

Independent Auditors' Report

To the Members of Tolin Rubbers Private Limited.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of M/s **Tolin Rubbers Private Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 its Profit/Loss and its Cash Flow for the year ended on that date.

Basis for Opinion

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

Information Other than the Financial Statements and Auditor's Report Thereon

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the reports containing the other information, 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.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally

accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss 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, read with Rule 7 of the Companies (Accounts) Rules, 2014 *except AS 15 on Employee benefits*.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the provisions of Section 197 of the Act are not applicable to private limited companies.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014(as amended), in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position. *Refer Note No. 3.29*
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;


(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

Place: Aluva
Date: 10.09.2022



For **Balan & Co.,**
Chartered Accountants
(FRN 000340 S)


P. Mohandas FCA
Partner (M. No. 021262)
UDIN: 22021262BCMEFP6132

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2022.

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.

(B) 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 intangible assets held in the name of the Company.
- (b) 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 a regular programme of physical verification of its property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds, of all the immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements included in Property, Plant and Equipment are held in the name of the Company.
- (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 year.
- (e) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The inventories have been physically verified by the management during the year. In our opinion and based on information and explanations given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.
- (b) 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 been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.
- (iii) (a) 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 given any security or advance in nature of loans in companies, firms, limited liability partnership or any other parties. The Company has stood guarantee for one company. The aggregate amount during the year and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates and to parties other than subsidiaries, joint ventures and associates are as per the table given below:

| Particulars | Amount in ₹ crores | | | |
|--|--------------------|----------|-------|-----------------------------|
| | Guarantees | Security | Loans | Advances in nature of loans |
| Aggregate amount during the year | | | | |
| Subsidiaries | - | - | - | - |
| Others | 18.32 | - | - | - |
| Balance outstanding as at Balance Sheet date | | | | |
| Subsidiaries | - | - | - | - |
| Others | 15.23 | - | - | - |

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion, in respect of the aforesaid investments and guarantees, the terms and conditions under which such investments were made and guarantees provided are not prejudicial to the Company's interest.
- (c) 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 granted any loans or advances in nature of loans during the year. Accordingly, the reporting under Clause 3(iii)(c) of the Order is not applicable to the Company.
- (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 granted any loans or advances in nature of loans during the year. Accordingly, the reporting under Clause 3(iii)(d) of the Order is not applicable to the Company.
- (e) 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 granted any loans or advances in nature of loans during the year. Accordingly, the reporting under Clause 3(iii)(e) of the Order is not applicable to the Company.
- (f) 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 granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- (iv) According to the information and explanations given to us and on the basis of our examination of the records, in respect of investments made and loans, guarantees given by the Company, in our opinion the provisions of Section 185 and 186 of the Companies Act, 2013 ("the Act") have been complied with.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013. Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) (a) The company does not have liability in respect of Sales tax, Service tax, Duty of excise and Value added tax during the year since effective 1 July 2017, these statutory dues have been subsumed into GST.

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 Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues have been generally regularly deposited by the Company with the appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of statutory dues referred above were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable except for the following:

| | | Amount in ₹, '000 |
|----------------|--------------------------------|-------------------|
| Nature of Dues | Period to which amount relates | Amount |
| GST | F.Y. 2021-22 | 20,375.66 |

- (b) According to the information and explanations given to us, there are no statutory dues relating to Sales Tax, Value Added Tax, Service Tax, Goods and Services Tax, Provident Fund, Employees State Insurance, Income-Tax, or Cess or other statutory dues which have not been deposited on account of any dispute.
- (viii) 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 surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) (a) 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 defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.
- (b) 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 been declared a willful defaulter by any bank or financial institution or government or government authority.
- (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans during the year. Accordingly, clause 3(ix)(c) of the Order is not applicable.
- (d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have not been utilised for long term purposes.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) According to the information and explanations given to us and audit procedure performed by us, the Company does not have any subsidiary, joint venture or associate company. Therefore, the provisions of clause 3(ix)(f) of the Order are not applicable to the Company.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.

- (b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) In our opinion and based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the 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 including the representation made to us by the management of the Company, there are no whistleblower complaints received by the Company during the year.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given by the management and audit procedures performed by us, in our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us by the management, the Company is not required to have an internal audit system to commensurate with the size and nature of its business. Accordingly, clause 3(xiv) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred any cash losses in the financial year or in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly the reporting under Clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities

falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- (xx) According to the information and explanations given by the Management and audit procedures performed by us, the CSR requirement norms as mentioned in section 135(1) of the Companies Act 2013 does not apply to the company during the year. Hence the requirement to report under clause 3(xx) of the Order is not applicable to the Company and therefore not commented upon.
- (xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

Place: Aluva
Date: 10.09.2022

For **Balan & Co.,**
Chartered Accountants
(FRN 000340 S)



P. Mohandas
P. Mohandas FCA
Partner (M. No. 021262)

“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of Tolin Rubbers Private Limited

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

We have audited the internal financial controls over financial reporting of **Tolin Rubbers Private 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 issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Balan & Co.,
Chartered Accountants
(FRN 000340 S)



