministry's **General Circular No. 20/2020**, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January,13,2021.

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

**Step 1** : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

**Step 2** : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The voting period begins on Sunday, 18<sup>th</sup> September, 2022 at 9.00 a.m. and ends on Tuesday, 20<sup>th</sup> September, 2022 at 5.00p.m.. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Saturday, 14<sup>th</sup> September, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential**,



through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

**Step 1** : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>
Type of shareholders	Login Method





<p>Individual Shareholders holding securities in demat mode with <b>NSDL</b></p>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS” Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

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

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

Login type	Helpdesk details
<p>Individual Shareholders holding securities in Demat mode with <b>CDSL</b></p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 and 22-23058542-43.</p>
<p>Individual Shareholders holding securities in Demat mode with <b>NSDL</b></p>	<p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30</p>

**Step 2 :** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.



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

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.</li> </ul>

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

- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/ NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be



displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.

- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [investor@pentokey.com](mailto:investor@pentokey.com) (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

### **INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.



7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at investors@pentokey.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at investors@pentokey.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

### **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022- 23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.



**STATEMENT OF MATERIAL FACTS IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:**

**Pursuant to Regulation 31A of the Listing Regulations read with Section 102 of the Act, the following explanatory statement sets out all material facts relating to Item No. 3**

The Board of Directors on the recommendation of the Nomination and Remuneration Committee appointed Mr. Kostuv Kejriwal (DIN: 00285687) as an Additional Director of the Company with effect from 2<sup>nd</sup> August, 2022 in the category of a Non-Executive and Non-Independent Director, liable to retire by rotation. In accordance with Section 161(1) of the Companies Act, 2013,

Mr Kostuv Kejriwal holds office up to the date of the ensuing Annual General Meeting and is eligible for appointment as a Director of the Company. The Company has received a notice under Section 160 of the Companies Act, 2013 from a Member signifying his intention to propose the candidature of Mr. Kostuv Kejriwal as a Director of the Company.

Mr. Kostuv Kejriwal is having experience of more than 15 years in drug & medicine manufacturing.

Further, additional information as required to be provided pursuant to the SS-2, in respect of Mr. Kostuv Kejriwal, is provided in the Annexure to this Notice and also forms part of the Explanatory Statement.

Other than Mr. Kostuv Kejriwal and Mr. Pushottam Kejriwal who are related to each other and their relatives, no other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution.

By Order of the Board  
For **Pentokey Organy (India) Limited**

**Divya Desai**  
Company Secretary & Compliance Officer  
ICSI M. No: ACS61179  
Date: 02/08/2022  
Place: Mumbai

## PENTOKEY ORGANY (INDIA) LIMITED



**PARTICULARS OF THE DIRECTORS SEEKING APPOINTMENT/ RE- APPOINTMENT AT THE ENSUING ANNUAL GENERAL MEETING PURSUANT TO REGULATION 36(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND SECRETARIAL STANDARDS ON GENERAL MEETINGS (SS-2) AS LAID DOWN BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA ARE GIVEN BELOW:**

<b>Name of Director</b>	<b>Date of Appointment</b>	<b>Expertise / Qualification</b>	<b>Disclosure of relationships between directors</b>	<b>List of Other Companies in which Directorship and membership of Committees held</b>	<b>Shareholding in the Company</b>
Mr. Purshottam Kejriwal	24th June 2021	Having experience of more than 30 years in drug & medicine manufacturing. He is the Managing Director of Merit Organics Limited since 22nd May 1992	Father of Mr.Kostuv Kejriwal and Husband of Mrs. Jyotidevikejriwal	Merit Organics Limited	30.82%
Mr.Kostuv Kejriwal	02nd August, 2022	Having experience of more than 15 years in drug & medicine manufacturing	Son of Mr.Purshottam Kejriwal, Director	Merit Healthcare Private Limited	6.45%

**BOARD'S REPORT**

**Dear Shareholders,**

The Board of Directors present their 35<sup>th</sup> Annual Report of the Company together with Audited Financial Statements for the year ended 31st March, 2022.

**FINANCIAL RESULTS:**

(Rs. in Lakh)

<b>Particulars</b>	<b>Financial Year 2021-22</b>	<b>Financial Year 2020-21</b>
Total Income	25.19	29.98
Profit / (Loss) before Interest, Depreciation and Tax	(15.88)	(23.80)
Less: Interest Paid	-	-
Profit / (Loss) before Depreciation and Tax	(15.88)	(23.80)
Less: Depreciation / Amortization	0.47	0.26
Profit / (Loss) before & After Tax	(16.35)	(24.06)

**OPERATIONS REVIEW:**

During the year under review, the company did not commence any operations, hence the company has not recorded any revenue.

Your Company has total other income of Rs. 25.19 Lakhs and loss of Rs. 16.35 lakhs as against the total Income of Rs. 29.98 lakhs and net loss of Rs. 24.06 respectively in the previous financial year 2020-2021. Since the Company has accumulated losses, no amount is available for appropriation.

**BUSINESS ACTIVITY**

The company has changed its objects by altering the object clause of the memorandum of association of the company in the 34th AGM held in FY 2021-22 from trading of Chemicals to manufacture and trading of pharma products.

**PROMOTERS**

There has been a change in the promoters of the company pursuant to the acquisition of the shares from the existing promoters by Mr. purshottam Kejriwal and his family members.

**RECLASSIFICATION OF PROMOTERS**

The Company had filed an application to BSE for reclassification of the erstwhile promoters to public category. The approval for reclassification of shareholders under the provisions of regulation 31A of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 for reclassifying 8 promoter shareholder into public category against the application filed on October 27, 2020 has been received from BSE on 5th July, 2022.

**SHARE CAPITAL OF THE COMPANY:**

During the year under review, the Company has not issued any shares with differential voting rights not granted any stock options neither sweat equity. The Paid up Equity Share Capital, as at 31st March, 2022 was Rs. 6,27,26,290 divided into 62,72,629 Equity shares, having face value of Rs.10/- each fully paid up.

## PENTOKEY ORGANY (INDIA) LIMITED

---



### **DIVIDEND:**

In view of Loss incurred by the Company, the Directors regret their inability to recommend any dividend for the Financial Year ended 31st March 2022.

### **TRANSFER TO RESERVES:**

No amount was transferred to the reserves during the financial year ended 31st March, 2022.

### **SUBSIDIARIES AND ASSOCIATE COMPANIES:**

The Company does not have any Subsidiaries and Associates, therefore details under Form AOC 1 is not applicable.

### **PUBLIC DEPOSITS:**

The Company has not accepted any deposits from the public and as such, no amount of principal or interest was outstanding as on the balance sheet date.

### **PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:**

The Company has not availed/given any loans, guarantees or investments under provisions of Section 186 of Companies Act, 2013.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Particulars with respect to the conservation of energy and technology absorption as required to be disclosed pursuant to provision of Section 134(3)(m) of the Act read with Rule 8(3) of the Companies (Accounts), 2014 are not relevant to the Company. Foreign exchange earnings and outgo as stipulated under Section 134 of the Act read with the Companies (Accounts) Rules, 2014, is set out in the **Annexure I** to this report.

### **PARTICULARS OF REMUNERATION TO EMPLOYEES, DIRECTORS AND KMP's:**

The disclosure on the details of remuneration to employees, Directors and Key Managerial Personnel pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is set out in **Annexure II** to this report.

### **RELATED PARTY TRANSACTIONS:**

In line with the requirements of the Companies Act, 2013 and Listing Regulations, your Company has formulated a Policy on Related Party Transactions which is available on the website of the Company at [www.pentokey.com](http://www.pentokey.com). The Policy intends to ensure that proper reporting; approval and disclosure processes are in place for all transactions between the Company and its Related Parties.

All Related Party Transactions are placed before the Audit Committee for review and approval and are in accordance with the Policy. All transactions entered by the Company with Related Parties are in ordinary course of business and on arm's length basis.

Form AOC-2 pursuant to Section 134(3)(h) of the Companies Act, 2013 read with rule 8(2) of the Companies (Accounts) Rules, 2014 is set out in **Annexure III** to this report.





**DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

The following changes have been made to the Board of Directors of the Company during the year:

S. No.	Name	Designation	Appointment or resignation	Date of Appointment or resignation
1	Mr. Purshottam Kejriwal	Non executive, Non Independent Promoter director (Additional Director)	Appointment	24/06/2021
		Non executive, Non Independent Promoter director	Change in designation	28/09/2021
2	Mrs. Jyoti Devi Kejriwal	Non executive, Non Independent Promoter director (Additional Director)	Appointment	24/06/2021
		Non executive, Non Independent Promoter director	Change in designation	28/09/2021
		Non executive, Non Independent Promoter director	Resignation	01/08/2022
3	Mr. Mohan Somanathan	Non-Executive, Non Independent Director	Resignation	24/06/2021
4	Mr. Shrinivas Mokashi	Non-Executive, Non Independent Director	Resignation	24/06/2021
5	Mr. Arun Goenka	Non-Executive, Non Independent Director, Director (Additional Director)	Appointment	12/08/2021
		Non executive, Non Independent, Professional Director	Change in designation	28/09/2021
6	Mr. Shyam Balsekar	Non-Executive, Independent Director	Resignation	12/08/2021
7	Mr. Rajendra Babulal Gujarathi	Chief Executive Officer(CEO)	Appointment	12/08/2021
8	Mr. Sanjeev Dubey	Chief Financial Officer(CFO)	Appointment	12/08/2021
9	Mr. Balachandran Nair	Chief Executive Officer(CEO)	Resignation	12/08/2021
10	Mr. Sunil Raghav	Chief Financial Officer(CFO)	Resignation	12/08/2021
11	Ms. Kiran Jadhav	Company Secretary and Compliance Officer	Appointment	14/04/2021
			Resignation	13/11/2021
12	Ms. Divya Desai	Company Secretary and Compliance officer	Appointment	31/01/2022
13	Mr. Kostuv Kejriwal	Non executive, Non Independent Promoter director (Additional Director)	Appointment	02/08/2022



Ms. Prajкта Shidhore was re-appointed as a non-excuted Independent Director for a secondterm of 5 years w.e.f 28 september 2021.

In according with the applicable provision of the Companies Act 2013 and the articles of association of the company, Mr. Purushottam Kejriwal retired by rotation at the ensuing AGM and being eligible, offers himself for re-appointment. Your directors recommend the re-appointment of Mr. Purushottam Kejriwal as a Director of the Company.

As on the date of this report, the Board of Directors comprises of – Five (5) Directors including Two (2) Independent Non- Executive Directors, and three (3) Non-Executive, Non-Independent Directors. Independent Directors provide their declarations both at the time of appointment and annually confirming that they meet the criteria of independence as prescribed under Companies Act, 2013.

