



*37th*  
**ANNUAL REPORT**  
**2020-2021**

## CEETA INDUSTRIES LIMITED (CIN: L15100KA1984PLC021494)

### Corporate Information

<b>Directors</b>	Mr. Krishna Murari Poddar Mrs. Uma Poddar Mr. Gautam Modi
<b>Independent Directors</b>	Mr. Arabinda De Mr. Om Prakash kedia Mr. Bal Krishna Bhalotia Mr. Arvind Kejariwal (w.e.f. 10th February, 2021) Mr. Avinash Kumar Khaitan (w.e.f. 14th December, 2020)
<b>Chief Financial Officer</b>	Mr. Anubhav Poddar
<b>Company Secretary</b>	Ms. Smally Agarwal (w.e.f. 10th February, 2021)
<b>Auditors</b>	Ruwatia & Associates, Chartered Accountants
<b>Bankers</b>	HDFC Bank Limited DCB Bank Limited Punjab and Sind Bank Axis Bank Limited Dena Bank Punjab National Bank
<b>Works</b>	1) Plot No. 34-38, KIADB Industrial Area Sathyamangala, Tumkur- 572104, Karnataka 2) No.-34, 2nd Floor, Gold Coin Building-1, Meanee Avenue Road, Ulsoor, Bangalore- 560042, Karnataka 3) Saraf House, 4/1 Red Cross Place, 3rd Floor Kolkata- 700001, West Bengal
<b>Registered Office</b>	Plot No. 34-38, KIADB Industrial Area Sathyamangala, Tumkur- 572104, Karnataka E-mail: accounts@ceeta.com, Website: www.ceeta.com Ph.-91-816-2970 239
<b>Head Office</b>	Saraf House, 4/1 Red Cross Place, 3rd Floor Kolkata- 700001, West Bengal E-mail: kolkata@ceeta.com, Website: www.ceeta.com Ph.: 91-33-2262 8062/ 8063, Fax: 91-33-2262 8046
<b>Registrar &amp; Transfer Agent</b>	Niche Technologies Private Limited 3A Auckland Place, 7th floor, Room No.7A & 7B, Kolkata-700017 Ph.: 91-33-2280-6616 E-mail.: nichetechpl@nichetechpl.com

# CEETA INDUSTRIES LIMITED

**Registered Office:** Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104, Phone:91-816-2970239

**Head Office:** Saraf House, 4/1 Red Cross Place, 3rd Floor, Kolkata – 700001.

Email: kolkata@ceeta.com; Website: www.ceeta.com; Phone: 91-33-2262 8062/ 8063, Fax: 91-33-2262 8046

## NOTICE

NOTICE is hereby given that the **37th Annual General Meeting** of the Company will be held on Wednesday, 8th September, 2021 at 1.00 P.M. through Video Conference/Other Audio Visual Means (OAVM) to transact the following business:-

### ORDINARY BUSINESS

- 1) To consider and adopt the Audited Financial Statements for the Financial Year ended on 31st March, 2021 and the Reports of the Board of Directors and Auditors thereon.
- 2) To appoint a Director in place of Mr. Gautam Modi (DIN 06482645), who retires by rotation and being eligible, offers himself for re-appointment.

### SPECIAL BUSINESS

- 3) To approve Appointment and Re-Designation of Mr. Krishna Murari Poddar (DIN 00028012) from Director to Managing Director of the Company and in this regard to consider and if thought fit to pass, with or without modification(s), the following resolution as a Special Resolution.

“RESOLVED THAT pursuant to the provisions of sec 196, 197, read with rules and Schedule V and any other and any other applicable provisions of the Companies Act, 2013, approval of the members be and is hereby accorded to appoint Mr. Krishna Murari Poddar (DIN 00028012) from Director to the Managing Director of the Company, who is over 70 years in age, for a term of 5 (five) years commencing from 08th September, 2021 till 07th September, 2026, not liable to retire by rotation, on the terms and conditions as mentioned below, whether express or implied as agreed between the Board and Mr. Poddar.

1. He will be appointed as Managing Director of the Company with effect from 08.09.2021 for a period of five years.
2. His remuneration shall be subject to the maximum ceiling limit of Rs. 2,50,000/- per month towards the aggregate of Basic Salary, allowances and perquisites as mentioned below:

(I) **Salary and Allowances** – Rs. 40,000/- p.m. which may be changed at the discretion of the Board and will be subject to maximum ceiling as mentioned above.

(II) **Perquisites** – In addition to the salary he will be eligible for the following perquisites:-

#### A) **Housing**

##### Housing – I

Any expenditure, exceeding 15 % of his salary, incurred by the Company on hiring of unfurnished accommodation for him, subject to maximum 50% of his salary.

##### Housing – II

In case the accommodation is owned by the company, fifteen percent (15%) of his salary shall be deducted by the Company.

##### Housing – III

In case no accommodation is provided by the company, he shall be entitled to House Rent Allowance subject to maximum 50 % of Basic Salary.