P. Mohandas
P. Mohandas FCA
Partner (M. No. 021262)

Place: Aluva
Date: 10.09.2022

Balance Sheet as at March 31, 2022

(In ₹, '000)

| Particulars | Note No. | Figures as at 31st March 2022 | Figures as at 31st March 2021 |
|---|----------|-------------------------------|-------------------------------|
| I EQUITY AND LIABILITIES | | | |
| 1 Shareholders' funds | | | |
| (a) Share capital | 3.01 | 6,000.00 | 6,000.00 |
| (b) Reserves and surplus | 3.02 | 63,662.61 | 60,575.98 |
| 2 Non-current liabilities | | | |
| (a) Long-term borrowings | 3.03 | 10,416.67 | 18,750.00 |
| (b) Deferred tax liabilities (Net) | | - | - |
| (c) Other Long term liabilities | | - | - |
| (d) Long-term provisions | | - | - |
| 3 Current liabilities | | | |
| (a) Short-term borrowings | 3.04 | 1,33,627.32 | 1,31,299.41 |
| (b) Trade payables | 3.05 | 2,78,576.35 | 1,57,270.08 |
| (c) Other current liabilities | 3.06 | 25,218.46 | 14,696.54 |
| (d) Short-term provisions | 3.07 | 2,880.24 | 909.83 |
| Total | | 5,20,381.65 | 3,89,501.84 |
| II ASSETS | | | |
| 1 Non Current Assets | | | |
| (a) Property, Plant and Equipment and Intangible assets | 3.08 | | |
| (i) Property, Plant and Equipment | | 18,926.94 | 15,993.66 |
| (ii) Intangible assets | | - | - |
| (iii) Capital work-in-progress | | - | - |
| (iv) Intangible assets under development | | - | - |
| (b) Non-current investments | | - | - |
| (c) Deferred tax assets (net) | 3.09 | 2,039.11 | 217.98 |
| (d) Long-term loans and advances | 3.10 | 6,190.60 | 12,732.09 |
| (e) Other non-current assets | 3.11 | 2,342.50 | 2,342.50 |
| 2 Current assets | | | |
| (a) Inventories | 3.12 | 65,013.34 | 58,351.29 |
| (b) Trade receivables | 3.13 | 4,07,182.41 | 2,87,889.62 |
| (c) Cash and cash equivalents | 3.14 | 8,862.96 | 8,387.45 |
| (d) Short-term loans and advances | 3.15 | 9,703.91 | 3,410.42 |
| (e) Other current assets | 3.16 | 119.87 | 176.83 |
| Total | | 5,20,381.65 | 3,89,501.84 |

The accompanying notes form integral part of financial statements

In terms of our report attached.

For BALAN & CO.,
Chartered Accountants
(FRN 000340 S)



P. Mohandas FCA
Partner (M. No. 021262)

Place : Aluva
Date : 10.09.2022

For and on behalf of the Board

KURUVILLA ABRAHAM
Director
(DIN: 02152639)

ANNIE VARKEY
Director
(DIN: 03107789)



Place : Kalady
Date : 10.09.2022

Profit and loss statement for the year ended March 31, 2022

(in ₹ '000, except equity share and per equity share data)

| Particulars | Note No. | From 01.04.2021 to 31.03.2022 | From 01.04.2020 to 31.03.2021 |
|---|----------|-------------------------------|-------------------------------|
| I Revenue from operations | 3.17 | 8,07,509.76 | 6,85,494.09 |
| II Other income | 3.18 | 803.68 | 2,050.93 |
| III Total Income(I + II) | | <u>8,08,313.45</u> | <u>6,87,545.03</u> |
| IV Expenses | | | |
| Cost of materials consumed | 3.19 | 7,55,644.08 | 6,35,959.47 |
| Purchases of Stock-in-Trade | | - | - |
| Changes in inventories of finished goods ,Work-in-progress and Stock-in-Trade | 3.20 | (6,431.01) | (1,226.18) |
| Employee benefits expense | 3.21 | 16,515.20 | 8,201.41 |
| Finance Cost | 3.22 | 14,230.86 | 15,457.72 |
| Depreciation and amortization expense | 3.23 | 2,291.72 | 1,948.71 |
| Other expenses | 3.24 | 21,916.84 | 24,162.19 |
| Total expenses | | <u>8,04,167.70</u> | <u>6,84,503.31</u> |
| V Profit before exceptional and extraordinary items and tax (III-IV) | | 4,145.75 | 3,041.71 |
| VI Exceptional items | | - | - |
| VII Profit before extraordinary items and tax (V - VI) | | <u>4,145.75</u> | <u>3,041.71</u> |
| VIII Extraordinary Items | | - | - |
| IX Profit before tax (VII- VIII) | | <u>4,145.75</u> | <u>3,041.71</u> |
| X Tax expense: | | | |
| (1) Current tax | | 2,880.24 | 909.83 |
| (2) Deferred tax | | (1,821.13) | (139.92) |
| | | <u>1,059.11</u> | <u>769.91</u> |
| XI Profit (Loss) for the period from continuing operations (IX-X) | | <u>3,086.63</u> | <u>2,271.80</u> |
| XII Profit/(loss) from discontinuing operations | | - | - |
| XIII Tax expense of discontinuing operations | | - | - |
| XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII) | | - | - |
| XV Profit/ (Loss) (XI + XIV) | | <u>3,086.63</u> | <u>2,271.80</u> |
| XVI Earnings per equity share | | | |
| (1) Basic | 3.25 | 514.44 | 378.63 |
| (2) Diluted | 3.25 | 514.44 | 378.63 |

The accompanying notes form integral part of financial statements

In terms of our report attached.