The Company's policy on appointment and remuneration of directors is available on [www.pentokey.com](http://www.pentokey.com).

**MEETINGS OF THE BOARD:**

During the year under review, total 6 Six meetings of the Board of Directors were held. The maximum gap between any two Board Meetings was less than one 120 days.

S. no	Date of Board Meeting
1	03.06.2021
2	24.06.2021
3	03.07.2021
4	12.08.2021
5	13.11.2021
6	31.01.2022

The names of members of the Board, their attendance at the Board Meetings are as under:

Name of Directors	Total meetings entitled to attend
Mr. Purshottam Kejriwal	4
Mrs. Jyoti Devi Kejriwal	4
Mr. Mohan Somanathan *1	2
Mr. Shrinivas Mokashi *2	2
Mr. Arun Goenka *3	2
Mr. Shyam Balsekar *4	4
Mr. Devendra Shrimanker	6
Mrs. Prajakta Shidhore	6

\*1. Only 2 board meetings held during his tenure

\*2. Only 2 board meetings held during his tenure

\*3. Only 2 board meetings held during his tenure

\*4. Only 4 board meetings held during his tenure



**AUDIT COMMITTEE:**

The composition, power, role and terms of reference of the Audit Committee is in alignment with the provisions of Section 177 of the Companies Act, 2013 read with the Rules issued thereunder. The members of the Audit Committee are financially literate and have experience in financial management.

During the year, 4 (four) meetings were held.

S. no	Date of Audit Meeting
1	03.06.2021
2	12.08.2021
3	13.11.2021
4	31.01.2022

The names of members of the Audit Committee, their attendance at the Audit committee Meeting are as under:

Name of Directors	Number of meetings attended
Mr. Devendra Shrimanker	4
Mrs. Prajakta Shidhore	4
Mr. Mohan Somanathan *1	2
Mr. Arun Goenka *2	2
Mr. Shyam Balsekar *3	4

\*1. Only 2 audit meetings held during his tenure

\*2. Only 2 audit meetings held during his tenure

\*3. Only 4 audit meetings held during his tenure

**STAKEHOLDERS RELATIONSHIP COMMITTEE:**

The composition, power, role and terms of reference of the Stakeholders Relationship Committee is in alignment with the provisions of Section 178 of the Companies Act, 2013 read with the Rules issued thereunder.

During the year, one meeting of Stakeholders Relationship committee was held on 5<sup>th</sup> March, 2022.

The names of members of the Stakeholders Relationship Committee, their attendance at the Stakeholders Relationship committee Meeting are as under:

Name of Directors	Number of meetings attended
Mr. Devendra Shrimanker	1
Mr. Mohan Somanathan *1	0
Mr. Arun Goenka	1
Mr. Shyam Balsekar *2	0
Mr. Purshottam Kejriwal	1

\*1. No SRC meetings held during his tenure in the FY 2021-22.

\*2. No SRC meetings held during his tenure in the FY 2021-22.



**NOMINATION AND REMUNERATION COMMITTEE:**

The composition, power, role and terms of reference of the Nomination and remuneration Committee is in alignment with the provisions of Section 178 of the Companies Act, 2013 read with the Rules issued thereunder.

During the year, 4 meetings of the Nomination and remuneration committee were held on :.(The Following Dates)

S. no	Date of Meeting
1	03.06.2021
2	24.06.2021
3	12.08.2021
4	31.01.2022

NRC comprises of:

Name of Directors	Number of meetings attended
Mr. Devendra Shrimanker	4
Mr. Shyam Balsekar *1	3
Mr. Purshottam Kejriwal*2	2
Mrs. Prajkata Shidhore	4

\*1. Only 3 meetings held during his tenure in the FY 2021-22.

\*2. Only 2 meetings held during his tenure in the FY 2021-22.

**INDEPENDENT DIRECTOR MEETING:**

In accordance with the provisions of Schedule IV of the Act, Regulation 25(3) of the SEBI Listing Regulations and S.S 2.3 of the Secretarial Standards on the meetings of the Board of Directors, a meeting of Independent Directors of the Company was held on 31<sup>st</sup> March, 2022 without the presence of the Non-Independent Directors and the members of the Management. The Independent Directors discussed matters inter alia the functioning of the Company, reviewing the performance of the Chairman, Non-Independent Directors and Board as a whole and assessed the quality, quantity and timeliness of flow of information between the management and the Board that is necessary for the Board to effectively perform its duties.

The Company also conducts familiarisation programme for the Independent Directors to enable them to be familiarised with the Company, its management and its operations to gain a clear understanding of their roles, rights and responsibilities for enabling their contribution to the Company.

The details of familiarization programme for Independent Director(s) is put up on the website of the Company at <http://www.pentokey.com/pdf/Familiazation-Programme.pdf>.

**NOMINATION & REMUNERATION POLICY:**

The remuneration paid to the Directors is in accordance with the Nomination and Remuneration Policy formulated in accordance with Section 178 of the Companies Act, 2013.

The Board of Directors has formulated and adopted a Policy which lays down a framework for selection and appointment of Directors and Senior Management and for determining qualifications, positive attributes and independence of Directors in accordance with the provisions of Companies Act, 2013 read with the Rules issued thereunder and the Listing Regulations.

Nomination and Remuneration Policy is available on the website of the Company at [www.pentokey.com](http://www.pentokey.com)



### **CORPORATE GOVERNANCE REPORT:**

Pursuant to clause 15 (2) (a) of Listing Regulations, compliance with Corporate Governance provisions as specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D, and E of Schedule V of Listing Regulations is not applicable to the Company.

### **BOARD EVALUATION:**

Evaluation of performance of all Directors is undertaken annually. The Company has implemented a system of evaluating performance of the Board of Directors and of its committees and individual Directors on the basis of a structured questionnaire which comprises evaluation criteria taking into consideration various performance related aspects.

The Directors carried out the annual performance evaluation of the Board, Committees of Board and individual Directors along with assessing the quality, quantity and timeliness of flow of information between Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

### **DIRECTORS RESPONSIBILITY STATEMENT:**

Your directors state that:

- (a) In the preparation of the annual financial statements for the year ended 31st March 2022, the applicable Accounting Standards have been followed along with proper explanation to material departures;
- (b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the loss of the Company for the year ended 31st March, 2022;
- (c) Proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) The annual financial statements have been prepared on a going concern basis.
- (e) Appropriate internal financial controls were followed by the Company and that such internal financial controls are adequate and operating effectively; and
- (f) Proper systems to ensure compliance with the provisions of all applicable laws and that such system are adequate and operating effectively.

### **ANNUAL RETURN:**

Pursuant to the provisions of Section 134(3)(a) of the Act, the Annual Return in form MGT-7 for the Company for the financial year 2021-22 is available on the Company's website at <https://www.pentokey.com>.

### **AUDITORS AND AUDITORS REPORT:**

#### **Secretarial Auditor:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed Mr. A. M. Bhat, Practicing Company Secretary (Membership No. 1560) as the Secretarial Auditor of the Company to conduct an audit of the Secretarial Records for financial year ending 31st March, 2022.

The Secretarial Audit Report for financial year ending 31st March, 2022 is annexed as Annexure IV to this Annual Report. The Secretarial Audit Report does not contain any qualification, reservation, or adverse remark.



Further under Regulation 24A of Listing Regulations, the Company was not required to submit the Annual Secretarial Compliance Report as the Company falls under the criteria as specified under Regulation 15(2) of Listing Regulations.

### **Statutory Auditor:**

M/s. Verma Mehta & Associates, Chartered Accountants (Firm Registration No. 112118W), were appointed as Statutory Auditors of the Company at its 31st Annual General Meeting held on 21st September, 2018, to hold office till the conclusion of the 36th Annual General Meeting to be held in the year 2023.

The Auditor's Report for the financial year ended 31st March, 2022 on financial statements of the Company is a part of this report and is annexed as Annexure VI to this Annual Report. The Auditor's Report does not contain any qualification, reservation or adverse remark on the financial statements for the year ended 31st March, 2022.

### **COST AUDITOR:**

The provisions of Cost Audit as prescribed under Section 148 of the Act, are not applicable to the Company.

### **MANAGEMENT DISCUSSIONS AND ANALYSIS (MD&A):**

The detailed MDA is provided as Annexure V and forms a part of this report.

### **RISK MANAGEMENT:**

Pursuant to clause 15(2)(a) of Listing Regulations, compliance with Corporate Governance provisions as specified under Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D, and E of Schedule V of Listing Regulations are not applicable to the Company; however, the Company operates with well-defined risk management policy to identify measures to mitigate various business risks. The copy of the Risk Management Policy is uploaded on the website of the Company at <http://www.pentokey.com/pdf/Risk-Management-Policy.pdf>. This framework seeks to create transparency, minimize adverse impact on the business objective and enhance the Company's competitive advantage and thus helps in managing market, credit and operations risks.

### **VIGIL MECHANISM:**

In compliance with the provisions of Section 177, the Company has established a Vigil Mechanism Policy, which includes a Whistle Blower Policy, for its Directors and Employees, to provide a framework to facilitate responsible and secure reporting of concerns of unethical behaviour, instances of financial irregularities, mala-fide manipulation of Company's records or violation of the Company's Code of Conduct & Ethics. This mechanism also provides for adequate safeguards against victimization of director(s)/employee(s) of the Company who report unethical practices or irregularities.

The Vigil Mechanism Policy is uploaded on the website of the Company at <http://www.pentokey.com/pdf/Vigil-Mechanism- Policy-New.pdf>

### **PREVENTION OF INSIDER TRADING:**

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated persons of the Company, as per SEBI (Prohibition of Insider Trading) Regulations, 2015.

### **PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE:**

As per the requirement of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and Rules made thereunder, your Company has constituted Internal Complaints Committee (ICC). No complaints have been received on Sexual harassment for the financial year ending 31st March 2022. The Company is committed to providing a safe and conducive work environment.



**CORPORATE SOCIAL RESPONSIBILITY:**

Pursuant to Section 135 of the Companies Act, 2013 read with rules of Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company is not required to frame Corporate Social Responsibility Committee and Corporate Social Responsibility Policy.

**INTERNAL FINANCIALS CONTROLS:**

The Company has a sound internal control system, which ensures monitoring implementation of the action plans emerging out of internal audit findings. The terms of reference of the Audit Committee includes reviewing the effectiveness of the internal control environment. The Audit Committee of the Board addresses issues raised by both, the Internal Auditors and the Statutory Auditors of the Company. During the financial year under review, no material or serious observation has been received from the Statutory or Internal Auditors of the Company.