**B) Medical Reimbursement** -: Expenses incurred for self and spouse subject to maximum ceiling as mentioned above.

**C) Leave Travel Concession** - For self and his family once in a year incurred for travel by Business Class to any destination in India or abroad subject to maximum 10% of his basic salary.

**D) Fee of Clubs** - Clubs' fee and charges subject to maximum of two clubs, excluding admission and life membership fees.

E) Actual expenses incurred on gas, electricity and water shall be paid / reimbursed by the Company.

F) Special allowance of Rs 10,000 per month towards availing service and assistance of domestic help, gardening, etc.

G) Other perquisites as per company's Rules within the maximum ceiling of remuneration.

3. Subject to the superintendence, control and direction of the Board of Directors of the Company, the Managing Director shall have the general conduct and management of the whole of business and

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affairs of the Company except in the matters which may be specifically required to be done by the Board as per Companies Act, 2013. Managing Director may also exercise and perform the following powers:

- i) To enter into or become party to or to sign and execute all deeds, instruments, contracts, receipts and all other documents or writings on behalf of the company unless otherwise it is specifically prohibited by Companies Act, 2013 or any other law;
  - ii) With the Board's approval, the Managing Director shall have the power to open and operate any Banking or other Account (s) and to draw, make, accept, execute, endorse, discount, negotiate, retire, pay, satisfy and assign cheques, drafts, bills of exchange, promissory notes, hundies, interest and dividend warrants and other negotiable or transferable instruments or securities;
  - iii) To borrow money, make loans and advances, invest funds of the Company, in such securities or otherwise as the Managing Director considers necessary or advantageous to the Company, unless it requires board / members approval as per the provisions of Companies Act, 2013;
  - iv) To manage, conduct and transact all the business, affairs and operations of the company including power to enter into contracts and vary and rescind them;
4. This agreement can be terminated by either side after giving a reasonable time period notice. No Compensation shall be payable to either of the parties on such termination.
5. If at any time MR. PODDAR ceases to be a Director of the Company for any cause whatsoever, he shall cease to be the Managing Director of the Company.
6. The Managing Director shall not be paid any sitting fees for the attending the meeting of the Board of Directors or Committee thereof from the date of this appointment. Further his office will not be liable to retire by rotation.
7. The Managing Director shall be entitled to reimbursement of all expenses actually incurred by him on behalf of the company which includes expenses incurred by him during the course of business tour of the company.  
"RESOLVED FURTHER THAT the Directors of the Company be and are hereby individually authorised to undertake all such acts, deeds, matters, and things and to execute all such deeds, documents, and writing as may be deemed necessary, proper, desirable and expedient in its absolute discretion, for the purpose of giving effect to this resolution and to settle any question, difficulty, or doubt that may arise in this regard."
- 4) To regularise Additional Director, Mr Avinash Kumar Khaitan (DIN: 06936383), by appointing him as Non-Executive Independent Director of the Company and in this regard to consider and if thought fit to pass, with or without modification(s), the following resolution as a Special Resolution:  
"RESOLVED that pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013 and other laws as may be applicable, approval of the members be and is hereby accorded to regularise the appointment of Mr Avinash Kumar Khaitan (DIN:06936383) from Additional Director to Non-Executive Independent Director of the Company, for a term of 5 (five) years commencing from 14th December , 2020 till 13th December , 2025 , not liable to retire by rotation."  
"RESOLVED FURTHER THAT the Directors of the Company be and are hereby individually authorised to undertake all such acts, deeds, matters, and things and to execute all such deeds, documents, and writing as may be deemed necessary, proper, desirable and expedient in its absolute discretion, for the purpose of giving effect to this resolution and to settle any question, difficulty, or doubt that may arise in this regard."
- 5) To regularise Additional Director, Mr Arvind Kejariwal (DIN: 08996095), by appointing him as Non-Executive Independent Director of the Company and in this regard to consider and if thought fit to pass, with or without modification(s), the following resolution as a Special Resolution:  
"RESOLVED that pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013 and other laws as may be applicable, approval of the members be and is hereby accorded to regularise the appointment of Mr Arvind Kejariwal (DIN: 08996095) from Additional

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Director to Non-Executive Independent Director of the Company, for a term of 5 (five) years commencing from 10th February, 2021 till 09th February, 2026, not liable to retire by rotation.”

“RESOLVED FURTHER THAT the Directors of the Company be and are hereby individually authorised to undertake all such acts, deeds, matters, and things and to execute all such deeds, documents, and writing as may be deemed necessary, proper, desirable and expedient in its absolute discretion, for the purpose of giving effect to this resolution and to settle any question, difficulty, or doubt that may arise in this regard.”