For BALAN & CO.,
Chartered Accountants
(FRN 000340 S)P. Mohandas FCA
Partner (M. No. 021262)Place : Aluva
Date : 10.09.2022

For and on behalf of the Board

KURUVILLA ABRAHAM
Director
(DIN: 02152639)ANNIE VARKEY
Director
(DIN: 03107789)Place : Kalady
Date : 10.09.2022

Cash Flow Statement for the year ended March 31, 2022

In terms of AS - 3 on Cash Flow Statement under Indirect Method

| PARTICULARS | 2021-22 | 2020-21 |
|---|--------------------|-------------------|
| CASH FLOW FROM OPERATING ACTIVITIES : | | |
| Net Profit Before Tax | 4,145.75 | 3,041.71 |
| Adjustments for : | | |
| Depreciation | 2,291.72 | 1,948.71 |
| Interest Debited in P & L | 14,230.86 | 15,450.26 |
| (Profit) / Loss on Sale of Asset | - | 439.52 |
| Accounts written off | 44.12 | 19.42 |
| Interest Income | (544.37) | (415.50) |
| Interest on income tax paid | 60.97 | - |
| Operating Profit before Working Capital Changes | 20,229.05 | 20,484.12 |
| Decrease/(Increase) in Inventories | (6,662.05) | (1,315.13) |
| Decrease/(Increase) in Trade receivables | (1,19,336.91) | (38,526.10) |
| Decrease/(Increase) in Long-term loans and advances | 6,541.49 | 875.11 |
| Decrease/(Increase) in Short-term loans and advances | (6,007.57) | 16,680.61 |
| Decrease/(Increase) in Other current assets | 56.96 | 649.64 |
| Increase/(Decrease) in Short term borrowings | 2,327.92 | (908.00) |
| Increase/(Decrease) in Trade payables | 1,21,306.26 | (7,797.27) |
| Increase/(Decrease) in Other current liabilities | 10,521.92 | 12,955.24 |
| Cash Generated from Operations | 28,977.06 | 3,098.22 |
| Income Tax Paid | (1,256.72) | (789.78) |
| Net Cash From Operating Activities | 27,720.34 | 2,308.44 |
| CASH FLOW FROM INVESTING ACTIVITIES : | | |
| Purchase of Fixed Assets | (5,225.00) | (9,515.60) |
| Sale of Fixed Assets | - | 590.00 |
| Interest Received | 544.37 | 415.50 |
| Net Cash From Investing Activities | (4,680.63) | (8,510.09) |
| CASH FLOW FROM FINANCING ACTIVITIES: | | |
| Interest Paid | (14,230.86) | (15,450.26) |
| Increase/(Decrease) in Long term borrowings | (8,333.33) | 17,912.33 |
| Net Cash From Financing Activities | (22,564.20) | 2,462.07 |
| NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS | 475.52 | (3,739.58) |
| OPENING CASH AND CASH EQUIVALENTS | 8,387.45 | 12,127.03 |
| CLOSING CASH AND CASH EQUIVALENTS | 8,862.96 | 8,387.45 |

In terms of our report attached.

For BALAN & CO.,
Chartered Accountants
(FRN 000340 S)

P. Mohandas FCA
Partner (M. No. 021262)

Place : Aluva
Date : 10.09.2022



For and on behalf of the Board

KURUVILLA ABRAHAM
Director
(DIN: 02152639)

ANNIE VARKEY
Director
(DIN: 03107789)

Place : Kalady
Date : 10.09.2022



3. Notes to the financial statements for the year ended March 31, 2022

3.01 Share capital

(in ₹ '000, except as stated otherwise)

| Particulars | March 31, 2022 | | March 31, 2021 | |
|--|----------------|-----------------|----------------|-----------------|
| | No. | Value | No. | Value |
| (a) Authorised: | | | | |
| Equity shares of ₹1,000 each | 8,000 | 8,000.00 | 8,000 | 8,000.00 |
| (b) Issued, Subscribed & Fully Paid Up: | | | | |
| Equity shares of ₹1,000 each | 6,000 | 6,000.00 | 6,000 | 6,000.00 |
| Total | 6,000 | 6,000.00 | 6,000 | 6,000.00 |

i Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹1,000/- per share. Each holder of equity shares is entitled to one vote per share.

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, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

ii Reconciliation of shares at the beginning and at the end of the financial year

(in ₹ '000, except as stated otherwise)

| Equity Shares | March 31, 2022 | | March 31, 2021 | |
|---|----------------|-----------------|----------------|-----------------|
| | No. | Value | No. | Value |
| No. of equity shares at the beginning of the year | 6,000 | 6,000.00 | 6,000 | 6,000.00 |
| Add: Fresh issue | - | - | - | - |
| Less: shares bought back | - | - | - | - |
| Outstanding at the end of the year | 6,000 | 6,000.00 | 6,000 | 6,000.00 |

iii Particulars of Shareholders holding more than 5% share in the Company

(in ₹ '000, except as stated otherwise)

| Name of shareholders | March 31, 2022 | | March 31, 2021 | |
|-------------------------------------|----------------|-------------------|----------------|-------------------|
| | No. of shares | % of shareholding | No. of shares | % of shareholding |
| Equity shares of ₹1,000 each | | | | |
| K V Tolin | 3,490 | 58.17% | 3,490 | 58.17% |
| Annie Varkey | 1,990 | 33.17% | 1,990 | 33.17% |
| K V Toshma | 500 | 8.33% | 500 | 8.33% |
| Total | 5,980 | 99.67% | 5,980 | 99.67% |

iv Particulars of Share held by Promoters of the Company

(in ₹ '000, except as stated otherwise)

| Name of promoters | March 31, 2022 | | March 31, 2021 | | % Change during the year |
|-------------------------------------|----------------|-------------------|----------------|-------------------|--------------------------|
| | No. of shares | % of shareholding | No. of shares | % of shareholding | |
| Equity shares of ₹1,000 each | | | | | |
| K V Tolin | 3,490 | 58.17% | 3,490 | 58.17% | 0.00% |
| Annie Varkey | 1,990 | 33.17% | 1,990 | 33.17% | 0.00% |
| K V Toshma | 500 | 8.33% | 500 | 8.33% | 0.00% |
| Total | 5,980 | 99.67% | 5,980 | 99.67% | 0.00% |