**MATERIAL CHANGES & COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

There are no material changes and commitments affecting the financial position of the Company which have occurred from the end date of the financial year upto the date of this Board's Report.

**LISTING:**

The shares of the Company are listed at the BSE Limited (BSE). The applicable annual listing fees have been paid to BSE Limited.

**SECRETARIAL STANDARDS ISSUED BY ICSI:**

The Company is in compliance with all the applicable mandatory Secretarial Standards as issued by the Institute of Company Secretaries of India (ICSI).

**RISKS AND CONCERNS:**

In today's challenging and competitive environment, strategies for mitigating inherent risks in accomplishing the growth plans of the Company are imperative. The main risks inter alia include strategic risk, operational risk, financial risk and compliances & legal risk.

**APPRECIATION:**

The Board of Directors place on record appreciation for the exemplary contribution made by the employees of the Company at all levels and conveys its appreciation for its business associates and shareholders for their continued support to the Company.

**For and on behalf of the Board of Directors**

**For Pentokey Organy (India) Limited**

**Mr. Purshottam Kejriwal**  
Director  
(DIN: 02476745)

**Mr. Devendra Shrimanker**  
Director  
(DIN: 00385083)

Date: 02.08.2022  
Place: Mumbai



**Annexure - I**

**Disclosure with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo**

*(Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014.)*

**A. CONSERVATION OF ENERGY:**

- I. Steps taken or impact on conservation of energy: Not Applicable, as the Company is not doing any production activity.
- II. The steps taken by Company for utilizing alternate sources of energy: Not Applicable
- III. The capital investment on energy conservation equipment's: NIL

**B. TECHNOLOGY ABSORPTION**

- I. Efforts made towards technology absorption: Not Applicable.
- II. Benefits derived like product improvement, cost reduction, product development or import substitution: Not Applicable.
- III. Imported Technology: Not Applicable, as no Technology has been imported by the Company.
- IV. Expenditure incurred on Research and Development: NIL

**C. FOREIGN EXCHANGE EARNING AND OUTGO:**

*(Rs. in Lakh)*

<b>Particulars</b>	<b>2021-22</b>	<b>2020-21</b>
Earning	-	-
Outgo	-	-

**For and on behalf of the Board of Directors**

**For Pentokey Organy (India) Limited**

**Mr. Purshottam Kejriwal**

Director

(DIN: 02476745)

**Mr. Devendra Shrimanker**

Director

(DIN: 00385083)

Date:02.08.2022

Place: Mumbai





**Annexure - II**

**Details pertaining to Remuneration**

*(Pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.)*

- 1) The ratio of the remuneration and percentage increase is not calculated as there are no employees in the Company other than the Chief Executive Officer, Chief Financial Officer and Company Secretary (Key Managerial Personnel's).
- 2) The percentage increase in the median remuneration of employees in the financial year is not calculated in view of point 1 above.
- 3) The number of permanent employees on the rolls of the Company as on 31st March, 2022: Three
- 4) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and the increase in the managerial remuneration is not calculated in view of point 1 above.
- 5) Affirmation that the remuneration is as per the Remuneration Policy of the Company: It is affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other employees, adopted by the Company.
- 6) Particulars of top ten employees in terms of remuneration drawn and the name of every employee.
  - a) Details of employees, employed throughout the financial year, were in receipt of remuneration for that financial year, in the aggregate, and was not less than Rupees One Crore and Two Lakh: Nil
  - b) Details of employees, employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than Eight Lakh and Fifty Thousand Rupees per month: Nil
  - c) Details of employees, if employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company: Nil

**For and on behalf of the Board of Directors**

**For Pentokey Organy (India) Limited**

**Mr. Purshottam Kejriwal**

Director

(DIN: 02476745)

**Mr. Devendra Shrimanker**

Director

(DIN: 00385083)

Date:02.08.2022

Place: Mumbai



**Annexure – III**

**Form AOC-2 - Particulars of Contract/Arrangements made with Related Parties**

*(Pursuant to Section 134(3)(h) of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)*

This form pertains to the disclosure of particulars of contracts/arrangements entered into by the Company with Related Parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013, including certain arm's length transactions under third proviso thereto.

**1. DETAILS OF CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS NOT AT ARM'S LENGTH BASIS:**

Not Applicable as there were no contracts or arrangements or transactions entered into by the Company which were not at arm's length basis during the year ended 31st March, 2022.

**2. DETAILS OF MATERIAL CONTRACTS OR ARRANGEMENT OR TRANSACTIONS AT ARM'S LENGTH BASIS:**

The details of material contracts or arrangement or transactions at arm's length basis for the year ended 31st March, 2022 are: NIL

**For and on behalf of the Board of Directors**

**For Pentokey Organy (India) Limited**

**Mr. Purshottam Kejriwal**

Director

(DIN: 02476745)

**Mr. Devendra Shrimanker**

Director

(DIN: 00385083)

Date:02.08.2022

Place: Mumbai



Annexure - IV

**SECRETARIAL AUDIT REPORT**

(Form No. MR-3)

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

*[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 09 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]*

To  
The Members,  
**PENTOKEY ORGANY (INDIA) LIMITED**  
(CIN: L24116MH1986PLC041681)  
Regd. Ofc.: 509, 5th Floor, Western Edge - 1,  
Western Express Highway, Borivali - East,  
Mumbai - 400 066, Maharashtra.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Pentokey Organy (India) Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2022, generally complied with the Statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 (SCRA) and the rules made there under;
3. The Depositories Act, 1996 and the Regulations and Bye-law framed hereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment; Overseas Direct Investment, Overseas Direct Investment and External Borrowings are not applicable to the Company as the Company has not availed the same during the period under review.
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act'):
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (*Not Applicable*)
  - e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (*Not Applicable*)
  - f) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; (*Not Applicable*)



- g) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; *(Not Applicable)*
- h) The Securities and Exchange Board of India (Registrar to an Issue and Share Transfers Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; *(Not Applicable)*
- j) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; *(Not Applicable)*

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

- I. Secretarial Standards issued by the Institute of Company Secretaries of India as are applicable to the Company.
- II. The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 / the Listing Agreements entered by the Company with BSE Limited.

During the period under review, the Company has substantially complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all Directors to schedule the Board Meetings, Agenda and detailed notes on agenda were sent at least seven days in advance, and as explained to me, a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

As per the minutes of the meetings all decision at Board Meetings and Committee Meetings were taken unanimously and as such there were no dissenting views appearing in the minutes of the meetings.

I further report that as per explanations given to me and the representations made by the Management and relied upon by me, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the period of audit as per the information provided and to the best of my knowledge, there were no specific events /actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, and the Secretarial Standards.

**CS Anirudha Madhava Bhat**  
**Practicing Company Secretary**  
**FCS No.: 1560 CP No.: 7567**

**Place: Mumbai**  
**Date: 3rd August, 2022**  
**UDIN: F001560D000731731**

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



**ANNEXURE A**

**To  
The Members,  
PENTOKEY ORGANY (INDIA) LIMITED**

My report of even date provided in Form No.MR-3 to PENTOKEY ORGANY (INDIA) LIMITED for the year ended 31<sup>st</sup> March 2022 is to be read along with this letter.

1. Maintenance of Secretarial records and complying with the provisions of various laws as applicable including the laws specifically applicable to the Company is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records and legal compliances based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records and the records of legal compliances. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records and other relevant records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.
3. I am not required to verify the correctness and appropriateness of financial records and books of accounts of the Company as it is part of Financial Audit as per the provisions of the Companies Act, 2013.
4. Wherever required, I have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of provisions of corporate and other applicable laws, rules, regulations, secretarial standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of efficacy or effectiveness with which the management has conducted the affairs of the Company.

**CS Anirudha Madhava Bhat  
Practicing Company Secretary  
FCS No.: 1560 CP No.: 7567**

**Place: Mumbai  
Date: 3rd August, 2022  
UDIN: F001560D000731731**



**Annexure V**

**MANAGEMENT DISCUSSION AND ANALYSIS**

Investors are cautioned that these discussions contain certain forward looking statements that involve risk and uncertainties including those risks which are inherent in the Company's growth and strategy. The Company undertakes no obligation to publicly update or revise any of the opinion or forward looking statements expressed in this report consequent to new information or developments, events or otherwise.

**INDUSTRY STRUCTURE AND DEVELOPMENTS OF THE COMPANY AND THRUST OF THE BUSINESS:**

Pentokey Organy (India) Ltd was into the business of trading of Chemicals. The company at its Annual general meeting held on 28<sup>th</sup> September, 2021 has changed the object to enter into the business of manufacturing and trading of Pharma products.

The company is constantly monitoring the external environment and awaiting the conducive opportunity to initiate business opportunity in FY 22-23.

**BUSINESS PERFORMANCE AND SEGMENT REPORTING:**

The Company operates in single segment. During the year under review, the Company's Total Income was Rs. 25.19 Lakh as against the Total Income of Rs. 29.98 Lakh in the previous year.

**OUTLOOK, RISKS, CONCERNS, OPPORTUNITIES AND THREATS:**

The market have started showing improvement and have opened up. However companies are taking cautious approach due to economic and other external factors. The management is taking efforts and believes that their strategy will enable the company to achieve growth in the coming years.

**ADEQUACY OF INTERNAL FINANCIAL CONTROL:**

The Company has robust internal control systems in place which are commensurate with the size and nature of the business. The internal controls are aligned with statutory requirements and designed to safeguard the assets of the Company. The internal control systems are complemented by various Management Information System (MIS) reports covering all areas. Increased attention is given to auto generation of MIS reports as against manual reports to take care of possible human errors or alteration of data. The Management reviews and strengthens the controls periodically.

**HUMAN RESOURCE DEVELOPMENT**

The Company recognizes the importance of Human Resource as a key asset instrumental in its growth. The Company believes in acquisition, retention and betterment of talented team players. With the philosophy of inclusive growth, the Company has redefined its performance management system.

**SEGMENT-WISE PERFORMANCE**

The Company is into single reportable segment only.

**DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE**

The total revenue of the Company for the year ended 31st March, 2022 stood at Rs.25.19 Lakhs (previous year Rs. 29.98 Lakhs). The Company has loss after tax of Rs. 16.35 Lakhs.