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

“RESOLVED THAT pursuant to the provisions of Section 20 of the Companies Act, 2013 and other applicable provisions, if any, of the said Act and relevant rules prescribed thereunder, whereby a document may be served on any member by the Company by sending it to him by post or by registered post or by speed post or by courier or by delivery to his office address or by such electronic or other mode as may be prescribed, the consent of the Company be and is hereby accorded to charge from the member in advance an amount equivalent to the estimated actual expenses of delivery of the documents pursuant to any request along with the requisite fee is duly received by the Company at least one week advance of the dispatch of the document by the Company to the shareholder.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, Directors or Key Managerial Personnel of the Company be and are hereby severally authorised to do all acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper, desirable or expedient and to settle any question, difficulty, doubt that may arise in respect of the matter aforesaid and further to do all such acts, deeds and things as may be necessary, proper or desirable or expedient to give effect to the above Resolution.”

Date: 20th July, 2021  
Place: Kolkata

By Order of the Board  
Sd/-  
Smally Agarwal  
Company Secretary

### NOTES:

1. The Securities and Exchange Board of India (SEBI) has mandated the submission of copy of PAN card to the Company/ Depository Participants as the case may be. Members holding shares in physical form should submit their PAN details to the Company/RTA.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from 2nd September, 2021 to 8th September, 2021 (both days inclusive).
3. Members are requested to notify immediately change of address, if any, to the registrar and transfer agent of the company and provide their e-mail ID.
4. Members who have shareholdings in physical form are requested to submit their shares for dematerialization at your registered depository at the earliest.
5. The relevant explanatory statement pursuant to the provisions of section 102 of the Companies Act, 2013 read with relevant rules made thereunder ('the Act') in respect to the aforesaid item, set out in the Notice of the AGM is annexed hereto.
6. Sri Pravin Kumar Drolia (Prop. Of M/s. **DROLIA & COMPANY**) of Kolkata, Practicing Company Secretaries (C.P. No. 1362) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him, who shall countersign the same and declare the result of the voting forthwith.
7. The results declared along with the Scrutinizer's Report shall be placed on the Company's website at [www.ceeta.com](http://www.ceeta.com) and website of CDSL and same will be communicated to the stock exchanges where the company shares are listed viz. BSE Ltd.
8. **Voting Through Electronic Means**
- 1.) In view of the COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') has vide its General

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Circular No. 14/2020 dated April 8, 2020, No. 17/2020 dated April 13, 2020, No 20/2020 dated May 5, 2020, No 22/2020 dated June 15, 2020, No. 33/2020 dated September 28, 2020, No. 39/2020 dated December 31, 2020, No.02/2021 dated January 13, 2021 and No. 10/2021 dated June 23, 2021 in relation to clarification on holding of annual general meeting ('AGM') through video conferencing ('VC') or other audio visual means ('OAVM') read with in relation to 'Clarification on passing of ordinary and special resolutions by companies under the Companies Act, 2013 and the rules made thereunder on account of the threat posed by COVID-19' (collectively referred to as 'MCA Circulars') and the Securities and Exchange Board of India ('SEBI') vide its circular No SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 in relation to 'Additional relaxation in relation to compliance with certain provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 – COVID-19 pandemic' (collectively referred to as 'SEBI Circulars') permitted the holding of the Annual General Meeting ('AGM'/'the Meeting') through VC/OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ('Act'), the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') and MCA Circulars, **the 37th Annual General Meeting(AGM) of the Company will be held on Wednesday, 8th September, 2021 at 1.00 P.M.** through Video Conference(VC) / Other Audio Visual Means (OAVM). The deemed venue for the AGM will be the Registered Office of the Company at Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104. Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

- II.) 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. 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 AGM will be provided by CDSL.
- III.) The Members can join the 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 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 AGM without restriction on account of first come first served basis.
- IV.) The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
- V.) 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. 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 through VC/OAVM and cast their votes through e-voting.
- VI.) In line with MCA Circulars and SEBI Circulars, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories/RTA. The Notice of AGM and Annual Report 2020-21 are available on the Company's website viz [www.ceeta.com](http://www.ceeta.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evotingindia.com](http://www.evotingindia.com)
- VII.) The AGM has been convened through VC/OAVM in compliance with applicable provisions of the

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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.

VIII.) 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 INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- (i) The voting period begins on 5th September, 2021 at 10.00 A.M. and ends on 7th September, 2021 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 1st September, 2021 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.

- (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 CDSL	<p>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.</p> <p>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.</p>

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	<p>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></p> <p>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.</p>
Individual Shareholders holding securities in demat mode with NSDL	<p>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.nsdl.com">https://eservices.nsdl.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.</p> <p>2)If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> Select “Register Online for IDeAS” Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/ IdeasDirect Reg.jsp</a></p> <p>3)Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.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</p>
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	<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.



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**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
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	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.
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	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

(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) •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.
Dividend Bank Details OR 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. •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.

- (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 <Ceeta Industries Limited> 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.

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- (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 [droliapravin@yahoo.co.in](mailto:droliapravin@yahoo.co.in), 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 THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM 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.
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 [kolkata@ceeta.com](mailto:kolkata@ceeta.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 [kolkata@ceeta.com](mailto:kolkata@ceeta.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 through VC/OAVM facility and have not

## CEETA INDUSTRIES LIMITED

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 AGM.