3.02 Reserves and surplus

(in ₹ '000)

| Particulars | March 31, 2022 | | March 31, 2021 | |
|---|----------------|------------------|----------------|------------------|
| | | | | |
| (a) Capital Reserve | | | | |
| Opening Balance | | 2,362.82 | | 2,362.82 |
| (+) Additions / transfers during the year | | - | | - |
| Closing Balance | | <u>2,362.82</u> | | <u>2,362.82</u> |
| (b) Surplus / (Deficit) in Statement of Profit and Loss | | | | |
| Opening Balance | | 58,213.16 | | 55,941.36 |
| Net Profit/(Loss) after tax as per Statement of Profit and Loss | | 3,086.63 | | 2,271.80 |
| Closing Balance | | <u>61,299.79</u> | | <u>58,213.16</u> |
| Total | | <u>63,662.61</u> | | <u>60,575.98</u> |

Retained earnings or Surplus

This reserve represents the cumulative profits of the Company.



3 Notes to the financial statements for the year ended March 31, 2022

3.03 Long-term borrowings

(in ₹ '000)

| Particulars | Non-Current | | Current | |
|----------------|------------------|------------------|-----------------|-----------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| (a) Term Loans | | | | |
| Secured | | | | |
| (i) From Banks | 10,416.67 | 18,750.00 | 8,333.33 | 6,331.18 |
| Total | 10,416.67 | 18,750.00 | 8,333.33 | 6,331.18 |

Nature of Security

South Indian Bank - ECLGS WCTL of ₹250 lakhs is secured by Hypothecation of entire current assets of the Company (present and future) and land with administrative building situated in R.Sy. No. 53/9-Block No. 27 (24.01 cents), R.Sy. No. 53/9-Block No. 27 (53.67 cents), R.Sy. No. 53/10 (6.99 cents) and R.Sy. No. 58/9 (33.61 cents) of Mattoor village, Aluva Taluk, Ernakulam in the name of Mrs. Annie Varkey.

Land with factory building situated in R.Sy. No. 58/12,58/10,52/2,52/3,58/4,58/7,52/4 (191.89 cents) and R.Sy. No. 52/6 (28.91 cents) of Mattoor village, Aluva Taluk, Ernakulam in the name of M/s Tolin Rubbers Private Limited.

Further, the loan has been guaranteed by the personal guarantee of Annie Varkey and KV Tolin and corporate guarantee of M/s Toja Tyres and Treads Private Limited.

Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.

The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

There is no continuing default as on the date of balance sheet in repayment of loans and interest.

3.04 Short-term borrowings

(in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|--|--------------------|--------------------|
| (a) Loans repayable on demand | | |
| Secured | | |
| From banks | 1,25,293.99 | 1,24,968.23 |
| (b) Current maturities of long-term borrowings | 8,333.33 | 6,331.18 |
| Total | 1,33,627.32 | 1,31,299.41 |

Nature of Security

(a) Loans repayable on demand

South Indian Bank - Cash Credit limit of ₹1250 lakhs is secured by Hypothecation of entire current assets of the Company (present and future) and land with administrative building situated in R.Sy. No. 53/9-Block No. 27 (24.01 cents), R.Sy. No. 53/9-Block No. 27 (53.67 cents), R.Sy. No. 53/10 (6.99 cents) and R.Sy. No. 58/9 (33.61 cents) of Mattoor village, Aluva Taluk, Ernakulam in the name of Mrs. Annie Varkey.

Land with factory building situated in R.Sy. No. 58/12,58/10,52/2,52/3,58/4,58/7,52/4 (191.89 cents) and R.Sy. No. 52/6 (28.91 cents) of Mattoor village, Aluva Taluk, Ernakulam in the name of M/s Tolin Rubbers Private Limited.

Further, the loan has been guaranteed by the personal guarantee of Annie Varkey and KV Tolin and corporate guarantee of M/s Toja Tyres and Treads Private Limited.

Company has used the above borrowings from banks and financial institutions for working capital purpose for which it was taken at the balance sheet date.

The quarterly returns /statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

There is no continuing default/default as on the date of balance sheet in repayment of loans and interest.



3 Notes to the financial statements for the year ended March 31, 2022

| 3.05 Trade payables | | (in ₹ '000) | |
|--|--------------------|--------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Trade payables [Refer note] | | | |
| Total outstanding dues of micro and small enterprises | - | - | |
| Total outstanding dues of creditors other than micro and small enterprises | 2,78,576.35 | 1,57,270.08 | |
| Total | 2,78,576.35 | 1,57,270.08 | |

The Company has taken steps to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Based on available information, there are no balances outstanding as payable to such suppliers at the year end. In the opinion of management there are no amounts paid or payable towards interest under the said statuses.