**DETAILS OF SIGNIFICANT CHANGES (I.E. CHANGE OF 25% OR MORE AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR) IN KEY FINANCIAL RATIOS, ALONG WITH DETAILED EXPLANATIONS THEREFOR INCLUDING:**

Particulars	2021-2022	2020-2021
Debtors Turnover	NIL	NIL
Inventory Turnover	NIL	NIL
Interest Coverage Ratio	NIL	NIL
Current Ratio	92.06	38.44
Debt Equity Ratio	NA	NA
Operating Profit Margin (%)	NA	NA
Net Profit Margin (%)	NA	NA

**EXPLANATION**

During current financial year 2021-22 current liabilities reduced by 59.83% as the provisions for employee benefit ie gratuity and leave encashment is written off by the company.

Therefore Current Ratio increased to 92.06.

**DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF.**

The Net worth of the Company as at the Financial Year ending on 31st March, 2022 is Rs. 520.20 Lakhs/- as compared to Rs. 535.90 lakhs/- as at the end of previous financial year ended on 31st March, 2021.

**CAUTIONARY STATEMENT**

The statements in the “Management Discussion and Analysis Report” section describes the Company’s objectives, projections, estimates, expectations and predictions, which may be “forward looking statements” within the meaning of the applicable laws and regulations. The annual results can differ materially from those expressed or implied, depending upon the economic and climatic conditions, Government policies and other incidental factors.

**For and on behalf of the Board of Directors**

**For Pentokey Organy (India) Limited**

**Mr. Purshottam Kejriwal**

Director

(DIN: 02476745)

**Mr. Devendra Shrimanker**

Director

(DIN: 00385083)

Date: 02.08.2022

Place: Mumbai



## **Independent Auditors' Report**

**To the Members of**

**Pentokey Organy (India) Limited**

Report on the audit of the Financial Statements

### **Opinion**

1. We have audited the accompanying financial statements of **Pentokey Organy (India) Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and 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.
2. 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year ended on that date.

### **Basis for opinion**

3. 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 Act 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.

### **Other Information**

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Directors report, but does not include the financial statements and our auditor's report thereon.
5. Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.
6. 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 in the 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.

### **Responsibilities of management and those charged with governance for the financial statements**

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





preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

**Auditor's responsibilities for the audit of the financial statements**

9. 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.
  10. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
    - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
    - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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.
  11. 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.
  12. 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.
  13. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore
-



the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**Report on other legal and regulatory requirements**

14. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure A** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
15. 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 accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 25 to the financial statements;
    - ii) The Company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company; and
    - iv) The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2022.

**FOR VERMA MEHTA & ASSOCIATES**

Chartered Accountants

Firm's Registration No: 112118W

**Sandeep Verma**

Partner

M.N.045711

Place: Mumbai

Date: 21/05/2022

UDIN: 22045711AJJUPC7530



### Annexure - A to the Independent Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March 2022, we report that:

- (i) In respect of Company's property plant and equipment:
  - (a) (A) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of property plant and equipment.
  - (a) (B) The Company has generally maintained proper records showing full particulars of intangible assets.
  - (b) The Company has a system for verification to cover all the items of fixed assets and fixed assets have been physically verified by the management at reasonable intervals and no discrepancy was noticed on such verification.
  - (c) the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements
  - (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the period.
  - (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) And in respect Company's inventories, The inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) 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, paragraph 3(iii) of the Order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured or provided any guarantees or security to parties covered under section 185 of the Act. The Company has not granted loans, no investments has been made, no guarantees or security are given to parties covered under section 186 of the Act. Accordingly, paragraph 3 (iv) of the Order is not applicable to the Company.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public. Accordingly, paragraph 3 (v) of the Order is not applicable to the Company.
- (vi) The Company is not required to maintain cost accounting records. Accordingly, paragraph 3 (vi) of the Order is not applicable to the Company.
- (vii) in respect of statutory dues:
  - (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax,value added tax, duty of excise, duty of customs, service tax, GST ,professional tax, cess and other material statutory



dues have been generally regularly deposited during the year by the Company with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of excise, duty of customs, service tax, GST, professional tax, cess and other material statutory dues were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, details of statutory dues which have not been deposited with the appropriate authorities on account of any dispute are given as follows

Name of Statue	Nature of Dues	Forum where dispute is pending	Period	Amount Un-Paid (Rs in lakhs)
Income Tax Act 1961	Income Tax	Commissioner of Income-Tax (Appeals)	A.Y 2015-16	Rs. 171.58 lakhs.

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no transactions that have been not recorded in the books of account that have been surrendered or disclosed as income during the period under audit in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- (ix) According to the information and explanations given to us, the Company has not defaulted any loans or borrowings from any financial institution, banks, government or debenture holders during the year.
- (x) The Company did not raise any moneys by way of initial public offer or further public offer (including debt instruments) or by way of Term Loans during the year.
- (xi) (a) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) According to the information and explanations given to us, the Company has not received any whistle-blower complaints.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. The details of such related party transactions have been disclosed in the financial statements as required by applicable Ind AS .
- (xiv) The Company has an internal audit system commensurate with the size and nature of its business. The reports of the Internal Auditors for the period under audit have been considered by us during the course of our audit
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable.
- (xvii) The Company has incurred cash losses for the period ended on 31st March 2022 of Rs 15.88 lakhs and cash loss for the immediately preceding financial year i.e., F.Y. 2020-2021 was Rs Rs 17.53 lakhs.



- (xviii) The Statutory Auditor's of the Company has not resigned during the period ended on 31<sup>st</sup> March 2022. Thus, paragraph 3(xviii) of the Order is not applicable.
- (xix) on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, no material uncertainty exists as on the date of the audit report regarding the Company's capabilities of meeting its liabilities as and when they fall due within a period of one year from the balance sheet date.
- (xx) The company does not have net worth of Rupees five hundred crore or more the relevant provisions of section 135 of Companies Act, 2013 are not applicable to the company.

**FOR VERMA MEHTA & ASSOCIATES**

Chartered Accountants

Firm's Registration No: 112118W

**Sandeep Verma**

Partner

M.N.045711

Place: Mumbai

Date: 21/05/2022



## **Annexure B**

### **to the Independent Auditor's Report of even date on the Financial Statements of Pentokey Organy (India) Limited**

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

We have audited the internal financial controls over financial reporting of Pentokey Organy (India) Limited ("the Company") as of March 31, 2022 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 ('Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143 (10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A Company's internal financial 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 the generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that:

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;



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

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

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

**Opinion**

In our opinion, the 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 March 31, 2022 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 issued by the ICAI.

FOR VERMA MEHTA & ASSOCIATES  
Chartered Accountants  
Firm's Registration No: 112118W

**Sandeep Verma**  
Partner  
M.N.045711

Place: Mumbai  
Date: 21/05/2022

**PENTOKEY ORGANY (INDIA) LIMITED**



**BALANCE SHEET AS AT 31ST MARCH, 2022**

Amount in ₹

Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
<b>ASSETS</b>			
<b>1 Non-current Assets</b>			
a) Property, Plant and Equipment	3	81,881	129,324
b) Intangible Assets	3	-	-
c) Non-current financial assets	4		
(i) Non-current investments		246,775	182,150
(ii) Other Bank Balances		911,706	870,578
(iii) Security Deposit		3,433,000	4,169,500
d) Other non current Asset	5	100,000	100,000
<b>Total Non-current Assets</b>		<b>4,773,362</b>	<b>5,451,552</b>
<b>2 Current Assets</b>			
a) Financial assets			
(i) Trade receivables	6	-	-
(ii) Cash and cash equivalent	6	523,605	2,438,388
(iii) Bank balance other than (ii) above	6	43,057,757	43,557,333
(iv) Others	6	433,353	477,669
b) Other current assets	7	3,360,705	3,030,328
c) Current Tax Assets - Net	8	390,034	166,997
<b>Total Current Assets</b>		<b>47,765,454</b>	<b>49,670,715</b>
<b>TOTAL ASSETS</b>		<b>52,538,816</b>	<b>55,122,267</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity share capital	9	62,726,290	62,726,290
b) Other equity	10	(10,706,298)	(9,135,861)
<b>Total Equity</b>		<b>52,019,992</b>	<b>53,590,429</b>
<b>Liabilities</b>			
<b>1 Non-current Liabilities</b>			
a) Provisions	11	-	240,000
<b>Total Non-current Liabilities</b>		<b>-</b>	<b>240,000</b>
<b>2 Current Liabilities</b>			
a) Financial liabilities			
(i) Trade payable MSME	12	131,794	23,244
(ii) Trade Payable Non-MSME	12	223,900	368,454
(iii) Other current financial liabilities	12	119,120	194,629
b) Other Current Liabilities	13	44,010	48,175
c) Provisions	14	-	657,336
<b>Total Current Liabilities</b>		<b>518,824</b>	<b>1,291,838</b>
<b>Total Liabilities</b>		<b>518,824</b>	<b>1,531,838</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>52,538,816</b>	<b>55,122,267</b>

Significant Accounting Policies and Notes to Accounts 1 to 38

As per our report of even date attached

For Verma Mehta & Associates

Chartered Accountants

**Sandeep Verma**

Partner  
M.N. 045711

For and on behalf of the Board of Directors

**Purshottam Kejriwal**

Director  
DIN : 02476745

**Divya Desai**

Company Secretary  
ACS: 61179

**Jyotidevi Kejriwal**

Director  
DIN: 06560100

**Sanjeev R. Dubey**

Chief Financial Officer

Place : Mumbai  
Date : 21st May, 2022

Place : Mumbai  
Date : 21st May, 2022





## 35th ANNUAL REPORT 2021-2022

### STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

				Amount in ₹	
Particulars	Note No.	Year Ended 31st March, 2022	Year Ended 31st March, 2021		
<b>1 Revenue From Operations (Gross)</b>	15	-	9,200		
		-	9,200		
<b>2 Other Income</b>	16	<b>2,519,218</b>	2,988,681		
<b>3 Total Income (1+2)</b>		<b>2,519,218</b>	2,997,881		
<b>4 Expenses</b>					
a) Purchase of Stock-in-trade	17	-	-		
b) Changes in Inventories of Finished Goods, Work-in-Process	18	-	-		
c) Employee Benefits Expenses	19	<b>1,767,607</b>	2,140,356		
d) Depreciation and Amortisation Expense	3	<b>47,443</b>	25,772		
e) Other Expenses	20	<b>2,339,230</b>	3,237,835		
<b>Total Expenses</b>		<b>4,154,280</b>	5,403,963		
<b>5 Profit / (Loss) before Tax</b>		<b>(1,635,062)</b>	(2,406,082)		
<b>6 Tax Expense:</b>					
Current Tax Expense		-	-		
<b>7 Profit / (Loss) for the Year (5 - 6 )</b>		<b>(1,635,062)</b>	(2,406,082)		
<b>8 Other Comprehensive Income</b>					
A (i) Items that will not be reclassified to profit or loss		<b>64,625</b>	83,675		
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-		
B (i) Items that will be reclassified to profit or loss		-	-		
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-		
<b>9 Total Comprehensive Income for the year (7 + 8)</b>		<b>(1,570,437)</b>	(2,322,407)		
<b>10 Earnings Per Equity Share of face value Rs.10/-</b>					
Basic		<b>(0.26)</b>	(0.38)		
Diluted		<b>(0.26)</b>	(0.38)		
<b>Significant Accounting Policies and Notes to Accounts</b>	1 to 38				