10. If any Votes are cast by the shareholders through the e-voting available during the 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.
11. Institutional Members / Bodies Corporate (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at droliapraavin@yahoo.co.in with a copy marked to helpdesk.evoting@cdslindia.com on or before 7th September, 2021 upto 5 p.m. without which the vote shall not be treated as valid.
12. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date 1st September, 2021. A person who is not a member as on cut-off date should treat this notice for information purpose only.
13. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / beneficial owners as at closing hours of business, on 23rd July, 2021.
14. The shareholders shall have one vote per equity share held by them as on the cut-off date 1st September, 2021. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
15. Notice of AGM along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s).
16. Investors who became members of the Company subsequent to the email of the notice and holds the shares as on the cut-off date i.e 23rd July, 2021 are requested to send the written / email communication to the Company at kolkata@ceeta.com by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.

### **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 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, Mafatal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

Date: 20th July, 2021

Place: Kolkata

By Order of the Board

Sd/-

Smally Agarwal  
Company Secretary

# CEETA INDUSTRIES LIMITED

## EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:

### **Item No. 3**

Based on the recommendation of Nomination and Remuneration Committee, The Board of Directors of the Company in its meeting held on 20th July, 2021 has recommended the appointment and re-designation of Mr Krishna Murari Poddar (DIN 00028012) from Director to Managing Director of the Company aged about 76 years, for a term of 5 (five) years commencing from 08th September, 2021 till 07th September, 2026, not liable to retire by rotation on the terms and conditions as mentioned in the said resolution to the shareholders for their approval at the ensuing general meeting.

Mr. Poddar is the promoter of the Company since its incorporation. He is academically a commerce graduate with wide experience of working in the fields of operation, finance, administration and all facets of industrial enterprise. With rare combination of excellence, conscientious administration, dynamic management skills, he has turned the company into efficient, vibrant and a very investor friendly organisation. Apart from being husband of Mrs Uma Poddar, Director of the Company, he is not related to any other Director of the Company. He holds directorship in Techno Electric & Engineering Company Limited (Listed Company) as an Independent Director, Chairman of Corporate Social Responsibility (CSR) Committee and Member in Nomination and Remuneration (NRC) Committee and one other unlisted company. Further he does not hold any shares in his own name in the Company but he holds 1,50,000 shares in the capacity as the Karta of Krishna Murari Poddar HUF.

Given his experience, the Board considers it desirable and in the interest of the Company to appoint him as the Managing Director of the Company despite of him being more than 70 years in age. The Directors recommend passing of the aforesaid Resolution as a Special Resolution.

### **Item No. 4**

Mr Avinash Kumar Khaitan (DIN:06936383) appointed as Additional Directors (Category: Independent) of the Company by the Board, pursuant to selection and review of their candidature by the Nomination and Remuneration Committee, with effect from 14th December, 2020, in terms of the provisions of Section 161 of the Act, hold office upto the date of this Annual General Meeting (AGM).

Mr Avinash Kumar Khaitan (DIN:06936383) aged about 65 years is a B Com Graduate from Calcutta University and have experience of around 16 years in the field of marketing and managing finance. He holds directorship in sixteen other unlisted company. He is the Chairman of Nomination and Remuneration (NRC) Committee and a Member in Stakeholder Relationship (SRC) Committee and Audit Committee in the Company. Further he does not hold any shares in his own name or on a beneficial basis for any other person in the company Except Mr. Khaitan, being an appointee, no other Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested, financial or otherwise, in the said resolution.

The Directors are of the opinion that his association would be of immense value to the Company and he fulfills the conditions specified in the Act and the SEBI (LODR) Regulations, 2015 for appointment as a Non- Executive Independent Director, for a term of 5 (five) years commencing from 14th December, 2020 till 13th December, 2025, not liable to retire by rotation, and recommend passing of the aforesaid Special Resolutions.

### **Item No. 5**

Mr Arvind Kejariwal (DIN: 08996095) appointed as Additional Directors (Category: Independent) of the Company by the Board, pursuant to selection and review of their candidature by the Nomination and Remuneration Committee, with effect from 10th February, 2021, in terms of the provisions of Section 161 of the Act, hold office upto the date of this Annual General Meeting (AGM).

Mr Arvind Kejariwal (DIN: 08996095) aged about 44 years is a Post Graduate Diploma in Business Analytics (PGDBA) from ICFAI, Bangalore specialized in the field of finance and banking. He is associated with companies established under Banking, Financial Services and Insurance (BFSI) sector. He has a rich experience in Finance and Banking field. He does not holds directorship or chairmanship in any other company or act as a member in any committee in any other company. Further he does not hold any shares in his own name or on a beneficial basis for any other person in the Company. Except Mr. Kejariwal, being an appointee, no other Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested, financial or otherwise, in the said resolution.