Trade payables ageing schedule for the year ended March 31, 2022 (in ₹ '000)

| Particulars | Outstanding for following periods from due date of payment | | | | Total |
|-----------------------------|--|---------------|---------------|-------------------|--------------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) MSME | - | - | - | - | - |
| (ii) Others | 2,78,266.27 | 100.78 | 182.16 | 27.14 | 2,78,576.35 |
| (iii) Disputed dues — MSME | - | - | - | - | - |
| (iv) Disputed dues — Others | - | - | - | - | - |
| Total | 2,78,266.27 | 100.78 | 182.16 | 27.14 | 2,78,576.35 |

Trade payables ageing schedule for the year ended March 31, 2021 (in ₹ '000)

| Particulars | Outstanding for following periods from due date of payment | | | | Total |
|-----------------------------|--|---------------|--------------|-------------------|--------------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) MSME | - | - | - | - | - |
| (ii) Others | 1,57,060.79 | 182.16 | 27.14 | - | 1,57,270.08 |
| (iii) Disputed dues — MSME | - | - | - | - | - |
| (iv) Disputed dues — Others | - | - | - | - | - |
| Total | 1,57,060.79 | 182.16 | 27.14 | - | 1,57,270.08 |

| 3.06 Other current liabilities | | (in ₹ '000) | |
|---|------------------|------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Current maturities of finance lease obligations | - | - | |
| (b) Interest accrued but not due on borrowings | - | - | |
| (c) Other Payables | | | |
| (i) Statutory remittances (Refer note(i) below) | 20,817.40 | 9,844.85 | |
| (ii) Expenses Payable | 4,343.33 | 4,793.96 | |
| (iii) Advance from Customers | 57.73 | 57.73 | |
| Total | 25,218.46 | 14,696.54 | |

Note (i) Statutory dues includes provident fund, employees state insurance, withholding taxes.

| 3.07 Short-term provisions | | (in ₹ '000) | |
|------------------------------------|-----------------|----------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Provision for Employee Benefit | - | - | |
| (b) Provision - Others | | | |
| (i) Provision for Income Tax | 2,880.24 | 909.83 | |
| Total | 2,880.24 | 909.83 | |

| 3.09 Deferred tax assets (net) | | (in ₹ '000) | |
|---|-----------------|----------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Deferred tax assets | | | |
| On difference between book balance and tax balance of PPE | 128.69 | 217.98 | |
| Others | 1,910.42 | - | |
| Total | 2,039.11 | 217.98 | |



3 Notes to the financial statements for the year ended March 31, 2022

| 3.10 Long-term loans and advances | | (in ₹ '000) | |
|---|-----------------|------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Loans and advances to related parties | - | - | |
| (b) Other Advances - Unsecured, considered good | | | |
| (i) Balances with government authorities | | | |
| Excise Duty Pre-Deposit | 500.00 | 8,000.00 | |
| Income Tax receivables | 5,690.60 | 4,732.09 | |
| Total | 6,190.60 | 12,732.09 | |

| 3.11 Other non-current assets | | (in ₹ '000) | |
|---------------------------------|-----------------|-----------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Long Term Trade Receivables | - | - | |
| (b) Security Deposits | | | |
| Unsecured, considered good | 2,342.50 | 2,342.50 | |
| Total | 2,342.50 | 2,342.50 | |

| 3.12 Inventories: (at the lower of cost and net realisable value) | | (in ₹ '000) | |
|---|------------------|------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| Raw Materials | 36,099.43 | 35,868.39 | |
| Work-in-Progress | 19,678.87 | 14,906.12 | |
| Finished Goods | 9,235.05 | 7,576.79 | |
| Total | 65,013.34 | 58,351.29 | |

3.12.1 Method of Valuation of Inventories - Refer Note No. 2.8 of Significant Accounting Policies.

| 3.13 Trade Receivables | | (in ₹ '000) | |
|---|--------------------|--------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| Trade receivables outstanding for a period exceeding six months | | | |
| Unsecured, considered good | 1,07,566.95 | 12,327.41 | |
| Doubtful | - | - | |
| Less: Provision for doubtful trade receivables | - | - | |
| | 1,07,566.95 | 12,327.41 | |
| Other Trade receivables | | | |
| Unsecured, considered good | 2,99,615.46 | 2,75,562.21 | |
| Doubtful | - | - | |
| Less: Provision for doubtful trade receivables | - | - | |
| | 2,99,615.46 | 2,75,562.21 | |
| Total | 4,07,182.41 | 2,87,889.62 | |

Trade receivables ageing schedule for the year ended March 31, 2022 (in ₹ '000)

| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|---|--|------------------|-------------|-----------|-------------------|-------------|
| | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade Receivables considered good | 2,99,615.46 | - | 1,04,603.30 | - | 2,963.64 | 4,07,182.41 |
| (ii) Undisputed Trade Receivables considered doubtful | - | - | - | - | - | - |
| (iii) Disputed Trade Receivables considered good | - | - | - | - | - | - |
| (iv) Disputed Trade Receivables considered doubtful | - | - | - | - | - | - |

3 Notes to the financial statements for the year ended March 31, 2022

Trade receivables ageing schedule for the year ended March 31, 2021

(in ₹ '000)

| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|---|--|------------------|-----------|-----------|-------------------|-------------|
| | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade Receivables considered good | 2,75,562.21 | 9,363.77 | - | - | 2,963.64 | 2,87,889.62 |
| (ii) Undisputed Trade Receivables considered doubtful | - | - | - | - | - | - |
| (iii) Disputed Trade Receivables considered good | - | - | - | - | - | - |
| (iv) Disputed Trade Receivables considered doubtful | - | - | - | - | - | - |