#### As per our report of even date attached

**For Verma Mehta & Associates**  
Chartered Accountants

**Sandeep Verma**  
Partner  
M.N. 045711

Place : Mumbai  
Date : 21st May, 2022

**For and on behalf of the Board of Directors**

**Purshottam Kejriwal**  
Director  
DIN : 02476745

**Divya Desai**  
Company Secretary  
ACS: 61179

Place : Mumbai  
Date : 21st May, 2022

**Jyotidevi Kejriwal**  
Director  
DIN: 06560100

**Sanjeev R. Dubey**  
Chief Financial Officer



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2022**

Amount in ₹

Particulars	Year Ended 31st March, 2022	Year Ended 31st March, 2021
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax	(1,635,062)	(2,406,082)
<b>Adjustment for:</b>		
Depreciation	47,443	25,772
Fixed Assets W/off	-	42,824
Interest Income	(2,243,470)	(2,888,681)
Dividend Income	(2,000)	-
Operating Profit before Working Capital Changes	(3,833,089)	(5,226,167)
<b>Adjusted for:</b>		
Trade Receivable	-	9,566,629
Loans and Advances	883,792	4,591,425
Trade Payable and Other Liabilities	(1,013,014)	(3,533,255)
Net Cash from/(used in) Operating Activities	(3,962,310)	5,398,631
Taxes Paid	(223,037)	228,746
Net Cash from/(used in) Operating Activities	(4,185,347)	5,627,377
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest Income	1,810,117	2,419,012
Dividend Income	2,000	-
Fixed deposits and Margin Money	458,448	(7,961,172)
Cash generated from/(used in) Investing Activity	2,270,564	(5,542,160)
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest & Finance Charges	-	-
Cash generated from/(used in) Financing Activity	-	-
Net Increase/(Decrease) in Cash & Cash Equivalents	(1,914,783)	85,217
Cash and Cash Equivalents at beginning of the year	2,438,388	2,353,170
Cash and Cash Equivalents at end of the year	523,605	2,438,388

**As per our report of even date attached**

**For Verma Mehta & Associates**

Chartered Accountants

**Sandeep Verma**

Partner

M.N. 045711

**For and on behalf of the Board of Directors**

**Purshottam Kejriwal**

Director

DIN : 02476745

**Divya Desai**

Company Secretary

ACS: 61179

**Jyotidevi Kejriwal**

Director

DIN: 06560100

**Sanjeev R. Dubey**

Chief Financial Officer

Place : Mumbai

Date : 21st May, 2022

Place : Mumbai

Date : 21st May, 2022



STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH,2022

A EQUITY SHARE CAPITAL

Amount in ₹

Particulars	Amount
Balance at the beginning of the reporting period as on 31.03.2020	62,726,290
Changes during 2020-21	-
Balance at the beginning of the reporting period as on 31.03.2021	62,726,290
Changes during 2021-22	-
<b>Balance at the beginning of the reporting period as on 31.03.2022</b>	<b>62,726,290</b>

B OTHER EQUITY

Amount in ₹

Particulars	Capital Reserve	General Reserve	Retained Earnings	Other Copenhensive Income	Total
<b>As on 31.03.2021</b>					
Balance at the beginning of the reporting period as on 01.04.2020	3,000,000	1,720,000	(11,533,454)	-	(6,813,454)
Total Comprehensive Income			(2,322,407)	-	(2,322,407)
<b>Balance at the beginning of the reporting period as on 31.03.2021</b>	<b>3,000,000</b>	<b>1,720,000</b>	<b>(13,855,861)</b>	<b>-</b>	<b>(9,135,861)</b>
<b>As on 31.03.2022</b>					
Balance at the beginning of the reporting period as on 01.04.2021	3,000,000	1,720,000	(13,855,861)	-	(9,135,861)
Total Comprehensive Income			(1,570,437)		(1,570,437)
<b>Balance at the beginning of the reporting period as on 31.03.2022</b>	<b>3,000,000</b>	<b>1,720,000</b>	<b>(15,426,298)</b>	<b>-</b>	<b>(10,706,298)</b>

As per our report of even date attached

For Verma Mehta & Associates  
Chartered Accountants

Sandeep Verma  
Partner  
M.N. 045711

Place : Mumbai  
Date : 21st May, 2022

For and on behalf of the Board of Directors

Purshottam Kejriwal  
Director  
DIN : 02476745

Divya Desai  
Company Secretary  
ACS: 61179

Place : Mumbai  
Date : 21st May, 2022

Jyotidevi Kejriwal  
Director  
DIN: 06560100

Sanjeev R. Dubey  
Chief Financial Officer



---

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

---

**Note 1: CORPORATE INFORMATION**

These statements comprise financial statements of Pentokey Organy (India) Limited referred to as (“the Company”) (CIN: L24116MH1986PLC041681) for the year ended March 31, 2022. The Company is a public limited company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. Its Equity shares are listed on The Bombay Stock Exchange in India. The registered office of the company is located at 509, Western Edge-I, Off Western Express Highway, Borivali East, Mumbai - 400 066.

The Company is principally engaged in trading of Pharmaceutical Goods.

The financial statements were approved by the Board of Directors and authorised for issue on May 21, 2022.

**Note 2: SIGNIFICANT ACCOUNTING POLICIES**

**A) Basis of Preparation of Ind AS Financial Statements:**

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on an accrual basis except for:

- i) Certain financial assets are measured at fair value,

The financial statements of the Company have been prepared to comply with the Indian Accounting Standards ('Ind AS') notified under Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.

**B) Use of Estimates:**

The preparation of Ind AS financial statement requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

**C) Property, Plant and Equipment:**

PPE is recognised when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. PPE is stated at original cost net of tax/duty credits availed, if any, less accumulated depreciation and cumulative impairment, if any. Cost includes professional fees related to the acquisition of PPE and for qualifying assets, borrowing costs capitalised in accordance with the company's accounting policy. Costs in nature of repairs and maintenance are recognized in the Statement of Profit and Loss as and when incurred.

For transition to Ind AS, the company has elected to adopt as deemed cost, the carrying value of PPE measured as per I-GAAP less accumulated depreciation and cumulative impairment on the transition date of April 1, 2016.

Gains or losses arising from de-recognition of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

**D) Depreciation on Property, plant and equipment**

Depreciation on Property, plant and equipment is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management, which are equal to the life prescribed under the Schedule II to the Companies Act, 2013.

**E) Intangible assets**

**Computer software**

Costs relating to software, which are acquired, are capitalized and amortized on a straight-line basis over their useful life of three years.



---

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

---

### F) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### i. Financial assets

##### ***Initial recognition and measurement***

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

##### ***Subsequent measurement***

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

##### **Debt instruments at amortised cost**

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss.

##### **Debt instrument at FVTOCI**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

##### **Equity Investments**

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends are recognised in the OCI. There is no recycling of the amounts from OCI to the statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.



---

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

---

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the statement of profit and loss.

### **Derecognition**

A financial asset is primarily derecognized and removed from the Company's balance sheet when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

### **Impairment of Financial Assets**

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a Group of financial assets is impaired. A financial asset or a Group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an expected 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the Group of financial assets that can be reliably estimated. Evidence of impairment may include indications that the trade receivables or a Group of trade receivables is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and where observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix at every reporting date is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates.

## ii. **Financial liabilities**

### ***Initial recognition and measurement***

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

### ***Subsequent measurement***

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are



---

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

---

classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the statement of profit and loss.

### **Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

### **Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

### **G) Inventories:**

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any.

- i. Raw Materials, Stores and Spares are valued at cost.
- ii. Finished stock and process stock are valued at cost or net realisable value whichever is lower.
- iii. The valuation of inventories includes taxes, duties of non refundable nature and direct expenses, and other direct cost attributable to the cost of inventory, net of excise duty / counter-vailing duty / education cess and value added tax.

### **H) Provision for Current tax and Deferred tax:**

- i) Provision for current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates and laws that are enacted or substantively enacted at the balance sheet date. The tax is recognised in statement of profit and loss, except to the extent that it related to items recognised in the other comprehensive income (OCI) or in other equity. In this case, the tax is also recognised in other comprehensive income and other equity.
- ii) Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period. Deferred tax asset on unabsorbed depreciation and carried forward losses is recognised only to the extent of deferred tax liability.
- iii) Credit of MAT is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss account and shown as MAT credit entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.



---

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

---

**I) Provisions , Contingent Liabilities and Contingent Assets::**

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**J) Contingent Liabilities:**

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

**K) Contingent Assets**

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

**L) Revenue Recognition:**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment, excluding taxes or duties collected on behalf of the government.

Revenue is recognised only if the following conditions are satisfied:

- The Company has transferred risks and rewards incidental to ownership to the customer;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- It is probable that the economic benefit associated with the transaction will flow to the Company; and
  - i. It can be reliably measured and it is reasonable to expect ultimate collection.
  - ii. Dividends are recognised when the right to receive them is established.
  - iii. Interest Income is accounted on accrual basis.

**M) Employee Benefits:**

- i. Short Term employee benefits are recognised as expenses at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
- ii. Post employment employee benefits are recognised as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognised at the present value of the amounts payable.

**N) Impairment of Assets:**

As at the end of each accounting year, the company reviews the carrying amounts of its non-financial assets e.g.PPE, investment property, intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If such indication exists, the said assets are tested for impairment so as to determine the impairment loss, if any. Goodwill and the intangible assets with indefinite life are tested for impairment each year.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is determined:





---

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

---

- (i) in the case of an individual asset, at the higher of the net selling price and the value in use; and
- (ii) in the case of a cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of the cash generating unit's net selling price and the value in use.

(The amount of value in use is determined as the present value of estimated future cash flows from the continuing use of an asset and from its disposal at the end of its useful life. For this purpose, the discount rate (pre-tax) is determined based on the weighted average cost of capital of the company suitably adjusted for risks specified to the estimated cash flows of the asset).