## CEETA INDUSTRIES LIMITED

The Directors are of the opinion that his association would be of immense value to the Company and he fulfills the conditions specified in the Act and the SEBI (LODR) Regulations, 2015 for appointment as a Non –Executive Independent Director, for a term of 5 (five) years commencing from 10th February, 2021 till 09th February, 2026, not liable to retire by rotation and recommend passing of the aforesaid Special Resolutions.

### **Item No. 6**

As per the provisions of Section 20 of the Companies Act, 2013, a document may be served on any member by sending it to him by post or by registered post or by speed post or by courier or by delivery at his office address or by such electronic or other mode as may be prescribed. Further a member may request for delivery of any document through a particular mode, for which he shall pay such fees in advance as may be determined in its Annual General Meeting. As stated in the Resolution, the board is proposed to be authorised to charge actual amount of expenses for this purpose. None of the Directors or Key Managerial Personnel including their relatives is concerned or interested, financially or otherwise, in the said Resolution. The Directors recommend passing of the aforesaid Resolution as an Ordinary Resolution.

Date: 20th July, 2021

Place: Kolkata

By Order of the Board

Sd/-

Smally Agarwal

Company Secretary

# CEETA INDUSTRIES LIMITED

## DIRECTORS' REPORT

For the year ended 31st March, 2021

Dear Members,

Your Directors take pleasure in presenting the 37th Annual Report covering the highlights of the finances, business, and operations of your Company. Also included herein are the Audited Financial Statements of the Company prepared in compliance with Ind AS accounting standards, for the financial year ended March 31, 2021.

### FINANCIAL RESULTS

(All figures in Rs. Lakhs)

Particulars	Current Year	Previous Year
Total Revenue	361.55	631.79
Profit before Interest & Depreciation	71.64	120.28
Interest	7.91	9.04
Depreciation	10.25	48.47
Profit before taxation	53.48	62.77
Provision for Tax	6.75	8.97
Profit after tax	46.73	53.80

### REVIEW OF OPERATIONS:

The company is mainly engaged in the distillation of the essential oils (specifically Lemongrass oil and Cypriol oil) and trading in granite products. At present the company is setting up a factory at Tumkur, Karnataka for production, processing and preservation of food products and also exploring different profitable activities such as short-term deployment of funds depending on available resources and opportunity for generating higher revenue.

The financial performance as reported above was achieved despite the outbreak of COVID-19 and the lockdown announced by the Government.

There is no material change affecting the financial position of the Company between the year end to which financials relate and the date of this report, apart from the change in the nature of business as disclosed in this report.

### PROSPECT:

The Company is setting up factory at Tumkur, Karnataka for production, processing and preservation of food products. However, due to COVID-19 there is delay in the project.

### NATURE OF BUSINESS

The Company has altered Clause III (Object clause) of its Memorandum of Association (MOA) by incorporating the proposed new business activities of the Company i.e. production, processing and preservation of food products duly approved by the shareholders on 21.04.2021 through postal ballot.

### DIVIDEND & TRANSFER TO RESERVES:

In order to conserve its resources, no dividend is proposed for the Financial Year. During the financial year, the Company did not transfer any amount to Reserve.

### DIRECTORS & KEY MANAGERIAL PERSONNEL:

Mr Gautam Modi (DIN 06482645), Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment as Director, as per the provisions of the Companies Act, 2013. He holds 2800 shares of the Company in his own name.

On Recommendation of Nomination & Remuneration Committee, the Board of Directors at its meeting held on 19th October, 2020 a) accepted resignation of Ms Sneha Binani (ICSI

## CEETA INDUSTRIES LIMITED

Membership no – A30535), Company Secretary & Compliance Officer ; b) approved appointment of Ms Rashmi Sharma (ICSI Membership no - A34765) as the Company Secretary & Compliance Officer.

On Recommendation of Nomination & Remuneration Committee ,the Board of Directors at its meeting held on 14th December, 2020 a) approved appointment of Mr Avinash Kumar Khaitan (DIN:06936383) as Additional Non-Executive Independent Director ; b)accepted resignation of Ashish Singhania (DIN: 00028035 ) , Non-Executive Independent Director.

On Recommendation of Nomination & Remuneration Committee, the Board of Directors at its meeting held on 10th February, 2021 a) approved appointment of Mr Arvind Kejariwal (DIN: 08996095) as Additional Non-Executive Independent Director ; b) accepted resignation of Ms Rashmi Sharma (ICSI Membership no - A34765) as the Company Secretary & Compliance Officer ; c) approved appointment of Ms Smally Agarwal (ICSI Membership no - A56522) as the Company Secretary & Compliance Officer.

Both Mr Avinash Kumar Khaitan (DIN:06936383) and Mr Arvind Kejariwal (DIN: 08996095) vacates their office in the ensuing Annual General Meeting in terms of Section 161 of the Companies Act, 2013. Your directors believe that the Company will be benefited by the knowledge and experience of both the Directors and therefore recommend their name for appointment as independent director for a consecutive term of 5 years, not liable to retire by rotation, for approval of members at the ensuing Annual General Meeting subject to the compliance of the Act and rules made there under. They do not hold any shares of the Company in their own name. Necessary details have been annexed to the Notice of the meeting in terms of section 102(1) of the Companies Act, 2013.