3.14 Cash and cash equivalents

(in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|---------------------------------|-----------------|-----------------|
| (a) Cash in Hand | 91.17 | 201.06 |
| (b) Balance with banks | | |
| (i) In Current Accounts | 36.63 | 59.27 |
| (ii) Fixed Deposits | - | - |
| Less: Maturity More than 1 Year | - | - |
| (iii) In Earmarked Accounts | 8,735.16 | 8,127.12 |
| | <u>8,771.79</u> | <u>8,186.39</u> |
| Total | 8,862.96 | 8,387.45 |

3.15 Short-term loans and advances

(in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|--|-----------------|-----------------|
| (a) Loans and advances to related parties | - | - |
| (b) Other Loans and Advance - Unsecured, considered good | | |
| (i) Balances with government authorities | | |
| TDS, TCS and Advance Income Tax | 1,045.10 | 759.18 |
| GST Receivables | - | 0.18 |
| (ii) Others (Prepaid Expenses and other advances) | 8,658.81 | 2,651.06 |
| Total | 9,703.91 | 3,410.42 |

3.16 Other current assets

(in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|---------------------|----------------|----------------|
| (a) Others | | |
| Interest Receivable | 119.87 | 176.83 |
| Total | 119.87 | 176.83 |



3.08 Property, Plant and Equipments

| Particulars | Building Under construction | Land | Plant and Machinery | Office equipments | Electrical | | | | Motor Vehicles | Buildings | Total |
|-------------------------------------|-----------------------------|---------------|---------------------|-------------------|-----------------------------|-----------------|------------------------|-----------------|-----------------|------------------|-------|
| | | | | | Installations and Equipment | Computers | Furniture and fittings | | | | |
| Cost: | | | | | | | | | | | |
| As at April 1, 2021 | 364.41 | 517.60 | 30,419.53 | 147.88 | 8,095.96 | 1,530.97 | 310.61 | 3,999.80 | 5,608.36 | 50,995.11 | |
| Additions | - | - | 5,225.00 | - | - | - | - | - | 364.41 | 5,589.41 | |
| Disposals | 364.41 | - | - | - | - | - | - | - | - | 364.41 | |
| As at March 31, 2022 | - | 517.60 | 35,644.53 | 147.88 | 8,095.96 | 1,530.97 | 310.61 | 3,999.80 | 5,972.76 | 56,220.11 | |
| Depreciation and impairment: | | | | | | | | | | | |
| As at April 1, 2021 | - | - | 20,016.64 | 140.48 | 7,004.55 | 1,454.42 | 290.28 | 2,246.69 | 3,848.39 | 35,001.45 | |
| Additions | - | - | 1,773.16 | - | 200.22 | - | 2.78 | 103.86 | 211.70 | 2,291.72 | |
| Disposals | - | - | - | - | - | - | - | - | - | - | |
| As at March 31, 2022 | - | - | 21,789.80 | 140.48 | 7,204.78 | 1,454.42 | 293.06 | 2,350.55 | 4,060.08 | 37,293.17 | |
| Net book value: | | | | | | | | | | | |
| As at April 1, 2021 | 364.41 | 517.60 | 10,402.89 | 7.39 | 1,091.41 | 76.55 | 20.34 | 1,753.11 | 1,759.97 | 15,993.66 | |
| As at March 31, 2022 | - | 517.60 | 13,854.73 | 7.39 | 891.18 | 76.55 | 17.56 | 1,649.25 | 1,912.68 | 18,926.94 | |



3 Notes to the financial statements for the year ended March 31, 2022

| 3.17 Revenue from operations | | (in ₹ '000) | |
|---|--------------------|--------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| Sale of Products | 8,07,509.76 | 6,85,494.09 | |
| Total | 8,07,509.76 | 6,85,494.09 | |
| 3.18 Other Income | | (in ₹ '000) | |
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Interest Income | 544.37 | 415.50 | |
| (b) Other non-operating income (net of expenses directly attributable to such income) | - | - | |
| (i) Foreign Exchange Rate Variation (net) | 259.31 | 170.38 | |
| (ii) Discount Received on local Purchase | - | 28.08 | |
| (iii) Insurance Claim Received | - | 1,436.98 | |
| Total | 803.68 | 2,050.93 | |
| 3.19 Cost of materials consumed | | (in ₹ '000) | |
| Particulars | March 31, 2022 | March 31, 2021 | |
| Opening Stock | 35,868.39 | 35,779.44 | |
| Add : Purchases | 7,55,875.12 | 6,36,048.42 | |
| | 7,91,743.51 | 6,71,827.86 | |
| Less : Closing Stock | 36,099.43 | 35,868.39 | |
| Cost of Material Consumed | 7,55,644.08 | 6,35,959.47 | |
| 3.20 Changes in inventories of finished goods ,Work-in-progress and Stock-in-Trade | | (in ₹ '000) | |
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Inventories at the end of the year | | | |
| Finished Goods | 9,235.05 | 7,576.79 | |
| Work-in-Progress | 19,678.87 | 14,906.12 | |
| | 28,913.92 | 22,482.90 | |
| (b) Inventories at the beginning of the year | | | |
| Finished Goods | 7,576.79 | 142.84 | |
| Work-in-Progress | 14,906.12 | 21,113.88 | |
| | 22,482.90 | 21,256.72 | |
| Total | (6,431.01) | (1,226.18) | |
| 3.21 Employee benefit expenses | | (in ₹ '000) | |
| Particulars | March 31, 2022 | March 31, 2021 | |
| Salaries and Wages | 15,256.62 | 6,942.34 | |
| Contributions to provident and other funds | 23.77 | 20.62 | |
| Workmen and Staff Welfare Expenses | 1,234.82 | 1,238.45 | |
| Total | 16,515.20 | 8,201.41 | |
| 3.22 Finance Cost | | (in ₹ '000) | |
| Particulars | March 31, 2022 | March 31, 2021 | |
| (a) Interest expense on Borrowings | 14,169.90 | 15,450.26 | |
| (b) Others | | | |
| Interest on delayed / deferred payment of income tax and TDS | 60.97 | 7.46 | |
| Total | 14,230.86 | 15,457.72 | |