For this purpose, a cash generating unit is ascertained as the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

If recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, such deficit is recognised immediately in the Statement of Profit and Loss as impairment loss and the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss is recognised for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

### **O) Borrowing Cost:**

Borrowing costs include interest expense calculated using the effective interest method, finance charges in respect of assets acquired on finance lease and exchange differences arising on foreign currency borrowings to the extent they are regarded as an adjustment to interest costs.

Borrowing costs net of any investment income from the temporary investment of related borrowings, that are attributable to the acquisition, construction or production of a qualifying asset are capitalised/inventoried as part of cost of such asset till such time the asset is ready for its intended use or sale.

A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

### **P) Foreign Currency Transaction:**

- i) Foreign currency transactions are recorded at the rates of exchange prevailing on the date of transaction. Monetary foreign currency assets and liabilities outstanding at the close of the financial year are revalued at the exchange rates prevailing on the balance sheet date. Exchange differences arising on account of fluctuation in the rate of exchange is recognised in the statement of profit and loss.
- ii) Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or statement of profit and loss are also recognised in OCI or statement of profit and loss, respectively).

### **Q) Leases**

#### **Where the Company is a lessee:**

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**Note 3: Property, Plant and Equipment, Depreciation and Amortisation Expense**

Amount in ₹

PARTICULARS	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 1st April, 2021	Addition	Deletion / Adjustments	As at 31st March,2022	As at 1st April, 2021	For The Year	Deletion / Adjustments	As at 31st March,2022	As at 31st March,2022	As at 31st March,2021
A) Tangible Assets										
Office Equipments	42,160	-	-	42,160	31,649	8,263	-	39,912	2,248	10,511
Computers	184,019	-	-	184,019	86,344	36,014	-	122,358	61,661	97,675
Furniture & Fixtures	32,301	-	-	32,301	11,162	3,166	-	14,328	17,973	21,139
Subtotal (A)	258,480	-	-	258,480	129,155	47,443	-	176,598	81,882	129,324
B) Intangible Assets										
Computer Software	-	-	-	-	-	-	-	-	-	-
Subtotal (B)	-	-	-	-	-	-	-	-	-	-
TOTAL (A) + (B)	258,480	-	-	258,480	129,155	47,443	-	176,598	81,882	129,324

Amount in ₹

PARTICULARS	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 1st April, 2020	Addition	Deletion / Adjustments	As at 31st March,2021	As at 1st April, 2020	For The Year	Deletion / Adjustments	As at 31st March,2021	As at 31st March,2021	As at 31st March,2020
A) Tangible Assets										
Office Equipments	42,160	-	-	42,160	23,386	8,263	-	31,649	10,511	18,774
Computers	79,019	105,000	-	184,019	72,001	14,343	-	86,344	97,675	7,018
Furniture & Fixtures	95,433	-	63,132	32,301	37,091	3,166	29,095	11,162	21,139	58,341
Subtotal (A)	216,612	105,000	63,132	258,480	132,478	25,772	29,095	129,155	129,324	84,133
B) Intangible Assets										
Computer Software	439,358	-	439,358	-	430,571	-	430,571	-	-	8,787
Subtotal (B)	439,358	-	439,358	-	430,571	-	430,571	-	-	8,787
TOTAL (A) + (B)	655,970	105,000	502,490	258,480	563,049	25,772	459,666	129,155	129,324	92,920

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

		Amount in ₹	
Note	Particulars	As at 31st March, 2022	As at 31st March, 2021
<b>Note 4 :</b>	<b>Non-current Financial Assets</b>		
	<b>i) Non-current investments</b>		
	<b>Non Trade Investment</b>		
	<b>Investment in Equity Instrument</b>		
	<b>Quoted Investment</b>		
	500 (Previous Year 500) Equity Shares of Re.1/- (Previous Year Re. 1/- each fully paid up of State Bank of India	246,775	182,150
	[Market value of quoted investment Rs. 2.46 Lakh (Previous Year Rs. 1.82 Lakh)]		
	<b>TOTAL</b>	<b>246,775</b>	<b>182,150</b>
	<b>ii) Other Bank Balances</b>		
	Margin Money with Bank (Pledged)	911,706	870,578
	<b>TOTAL</b>	<b>911,706</b>	<b>870,578</b>
	<b>iii ) Other non-current Financial Assets</b>		
	Security Deposits & Other Deposits		
	Unsecured, Considered good	3,433,000	4,169,500
	<b>TOTAL</b>	<b>3,433,000</b>	<b>4,169,500</b>
<b>Note 5 :</b>	<b>Other non current Asset</b>		
	<b>i) Other Advances</b>		
	Unsecured, Considered good	100,000	100,000
	<b>TOTAL</b>	<b>100,000</b>	<b>100,000</b>



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		Amount in ₹	
Note	Particulars	As at 31st March, 2022	As at 31st March, 2021
<b>Note 6 :</b>	<b>Financial Assets</b>		
	<b>i Trade Receivables</b>		
	Unsecured, Considered good	-	-
	<b>TOTAL</b>	<u>-</u>	<u>-</u>
	<b>ii Cash and Cash Equivalentants</b>		
	Balance with Banks in Current Accounts	513,226	2,409,918
	Cash on Hand	10,379	28,470
	<b>TOTAL</b>	<u>523,605</u>	<u>2,438,388</u>
	<b>iii Other Bank Balances</b>		
	Earmarked Bank Accounts for Dividend	1,768	1,768
	Fixed Deposit with Bank	43,055,989	43,555,565
	<b>TOTAL</b>	<u>43,057,757</u>	<u>43,557,333</u>
	<b>iv Other current Financial Assets</b>		
	Unsecured, Considered good		
	Security Deposit	-	8,000
	Interest Receivable	433,353	469,669
	<b>TOTAL</b>	<u>433,353</u>	<u>477,669</u>
<b>Note 7 :</b>	<b>Other current assets</b> (Unsecured considered good)		
	VAT / GST Refund Receivable	3,360,705	3,030,328
	<b>TOTAL</b>	<u>3,360,705</u>	<u>3,030,328</u>
<b>Note 8 :</b>	<b>Current Tax Assets</b>		
	Current tax Assets - Net	390,034	166,997
	<b>TOTAL</b>	<u>390,034</u>	<u>166,997</u>



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note	Particulars	Amount in ₹	
		As at 31st March, 2022	As at 31st March, 2021
<b>Note 9 :</b>	<b>Equity Share Capital</b>		
	<b>Equity Share Capital consist of the following:</b>		
	<b>i Authorised</b>		
	4,00,00,000 (P. Y. 4,00,00,000 )Equity Shares of Rs. 10/- each	400,000,000	400,000,000
	<b>ii Issued</b>		
	62,72,629 (P. Y. 62,72,629 )Equity Shares of Rs. 10/- each	62,726,290	62,726,290
	<b>iii Subscribed and Paid-up</b>		
	62,72,629 (P. Y. 62,72,629 )Equity Shares of Rs. 10/- each	62,726,290	62,726,290
	Including Bonus Shares Issued on 19.12.2012		
	6,38,296 Equity Shares of Rs. 10/- each		
	<b>Total Share Capital</b>	<b>62,726,290</b>	<b>62,726,290</b>

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	2021-22		2020-21	
	No. of Shares	Amount	No. of Shares	Amount
<b>Equity Shares of Rs.10/- each fully paid :</b>				
Shares outstanding at the beginning of the year	6,272,629	62,726,290	6,272,629	62,726,290
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	6,272,629	62,726,290	6,272,629	62,726,290

**iv Terms / Rights attached to Equity Shares :**

The Company has only one class of shares referred to as Equity Shares having a par value of Rs. 10/-. Each holder of Equity Shares is entitled to one vote per share.

The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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 amounts.

The distribution will be in proportion to the number of Equity Shares held by the shareholders.

**iv Share holders holding more than 5% of Equity Shares in the Company & Change in Pramoters Holding with Respect to previous year**

Name of Pramoters	% of Change	As at 31st March, 2022		As at 31st March, 2021	
		No. of Shares	% Holding	No. of Shares	% Holding
Sakarwadi Trading Co. Pvt. Ltd.	-100			2,945,573	46.96
Somaiya Agencies Pvt. Ltd.	-100			1,000,000	15.94
Jasmine Trading Co. Pvt. Ltd.	-100			600,000	9.57
Purshottam Lal Kejriwal	100	2,240,386.00	35.72		
Shantanu Purushottam Kejriwal	100	1,000,000.00	15.94		
Vibhu Kejriwal	100	926,110.00	14.76		
Kostuv Kejriwal	100	404,463.00	6.45		

As per the records of the Company, including its register of shareholders/members and other declaration received from shareholders, regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note	Particulars	Amount in ₹	
		As at 31st March, 2022	As at 31st March, 2021
<b>Note 10 :</b>	<b>Other equity</b>		
	<b>i Capital Reserve</b>		
	Opening Balance	3,000,000	3,000,000
	<b>TOTAL</b>	<b>3,000,000</b>	<b>3,000,000</b>
	<b>ii General Reserves</b>		
	Opening Balance	1,720,000	1,720,000
	Add : Transfer during the year	-	-
	<b>TOTAL</b>	<b>1,720,000</b>	<b>1,720,000</b>
	<b>iii Retained Earnings</b>		
	Opening Balance	(13,855,861)	(11,533,454)
	Add : Profit / (Loss) for the year	(1,570,437)	(2,322,407)
	<b>TOTAL</b>	<b>(15,426,298)</b>	<b>(13,855,861)</b>
	<b>TOTAL</b>	<b>(10,706,298)</b>	<b>(9,135,861)</b>
<b>Note 11 :</b>	<b>Non - current Provisions</b>		
	Provision For Gratuity	-	240,000
	<b>TOTAL</b>	<b>-</b>	<b>240,000</b>
<b>Note 12 :</b>	<b>Financial liabilities</b>		
	i) Trade Payable ( Non MSME)	223,900	368,454
	Trade Payable ( MSME)	131,794	23,244
	<b>TOTAL</b>	<b>355,694</b>	<b>391,698</b>
	<b>ii) Other current financial liabilities</b>	223,900	368,454
	Unclaimed Dividend	1,768	1,768
	Others	117,352	192,861
	<b>TOTAL</b>	<b>119,120</b>	<b>194,629</b>
<b>Note 13 :</b>	<b>Other Current Liabilities</b>		
	Duties and Taxes	44,010	48,175
	<b>TOTAL</b>	<b>44,010</b>	<b>48,175</b>
<b>Note 14 :</b>	<b>Provisions</b>		
	Provisions for Employee Benefits	-	536,538
	Gratuity	-	120,798
	<b>Leave Encashment</b>	<b>-</b>	<b>657,336</b>