In the opinion of the Board, all the directors, as well as the directors proposed to be appointed / re-appointed, possess the requisite integrity, experience and expertise as required. All the independent directors have submitted declarations that each of them meet the criteria of independence as per the prescribed Act and Rules and their names are registered in the databank of Independent Directors as being maintained by the Indian Institute of Corporate Affairs (IICA) in terms of Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014. There has been no change in the circumstances affecting their status as independent directors of the Company. Mr Arabinda De (DIN: 00028093) and Mr Om Prakash Kedia (DIN: 03596892) are exempt from the requirement of passing the proficiency test and all others independent directors are required to pass the proficiency test within the permissible time limit.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

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

- (i) In the preparation of the annual accounts for the year ended 31st March, 2021, the applicable accounting standards read with requirements set out under Schedule III of the Act have been followed and there are no material departures from the same;
- (ii) The selected accounting policies were applied consistently and the judgments and estimates 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, 2021 and of the profit of the company for the year ended on that date;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) annual accounts has been on a going concern basis; and
- (v) internal financial controls has been laid down to be followed by the company and that

## CEETA INDUSTRIES LIMITED

such internal financial controls are adequate and are operating effectively.

(vi) proper systems has been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### **NUMBER OF MEETINGS OF BOARD OF DIRECTORS**

The Board of Directors of the Company met eight times during the year under review. The dates of the Board Meetings are 31/07/2020, 14/08/2020, 15/09/2020, 19/10/2020, 11/11/2020, 14/12/2020, 10/02/2021 and 11/03/2021.

### **CORPORATE GOVERNANCE**

Pursuant to Regulation 15(2) of the SEBI (LODR) Regulations, 2015, the provisions of Regulation 17 to 27 and clauses (b) to (i) of Regulation 46(2) and Para C, D and E of Schedule V, are not applicable to the Company, as the paid up Share Capital of the Company is less than Rs. 10 crores and Net worth being less than Rs. 25 crores. However, The Company believes in and has practiced good Corporate Governance. Our corporate governance philosophy is based on the principles of equity, fairness, spirit of law, higher standards of transparency, accountability and reliability in respect of all its transactions. The Company believes that sound corporate governance is necessary to retain stakeholders' trust and ensures efficient working and proper conduct of the business of the Company with integrity. The guidelines for its development is a continuous process, which often undergoes changes to suit the changing times and needs of the business, society and the nation.

### **CONSTITUTION OF VARIOUS COMMITTEES AS PER COMPANIES ACT, 2013**

The company has constituted sub-committees of the board as per the provisions of Companies Act, 2013 with proper composition of its members.

#### **(a) The composition of the Audit Committee is as under:-**

1. Mr. Arabinda De - Chairman
2. Mr Om Prakash Kedia - Member
3. Mr. Ashish Singhania - Member (Resigned from the Committee w.e.f 14.12.2020)
4. Mr Avinash Kumar Khaitan - Member (Joined the Committee w.e.f 14.12.2020)

The terms of reference, inter alia, includes, recommendation for appointment, remuneration and terms of appointment of auditors of the company, reviewing and monitoring the auditor's independence, performance and effectiveness of audit process, examination of the financial statement and the auditors' report thereon, approval or any subsequent modification of transactions of the company with related parties, scrutiny of inter-corporate loans and investments, valuation of undertakings or assets of the company, wherever it is necessary, evaluation of internal financial controls and risk management systems and monitoring the end use of funds raised through public offers and related matters.

#### **(b) The composition of the Nomination & Remuneration Committee is as under:-**

1. Mr. Ashish Singhania - Chairman (Resigned from the Committee w.e.f 14.12.2020)
2. Mr Avinash Kumar Khaitan - Chairman (Joined the Committee w.e.f 14.12.2020)
3. Mr. Arabinda De - Member
4. Mr Om Prakash Kedia - Member

The terms of reference, inter alia, includes formulating criteria for determining qualification, positive attributes and independence of directors, carrying out evaluation of Independent Directors and the Board, recommending to Board policy relating to remuneration of Directors, Key Managerial Personnel (KMP) and other employees, carrying out other function as is mandated by the Board from time to time and to perform such other functions which is necessary or appropriate for the performance of duties.

The abridged policy framed by Nomination & Remuneration Committee is as follows-



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The company considers its human resources as its invaluable asset and harmonizes the aspirations of the same which are consistent with the goals of the company. The level and composition of Directors, KMP and Senior Management will be of the nature required to run the company smoothly and adequate to improve productivity and attract, retain and motivate them. The committee shall determine and recommend their appointment, term of service, qualifications and cessation as per statutory requirement and ethical standards of probity, rectitude, qualification, competence and experience of concerned person subject to Board's approval.

The relationship of remuneration to performance is clear and meets appropriate performance benchmarks. The remuneration involves a balance between fixed and incentive pay reflecting short and long-term performance to achieve the Company's target. Members will elect the Chairman of the Committee.