3 Notes to the financial statements for the year ended March 31, 2022

| 3.23 Depreciation and amortization expense | | (in ₹ '000) | |
|--|-----------------|-----------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| Depreciation | 2,291.72 | 1,948.71 | |
| Amortisation | - | - | |
| Total | 2,291.72 | 1,948.71 | |

| 3.24 Other expenses | | (in ₹ '000) | |
|---|------------------|------------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| Audit fee | 100.00 | 75.00 | |
| Bad debts | 44.12 | 19.42 | |
| Bank Charges | 3,649.39 | 2,041.28 | |
| Communication | 61.70 | 48.57 | |
| Director's Remuneration | 470.60 | 455.96 | |
| Freight outward | 1,632.41 | 2,206.54 | |
| Insurance Charges | 346.61 | 403.48 | |
| Loss on sale of fixed asset | - | 439.53 | |
| Power and fuel | 13,628.59 | 16,014.65 | |
| Professional / Consultancy / Technical fees | 117.55 | 592.36 | |
| Printing & Stationery | - | 6.00 | |
| ROC Filing fees | - | 1.00 | |
| Round off | (0.03) | (0.01) | |
| Rents | 132.81 | 105.00 | |
| Repairs - Machinery | 495.06 | 554.09 | |
| Travelling | 5.50 | 6.20 | |
| Taxes and rates paid | 543.06 | 275.60 | |
| Vehicle Expenses | 689.46 | 917.52 | |
| Total | 21,916.84 | 24,162.19 | |

| 3.24.1 Payment to Auditors Comprises of : | | (in ₹ '000) | |
|---|----------------|----------------|--|
| Particulars | March 31, 2022 | March 31, 2021 | |
| As auditors - statutory audit | 55.00 | 40.00 | |
| For taxation matters | 45.00 | 35.00 | |
| For other services | - | - | |
| Total | 100.00 | 75.00 | |

3.25 Earnings Per Share

The company reports basic and diluted Earnings per Share in accordance with AS 20. Basic Earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding at the end of the year. Diluted Earnings per share have been computed using the weighted average number of equity shares and potential equity shares outstanding at the end of the year.

(in ₹, '000 except equity share and per equity share data)

| Particulars | March 31, 2022 | March 31, 2021 | |
|---|----------------|----------------|--|
| Net profit for the year attributable to the equity shareholders | 3,086.63 | 2,271.80 | |
| Weighted average number of equity shares | 6,000 | 6,000 | |
| Par value per share | 1,000 | 1,000 | |
| Earnings per share - Basic and Diluted | 514.44 | 378.63 | |

3. Notes to the financial statements for the year ended March 31, 2022

3.26 Employee Benefits

Details of Employee Benefits : Disclosures required under Accounting Standard 15 – Employee Benefits (Revised 2005)

a. Defined Contribution Plans :

During the Year, the following amounts have been recognised in the Profit and Loss account on account of defined contribution plan (in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|--|----------------|----------------|
| Employers Contribution to Employee's State Insurance | 15.37 | 12.22 |
| Employers Contribution to Provident Fund | 8.40 | 8.40 |

3.27 Related party disclosures

Names of Related Parties

(A) Holding

(B) Key Management Personnel

Designation

Annie Varkey

Director

Kuruville Abraham

Director

(C) Entities in which KMP / Relatives of KMP can exercise significant influence

Peejay Rubber Industries Pvt. Ltd.

Toja Tyre & Treads Pvt Ltd

Quality Mix India Pvt. Ltd.

Tolins Tyres Pvt. Ltd.

Cyrus Traders

Tolins Pure Foods Pvt Ltd

(D) Relatives of Key Management Personnel

Relation

K.V.Tolin

Son of Director

Jerin Tolin

Daughter-in-law of Director

Related Party transactions during the year:

(in ₹ '000)

| Particulars | KMP | | Relatives of KMP | |
|-------------------|----------------|----------------|------------------|----------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| Sales | - | - | 2,460.41 | 1,674.42 |
| Service Rendered | 123.90 | 123.90 | - | - |
| Remuneration paid | 470.60 | 455.96 | - | - |

(in ₹ '000)

| Particulars | Holding Company | | Entities in which KMP / Relatives of KMP can exercise significant influence | |
|-------------|-----------------|----------------|---|----------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| Purchase | - | - | 3,46,461.91 | 3,23,974.45 |
| Sales | - | - | 9,35,956.81 | 7,99,091.60 |