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note	Particulars	Amount in ₹	
		As at 31st March, 2022	As at 31st March, 2021
<b>Note 15 :</b>	<b>REVENUE FROM OPERATIONS (GROSS)</b>		
	<b>a) Particulars of Sales of Product</b>		
	Sales Trading	-	-
	<b>TOTAL</b>	-	-
	<b>b) Other Operating Income</b>		
	Commission Received	-	9,200
	<b>TOTAL</b>	-	<b>9,200</b>
	<b>TOTAL REVENUE FROM OPERATIONS</b>	-	<b>9,200</b>
<b>Note 16 :</b>	<b>OTHER INCOME</b>		
	Interest Received	2,228,366	2,350,009
	Interest Received - Sales Tax	-	518,280
	Interest Received - Income Tax	15,104	20,392
	Dividend Received from Long-term Investment	2,000	-
	Excess Provision W/back	273,748	100,000
	<b>TOTAL</b>	<b>2,519,218</b>	<b>2,988,681</b>
<b>Note 17 :</b>	<b>PURCHASE OF STOCK-IN-TRADE</b>		
	Purchase Trading	-	-
	<b>TOTAL</b>	-	-
<b>Note 18 :</b>	<b>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS</b>		
	<b>Closing Inventories</b>		
	Stock-in-trade	-	-
	<b>Less: Opening Inventories</b>		
	Stock-in-trade	-	-
	<b>TOTAL</b>	<b>44,010</b>	<b>48,175</b>



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		Amount in ₹	
Note	Particulars	As at 31st March, 2022	As at 31st March, 2021
<b>Note 19 :</b>	<b>EMPLOYEE BENEFITS EXPENSE</b>		
	Salary, Wages and Bonus	1,684,209	2,009,408
	Gratuity and Leave Encashment	44,908	56,418
	Contribution to PF and ESIC	38,490	72,498
	Staff Welfare Expenses	-	2,032
	<b>TOTAL</b>	<b>1,767,607</b>	<b>2,140,356</b>
<b>Note 20 :</b>	<b>PURCHASE OF STOCK-IN-TRADE</b>		
	Rent, Rates and Taxes	27,000	522,000
	Insurance	13,275	14,712
	Repairs & Maintenance - Other	17,830	17,830
	Legal and Professional Charges	1,050,394	937,196
	Travelling and Conveyance Expenses	129,999	129,999
	Postage and Telephone	3,444	217,580
	Printing and Stationery	40,200	58,450
	Auditors Remuneration	130,000	200,000
	Other Expenses	290,034	419,214
	Bank Charges	1,834	6,609
	Listing Fees Paid	382,500	471,745
	Directors Sitting Fees	302,500	242,500
	<b>TOTAL</b>	<b>2,389,009</b>	<b>3,237,835</b>

**Note 21:** The Company has no overdue balance payable to Micro and Small Enterprises as at 31<sup>st</sup> March 2022. This information is required to be disclose under Micro, Small and Medium Enterprises Act, 2006 (MSMED Act) and has been determined to the extent such parties have been identified on the basis of information available with the Company.

**Note 22: Contingent Liabilities**

**1. Labour Matter:**

Two Complaints were filed by the District Labour Officer against the Company and its then Directors (2007) for alleged violation of Section 13 of Payment of Wages Act read with rule 4, 3, 18, 28 and 24 of the Maharashtra Payment of Wages Rules 1963 and the Bonus Act, as follows

- i) It has been alleged that the company failed to show the records to the Labour Officer upon his visit to the factory on February 9, 2007 and the Labour Officer noted that the Company has failed to pay four months' salary (October 2006 to January 2007), till that date of inspection (due date is on or before 7 days from the date of closing the calander month for the respective month) to the employees

The non-payment of salary during the above period was due to sickness of the company.





NOTES FORMING PART OF THE FINANCIAL STATEMENTS

- ii) also alleged on February 9, 2007 against the Company and its then Directors for failure to pay Bonus to its employees for the F.Y. 2005 – 2006, before the due date (Due date is before 15th Nov of every year for the previous F.Y.).

Company Advocate for both the complaints argued in the lower Court on the maintainability of the complaints in view of the relief provided by the BIFR. Court rejected Company's say in both the cases. The Company filed two revision petitions against the above trial Court's order dated 14th March 2014 and argued by the company showing exemption of the BIFR Order against the maintainability of the case. The revision petitions were also dismissed on March 30, 2021. The matter now will continue before the Judicial Magistrate FC, Khed once the orders of dismissing the revision petitions are received by the Lower Court.

The listing and next date in the matter awaited. Company has paid all dues to its employees subsequently during 2008 itself, once the factory restarted after lockout. The liabilities and penalties, if any, cannot be quantified.

**2. Income Tax: Assessment Year 2015-16 (Financial year 2014-15)-Rs.1,71,58,410/-**

- The case was re-opened for A.Y. 2015-16 and arbitrary order was passed by the ITO NFAC, Delhi (ITO) without giving opportunity been heard.
- The Assessing officer failed to give reasons recorded for issue of notice, not giving copy of sanction received for issue of notice u/s 148 of IT Act and not giving show cause notice and draft assessment order as per the provisions of Income Tax Law.
- This resulted into addition of Rs. 2,14,29,121/- to the total income and a tax liability demand of Rs. 1,71,58,410/-.
- The ITO also calculated the total income erroneously without giving the benefit of set-off of brought forward losses.

**Against the above demand, the Company has filed rectification application on 27/04/2022 and the Company has filed appeal to the Commissioner of Income-Tax (Appeals) on 29/04/2022 which is pending.**

**Note 23:** Loans and Advances including ₹ 34,00,000/- (Previous Year ` 34,00,000/-) towards amount paid to Maharashtra State Electricity Distribution Co. Ltd. (MSEDCL), formerly known as Maharashtra State Electricity Board (MSEB), which has been appropriated by MSEDCL, details as under:

		Amount in ₹
1.	Minimum Demand Charges, Interest and late payment charges	29,05,702
2.	Deposits	22,48,497
<b>Total upto 31<sup>st</sup> March, 2017</b>		<b>51,54,199</b>

The Company has contested the aforesaid appropriation, based on the concession given by Board for Industrial and Financial Reconstruction (BIFR) vide its Order dated 26th September, 2007, and a Writ has been filed at Hon'ble High Court, Bombay. The Company has been legally advised that the aforesaid appropriation by MSEDCL is not tenable and the Company is entitled for the refund. However, due to uncertainty of the above amount receivable, the same has been written off during the year 2016-17 in the books of accounts.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

The Company has deposited additional amount of ` 34,00,000/- during the year 2018-19 without prejudice to the right of contention pursuant to the interim Order of Bombay High Court in order to transfer the electric connection/meter in the name of Gharda Chemicals Ltd. The Company is hopeful of recovery of the said amount.

**Note 24:** The values of Current Assets and Loans and Advances are stated at realisable in ordinary course of the business in the Balance Sheet, as per the opinion of the Management of the Company.

**Note 25: Disclosure of Retirement Benefits (IND AS-19):**

a) Defined Benefit Plan: During the year the Company has provided for Gratuity and Leave Encashment on actual accrual basis and paid the same.

**b) Defined Contribution Plan**

Contribution to defined contribution plans recognised as expense for the year as under:

Amount in ₹

Particulars	2021-22	2020-21
Employers Contribution to Provident Fund and Pension Fund	38,490	72,498

**Note 26: Disclosure of Segment Reporting (IND AS-108):**

i) The business segment has been considered as the primary segment. The only segment in which the Company engaged is Trading of Pharmaceutical Products. Hence disclosure of business segment (primary disclosure) is not applicable to the Company.

ii) The Secondary disclosure as required by the Accounting Standard “Segment Reporting” is as follows:

Amount in ₹

Sr.	Particulars	2021-22	2020-21
1	Domestic Sales	-	-
2	Export Sales – FOB	-	-
	<b>Total</b>	-	-

iii) The Company does not have any Property, Plant and Equipment outside India.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**Note 27: Disclosure of Related Party (IND AS-24)**

**a. List of Related Parties:**

Associate Concerns	Sakarwadi Trading Co. Pvt. Ltd. Somaiya Agencies Pvt. Ltd. Jasmine Trading Co. Pvt. Ltd. Godavari Biorefineries Ltd. K. J. Somaiya and Sons Pvt. Ltd. Somaiya Properties & Investment Pvt. Ltd. Filmedia Communication Systems Pvt. Ltd. Godavari Biorefineries B.V. The Book Centre Ltd. Arpit Ltd. Merit Organics Limited
Key Management Personnel	S. Mohan – Director – (upto 24.06.2021) M. N. B. Nair – Chief Executive Officer (upto 12.08.2021) Sunil Raghav – Chief Financial Officer (upto 12.08.2021) Kiran Jadhav – Company Secretary (upto 13.11.2021) R.B. Gujarathi - Chief Executive Officer (w.e.f. 13.08.2021) Sanjeev Dubey - Chief Financial Officer (w.e.f 13.08.2021) Divya Desai – Company Secretary (w.e.f. 31.01.2022)

**b. Transactions with Related Parties:**

Amount in ₹

Particulars	2021-22	2020-21
<b><u>Associates Concern</u></b>		
<b>Rent</b>		
Filmedia Communications Systems Private Limited	-	4,68,000
<b><u>Key Management Personnel</u></b>		
<b>Remuneration</b>		
M. N. B. Nair (upto 12.08.2021)	2,40,936	6,33,000
Sunil Raghav (upto 12.08.2021)	3,29,982	7,85,495
Kiran Jadhav (upto 13.11.2021)	3,53,283	-
Akshay Joshi (upto 31.03.2021)	-	6,95,743
Rajendra Gujarathi (w.e.f. 13.08.2021)	3,02,031	-
Sanjeev Dubey (w.e.f. 13.08.2021)	3,78,186	-
Divya Desai (w.e.f. 31.01.2022)	80,438	-



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

**Note 28: Disclosure of operating Lease (IND AS-17): NIL**

**Note 29: Disclosure of Earning Per Share (IND AS-33):**

Amount in ₹

Particulars	2021-22	2020-21
Total Income/ (Loss) for the year after Tax	(1,635,062)	(2,406,082)
No. of Equity Shares of ` 10/- each	62,72,629	62,72,629
No. of Diluted Equity Shares of ` 10/- each.	62,72,629	62,72,629
Earnings Per Share		
– Basic	(0.26)	(0.38)
– Diluted	(0.26)	(0.38)
Face value of Equity Shares	10	10

**Note 30: Disclosure Deferred Tax (IND AS-12):**

In view of significant brought forward losses as detailed below, the Company has not provided net deferred Tax Asset on prudence basis.