Non-Executive Directors may be remunerated in the form of sitting fees for attending the Board Meeting as fixed by the Board occasionally. While deciding remuneration of Managing Director and Executive Directors the committee considers pay and comprehensive factors of industry and concerned person so as to remunerate them fairly and reasonably along with some perquisites, allowances and the likes as per the rules of the company, subject to statutory requirements.

A member is not qualified to be present when his remuneration or performance is discussed or evaluated respectively. Matters shall be decided by majority of votes of Members present and voting and such decision shall for all purposes be deemed decision of the Committee. In case of equality of votes, the Chairman of the meeting will have a casting vote.

The remuneration of the other employees is fixed occasionally as per the guiding principle outlined above and considering industry standard and cost of hiring. In addition to basic salary they are also provided other benefits as per scheme of the company and statutory requirements where applicable. The detailed policy can be viewed at Company's website at [https://www.ceeta.com/codes\\_policies\\_gallery/506374-nomination-and-remunerationpolicy.pdf](https://www.ceeta.com/codes_policies_gallery/506374-nomination-and-remunerationpolicy.pdf).

**(c) The composition of the Stakeholder Relationship Committee is as under:-**

1. Mr. Arabinda De - Chairman
2. Mr Om Prakash Kedia - Member
3. Mr. Ashish Singhania - Member (Resigned from the Committee w.e.f 14.12.2020)
4. Mr Avinash Kumar Khaitan - Member (Joined the Committee w.e.f 14.12.2020)

The Board has delegated the power of transfer/transmission of securities and to look into the matters of redressing of the stakeholders/investors complaints to Ms. Smally Agarwal, Compliance Officer of the Company in consultation with the Registrar to Issue & Share Transfer Agent of the Company M/s. Niche Technologies Pvt. Ltd. The formalities pertaining to transfer/transmission of securities is attended at least once in a fortnight and report on transfer/transmission of securities is placed before the committee/board of directors in meetings, as and when applicable.

### **FAMILIARIZATION PROGRAMME OF INDEPENDENT DIRECTORS:**

Each newly appointed Independent Director is taken through a formal introduction on the Company's manufacturing, marketing, finance and other important aspects. The introduction for Independent Directors include interactive sessions with Business and Functional Heads, etc.

### **DISCLOSURE PERTAINING TO SEXUAL HARRASMENT OF WOMEN AT WORKPLACE:**

Your Company has always believed in providing a safe and harassment free workplace for every individual working in premises. The Company always endeavours to create and

## CEETA INDUSTRIES LIMITED

provide an environment that is free from discrimination and harassment including sexual harassment. The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The company has in place a policy which mandates no tolerance towards sexual harassment at the workplace. Also, there were no complaints reported under the Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

### **BOARD EVALUATION**

The Board, Board committees and individual directors evaluation was carried out on the basis of various factors as composition of Board and its Committees, its functioning, performance of specific duties and obligations. The directors were evaluated on the parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its shareholders, etc. The performance evaluation of the Independent Directors was done by the entire Board of Directors (excluding the director being evaluated). The performance evaluation of the Non-Independent Directors was carried out at separate meeting of Independent Directors. The Board of Directors expressed their satisfaction with the evaluation.

### **MANAGERIAL REMUNERATION**

The factors considered while recommending increase/decrease in remuneration are financial performance of the Company, comparison with peer companies, industry benchmarking, contribution made by the employee and regulatory guidelines as applicable to Managerial Personnel. There is no change in the remuneration of Managing Director and Chief Financial Officer of the Company in the financial year under review. The percentage decrease in remuneration of Company Secretary is 12.92% due change in Company Secretary. No other Director is drawing any remuneration from the Company apart from sitting fees. There has been marginal decrease in the median remuneration of the employees of the Company by 1.12 % for the financial year under review. There were 18 employees as on March 31, 2021 at different locations. The ratio of the remuneration of Mr. Krishna Murari Poddar (DIN 00028012), Managing Director, to the median remuneration of the employees of the company, for the financial year under review is 5.03 times. The average percent decrease in the total managerial remuneration of Key Managerial Personnel is 2.63% and the average percent increase in the salaries of employees other than the key managerial personnel is 0.50 %. The variables pay is as per policy of the Company. The remuneration paid is as per the remuneration policy of the Company.

### **PERSONNEL**

Your Directors put on record their appreciation for sincere and dedicated services rendered by the loyal employees of the Company. There was no employees drawing remuneration of or in excess of the amount prescribed under the Companies Act, 2013. The information pursuant to Rules 5(2) and 5(3) of the Rules not annexed to this Report, is readily available for inspection by the members at the Company's Registered Office between 10.30 A.M. to 1 P.M. on all working days up to the date of ensuing AGM. If any member be interested in obtaining a copy including through email, may write to the Company.