Balance outstanding as at the year end: Asset/ (Liability)

(in ₹ '000)

| Particulars | KMP | | Relatives of KMP | |
|-------------|----------------|----------------|------------------|----------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| Receivables | - | - | - | 5,223.96 |
| Payables | (298.22) | 174.32 | - | - |



3. Notes to the financial statements for the year ended March 31, 2022

(in ₹ '000)

| Particulars | Holding Company | | Entities in which KMP / Relatives of KMP can exercise significant influence | |
|-------------|-----------------|----------------|---|----------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| Receivables | - | - | 4,03,827.95 | 2,74,886.07 |
| Payables | - | - | (67.07) | (30,102.34) |
| Advances | - | - | 2,299.51 | 2,294.82 |

3.28 Disclosure with regard to dues to Micro Enterprises and Small Enterprises

The management has initiated the process of identifying enterprises which have provided goods and services to the company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. The company has not received any intimation from its vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006. Further in the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.

3.29 Contingent liabilities and capital commitments

(in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|--|----------------|----------------|
| Contingent Liabilities: - | | |
| Claim not acknowledge as debt by the company | - | - |
| In respect of Excise duty demands where the Company has filed appeal before various authorities* | - | 48,225.07 |
| On Account of corporate guarantee to the bankers on behalf of group company for facilities availed by them | 5,53,200.00 | - |
| Capital commitments :- | | |
| Estimated amount of the contract to be executed on capital account | - | - |

Future cash outflow in respect of above is determinable only on receipt of judgments /decision pending with various forums/authorities. The Company is of the opinion that the above demands are not tenable and expects to succeed in its appeals/defence. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and results of operations.

* Contingent liability against which order was received in favor of the company and liability has been closed subsequently.

3.30 Additional Informations

(in ₹ '000)

| Particulars | March 31, 2022 | March 31, 2021 |
|---|----------------|----------------|
| CIF Value of imports made during the year | 28,297.42 | 60,225.65 |
| Earnings in foreign exchange | - | - |
| Expenditure in foreign currency | - | - |
| Amount remitted during the year in foreign currency | - | - |

3.31 Additional Regulatory Information

| Particulars | Numerator | Denominator | Current Period | Previous Period | % of variance* |
|--|-------------------------------------|------------------------------|----------------|-----------------|----------------|
| Liquidity Ratio | | | | | |
| Current Ratio (times) | Current assets | Current liabilities | 1.11 | 1.18 | -5.33% |
| Solvency Ratio | | | | | |
| Debt-Equity Ratio (times) | Total debt | Shareholder's equity | 2.07 | 2.25 | -8.26% |
| Debt Service Coverage Ratio (times) ¹ | Earnings available for debt service | Debt service | 3.26 | 9.19 | -64.50% |
| Profitability ratio | | | | | |
| Net Profit Ratio (%) | Net profits | Revenue | 0.38% | 0.33% | 15.34% |
| Return on Equity Ratio (%) ² | Net profits after taxes | Average shareholder's equity | 4.53% | 3.47% | 30.52% |
| Return on Capital employed (%) | Earning before interest and taxes | Capital employed | 8.68% | 8.55% | 1.56% |



Notes to the financial statements for the year ended March 31, 2022

3.31 Additional Regulatory Information (contd.)

| Particulars | Numerator | Denominator | Current Period | Previous Period | % of variance* |
|--|-----------------------------|-----------------------------|----------------|-----------------|----------------|
| Utilization Ratio | | | | | |
| Trade Receivables turnover ratio (times) | Net Credit Sales | Average Accounts Receivable | 2.32 | 2.55 | -8.94% |
| Inventory turnover ratio (times) | Cost of goods sold or sales | Average Inventory | 13.09 | 11.88 | 10.18% |
| Trade payables turnover ratio (times) | Purchases of stock-in-trade | Average Trade Payables | 3.47 | 3.95 | -12.11% |
| Net capital turnover ratio (times) | Net Sales | Average Working Capital | 15.44 | 14.63 | 5.50% |

Note on Financial Ratios : *(Explanation for change in the ratio by more than 25%)

1. The debt service coverage ratio has come down because of repayments of loans during the year. (only principal repayments and interest payments of term loan have been considered for debt service)

2. Return on equity has increased for the period due to increase in profit after tax.

3.32 In the opinion of the management, the current assets, loans and advances shall realise the value as shown in the balance sheet, if realised in the normal course of business.

3.33 Balance of some of the debtors, creditors & loans and advances are subject to confirmation/reconciliation.

3.34 There has been no significant impact on the operations and financial position of the company on account of the outbreak of COVID-19 pandemic and consequential lock-down restrictions imposed by the Government.

3.35 Other notes as required by Schedule III of the Act are either nil or not applicable hence not disclosed.

3.36 There are no transactions with struck off companies under section 248 or 560

3.37 The Company doesn't have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

3.38 The Company hasn't advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

3.39 The Company hasn't received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

3.40 Previous year's figures have been regrouped/rearranged, wherever necessary to conform to current year's classifications/disclosure.

In terms of our report attached.

For BALAN & CO.,
Chartered Accountants
(FRN 000340 S)

P. Mohandas FCA
Partner (M. No. 021262)

Place : Aluva
Date : 10.09.2022



For and on behalf of the Board

KURUVILLA ABRAHAM
Director
(DIN: 02152639)

ANNIE VARKEY
Director
(DIN: 03107789)

Place : Kalady
Date : 10.09.2022