Amount in ₹

Particulars	As at 31 <sup>st</sup> March, 2022	As at 31 <sup>st</sup> March, 2021
Accelerated Depreciation for tax purposes	1,526	(5,634)
Gratuity	-	2,01,900
Leave Encashment / Bonus	-	43,089
Losses available for offsetting against future taxable income	4,62,76,049	4,56,00,340
Net Deferred Tax Assets	4,62,77,575	4,58,39,695
<b>Net Deferred Tax Assets Recognised</b>	-	-

**Note 31:** Estimated value of contracts remaining to be executed on capital account and not provided for in the accounts as at 31<sup>st</sup> March, 2022 was ` NIL (Previous year ` NIL)

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS****Note 32: Remuneration to Auditors**

Amount in ₹

Particulars	2021-22	2020-21
Audit Fees	1,20,000	2,00,000
Tax Audit Fees	-	-
Other Matter	10,000	-
<b>Total</b>	<b>1,30,000</b>	<b>2,00,000</b>

**Note 33: Fair Value Measurements****i. Financial Instruments by Category**

Amount in ₹

Particulars	Carrying Amount		Fair Value	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
<b>FINANCIAL ASSETS</b>				
<b>Amortised cost</b>				
Trade Receivables	-	-	-	-
Cash and Cash Equivalents	523,605	2,438,388	523,605	2,438,388
Other Bank Balances	43,969,463	44,427,911	43,969,463	44,427,911
Security Deposits	3,433,000	4,169,500	3,433,000	4,169,500
Other Financial Assets	433,353	477,669	433,353	477,669
<b>FVTOCI</b>				
Investment in Equity Instruments	246,775	182,150	246,775	182,150
<b>Total</b>	<b>48,606,196</b>	<b>51,695,618</b>	<b>48,606,196</b>	<b>51,695,618</b>
<b>FINANCIAL LIABILITIES</b>				
<b>Amortised cost</b>				
Borrowings	-	-	-	-
Trade Payables	355,694	391,698	355,694	391,698
Other financial liabilities	119,120	194,629	119,120	194,629
<b>Total</b>	<b>474,814</b>	<b>586,327</b>	<b>474,814</b>	<b>586,327</b>

The management assessed that the fair value of cash and cash equivalent, trade receivables, security deposits, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments.

**ii. Fair Value Hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measure at fair value. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into three levels prescribed under the accounting standard. An explanation of each level follows underneath the table:



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

Particulars	March 31, 2022			Total
	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Financial Assets				
Financial Investments at FVTPL				
Investments in Equity Instruments	246,775	-	-	246,775
<b>Total Financial Assets</b>	<b>246,775</b>	<b>-</b>	<b>-</b>	<b>246,775</b>

Particulars	March 31, 2021			Total
	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Financial Assets				
Financial Investments at FVTPL				
Investments in Equity Instruments	182,150	-	-	182,150
<b>Total Financial Assets</b>	<b>182,150</b>	<b>-</b>	<b>-</b>	<b>182,150</b>

iii. Fair value measurement

**Level 1** - Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2** - The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3** - If one or more of the significant inputs are not based on observable market data, the instrument is included in level 3. This is the case for unquoted equity shares.

There have been no transfers among Level 1, Level 2 and Level 3 during the period



---

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

---

**iv. Valuation technique used to determine fair value**

Specific Valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis

The fair value of unquoted equity instruments is not significantly different from their carrying value and hence the management has considered their carrying amount as fair value.

**v. Valuation processes**

The finance department of the company includes a team that performs the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. This team reports directly to the chief financial officer (CFO) and the audit committee. Discussions of valuation processes and results are held between the CFO, AC and the valuation team regularly in line with the company's reporting periods.

**Note 34: Financial Risk Management**

The company's activity expose it to market risk, liquidity risk and credit risk. In order to minimize any adverse effects on the financial performance of the company, derivative financial instruments, such as foreign exchange forward contracts, foreign currency option contracts are entered to hedge certain foreign currency risk exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

**(A) Credit risk**

Credit risk is the risk that the counterparty will not meet its obligations leading to a financial loss. Credit risk arises from cash and cash equivalents, financial assets carried at amortised cost and deposits with banks and financial institutions, as well as credit exposures to customers including outstanding receivables.

**i. Credit risk management**

To manage the credit risk, Company periodically assesses the financial reliability of customers; taking into account factors such as credit track record in the market and past dealings with the company for extension of credit to Customer. Company monitors the payment track record of the customers, restrict credit limited in SAP, credit rating etc. Concentrations of credit risk are limited as a result of the company's large and diverse customer base.

**ii. Provision for expected credit losses - Trade Receivables**

The company follows 'simplified approach' for recognition of loss allowance on Trade receivables

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

**Exposure - Trade Receivables : NIL**

iii. Provision for expected credit losses - Other financial assets

The carrying amount of cash and cash equivalents, loans, deposits with banks and financial institutions and other financial assets represents the maximum credit exposure. The maximum exposure to credit risk is ₹ 4,86,06,196/- (March 31, 2021 ₹ 5,16,95,618/-). The Company does not expect credit loss on other financial assets.

**(B) Liquidity risk**

Liquidity risk is the risk that a company may encounter difficulties in meeting its obligations associated with financial liabilities that are settled by delivering cash or other financial assets. The group monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs. The table below provides undiscounted cash flows towards financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date for which there is no Liquidity risk as sufficient current assets are available to discharge the same.

**Contractual maturities of financial liabilities**

Amount in ₹

Particulars	Carrying Amount	Total	Less than 1 year	1 to 5 years	More than 5 years
<b>March 31, 2022</b>					
<b>Non-derivatives</b>					
Borrowings	-	-	-	-	-
Trade payables	355,694	355,694	355,694	-	-
Other financial liabilities	119,120	119,120	119,120	-	-
<b>Total non- derivative liabilities</b>	<b>474,814</b>	<b>474,814</b>	<b>474,814</b>	<b>-</b>	<b>-</b>
<b>Derivatives</b>					
Foreign exchange forward contracts	-	-	-	-	-
<b>Total derivative liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>March 31, 2021</b>					
<b>Non-derivatives</b>					
Borrowings	-	-	-	-	-
Trade payables	391,698	391,698	391,698	-	-
Other financial liabilities	194,629	194,629	391,698	-	-
<b>Total non- derivative liabilities</b>	<b>586,327</b>	<b>586,327</b>	<b>586,327</b>	<b>-</b>	<b>-</b>
<b>Derivatives</b>					
Foreign exchange forward contracts	-	-	-	-	-
<b>Total derivative liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS****(C) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of change in market prices. Market risk comprises three types of risk: foreign currency risk, interest rate risk and other price risk such as commodity price risk.

**(i) Foreign currency risk**

Foreign currency risk arises commercial transactions that recognised assets and liabilities denominated in a currency that is not Company's functional currency (INR).

- **Foreign currency risk exposure: NIL**

**(ii) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of change in market interest rates. The management is responsible for the monitoring of the Company' interest rate position.

- **Interest rate risk exposure: NIL**

**(iii) Inventory price risk**

The Inventory of the Company consist of Stock in trade of ` NIL (Previous Year ` NIL) which is subject to inventory price risk.- **NIL**

**Note 35:** For the purpose of the company's capital management, capital includes issued equity capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximize the shareholder value. The company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The company's policy is to keep the gearing ratio restricted to 40%. The company includes within debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

	Amount in ₹	
<b>Particulars</b>	<b>March 31, 2022</b>	<b>March 31, 2021</b>
Net Debt/ Liabilities other than convertible preference shares	-	-
Trade payables	355,694	391,698
Other payables	163,130	1,140,140
Less: cash and cash equivalents	523,605	2,438,388
<b>Net Debt (A)</b>	<b>(4,781)</b>	<b>(906,550)</b>
Equity share capital	6,27,26,290	6,27,26,290
Other equity	(10,706,298)	(9,135,861)
<b>Total Capital (B)</b>	<b>52,019,992</b>	<b>53,590,429</b>
<b>Capital and net debt(A+B)</b>	<b>52,015,211</b>	<b>52,683,879</b>
<b>Gearing ratio [ A/(A+B)%]</b>	<b>(0.01%)</b>	<b>(1.72%)</b>

In order to achieve the objective of maximize shareholders value, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing borrowings that define capital structure requirements. The above capital gearing ratio has achieved the desired objectives.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**Note 36: Ind AS optional exemptions**

**i. Deemed cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment and intangible assets covered by Ind AS 38 - Intangible Assets as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition. Accordingly, the company has elected to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value.

**ii. Estimates**

The estimates at April 1, 2016 and at March 31, 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies) apart from Impairment of financial assets based on expected credit loss model.

The estimates used by the company to present these amounts in accordance with Ind AS reflect conditions at April 1, 2016, the date of transition to Ind AS and as of March 31, 2022.

**iii. Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS. Accordingly, the classification and measurement of financial assets have been done on the basis of the facts and circumstances that existed at the date of transition and end of comparative year.

**Note 37:** Additional Regulatory Information as per amended Schedule III is furnished only to the extent applicable to the Company :

(i) Trade Payable Ageing Schedule ( Outstanding from due date of payments in Rs) :

Particulars	Less than Six months	Six months To 1 Year	TOTAL
Undisputed Trade Payable MSME	131794	0	131794
Undisputed Trade Payable Others	223900	0	223900



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(ii) Ratios

Applicable Ratios are given below:

Ratio	2021-22	2020-21	Reason for change
Current Ratio	47765454/518824=92.06	49670715/1291838=38.45	Improved due to Reduction in current liabilities
Return on Equity / Capital Employed Ratio	(1570437)/5201992 = (3.02) %	(2322407) /53590429= (4.33) %	Decrease in Loss due to decrease in administrative expenses,
Return on investment	2000/246775= 0.81%	0/182150=0%	No dividend in PY

**Note 38:** The figures of the previous year have been regrouped and rearranged so as to make them comparable with those of the current financial year.

**For Verma Mehta & Associates**  
Chartered Accountants  
F.R.N. 112118W

**Sandeep Verma**  
Partner  
M.N. 045711

**Place : Mumbai**  
**Date : 21<sup>st</sup> May, 2022**

**For Pentokey Organy (India) Limited**

**S. Mohan**  
Director  
DIN: 03184356

**Kiran Jadhav**  
Company Secretary  
ACS: 50422

**Place : Mumbai**  
**Date : 21<sup>st</sup> May, 2022**

**Devendra J. Shrimanker**  
Director  
DIN: 00385083

**Sunil Y. Raghav**  
Chief Financial Officer