### **VIGIL MECHANISM/WHISTLE BLOWER POLICY**

The Company has established vigil mechanism policy to report genuine concerns and grievances. It has been posted at Company's website- [https://www.ceeta.com/codes\\_policies\\_gallery/958496-vigil-mechanism-policy.pdf](https://www.ceeta.com/codes_policies_gallery/958496-vigil-mechanism-policy.pdf)

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

During the year under review, all the related party transactions entered by your Company

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with related parties were on arm's length price and in the ordinary course of business and that the provisions of the Section 188 of the Companies Act, 2013 is not attracted. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus disclosure in Form AOC-2 is not required. Further all transactions with related parties are given in the notes to Financial Statements.

### **PARTICULARS OF LOANS, ADVANCES & INVESTMENTS**

Pursuant to Section 186 of the Companies Act, 2013 and Schedule V of the Listing Regulations, disclosure on particulars relating to Loans, Advances, Guarantees and Investments are provided as part of the financial statements. The Company has been informed that the said loans are proposed to be utilised by each recipient for its general business/corporate purposes.

### **RISK MANAGEMENT, RISKS AND CONCERNS**

A Risk Management Policy to identify and assess the key risk areas (internal and external), monitor mitigation measures has been adopted. Based on a review, major elements of risks have been identified and are being monitored for effective and timely mitigation. Risk management is an integral part of the Company's risk management policy with periodic review by the Board. The Board has overall responsibility of monitoring and mitigating the risks through regular review of its overall operations.

### **INTERNAL FINANCIAL CONTROL**

Your Company has deployed adequate internal financial controls are in place to manage the business affairs of the Company. Proper procedures are adopted ensuring the orderly and efficient conduct of business, including safeguarding of its assets, prevention and detection of errors and frauds, accuracy and completeness of the accounting records and timely preparation of reliable financial information and the same is reviewed at regular intervals depending upon situation of business of Company.

### **SECRETARIAL STANDARDS**

During the year under review, your Company has duly complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

### **DEPOSITS**

Your company did not accept any deposits from the public under Companies Act, 2013 read with rules. The Company had taken loan from directors under rule 2 of the Companies (Acceptance of Deposits) Rules, 2014 read with Section 73 of the Companies Act, 2013. The Company had obtained a declaration in writing from the directors at the time of borrowing that the amount so received are from directors are from their owned funds. Details of such loans borrowed are mentioned in the notes forming part of the financial statements.

### **AUDITORS & AUDITORS' REPORT:**

Pursuant to Section 139 of the Companies Act, 2013, M/s. Ruwatia & Associates, Chartered Accountants (ICAI Firm Registration No. 324276E) was appointed as the Statutory Auditors of the Company for a term of 5 consecutive years commencing from the conclusion of 34th AGM of the Company.

Report of the Auditors, including reference made therein, to the notes forming part of the Statement of Accounts, are self explanatory and does not require to be elucidated further.

### **SECRETARIAL AUDIT REPORT**

Pursuant to the provisions of Section 204 of the Companies Act, 2013, the Company has appointed M/s. Drolia & Co., a Company Secretary in practice as Secretarial Auditor of the Company. The Secretarial Audit Report is annexed to this report. Report of the Secretarial

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Auditor including reference made therein is self explanatory and does not require to be elucidated further.

## **ANNUAL RETURN**

The Annual Return of the Company as on March 31, 2021 is available on the Company's website and can be accessed at [https://www.ceeta.com/disclosure\\_and\\_announcements\\_gallery/953720-annual-return-2020-2021.pdf](https://www.ceeta.com/disclosure_and_announcements_gallery/953720-annual-return-2020-2021.pdf)

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

Your Company has made the necessary disclosures in Annexure A to this Report in terms of Section 134(3) of the Companies Act, 2013, read with the Rules

## **MANAGEMENT DISCUSSION & ANALYSIS REPORT**

In accordance with Regulation 34 and Schedule V of SEBI (LODR) Regulations, 2015, a statement on management discussion and analysis with detailed highlights of performance of the Company is forming part of this report.

## **LISTING ON STOCK EXCHANGES & STOCK CODE**

The Company's Shares are traded at BSE Ltd. Scrip Code- 514171. The annual listing fee has been paid to the Stock Exchange.

## **REGISTRAR AND TRANSFER AGENTS**

The Company continued appointment of M/s. Niche Technologies Pvt. Ltd. of 3A Auckland Place, 7th Floor, Room No. 7A & 7B, Kolkata 700 017, Ph No – 033 2280 6616, e-mail-nichetechpl@nichetechpl.com, as the Registrar and Share Transfer Agents of the Company.

## **SHARE TRANSFER SYSTEM**

In terms of Regulation 40 of Listing Regulations w.e.f. 1st April, 2019, transfer of securities in physical form, except in case of request received for transmission or transposition of securities, shall not be processed unless the securities are held in the rematerialised form with a depository. Therefore, shareholders are requested to take action to dematerialize the Equity Shares of the Company.

## **DEMATERIALIZATION OF SHARES**

The Equity Shares of the Company are registered with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) for having the facility of Dematerialization of shares and its **ISIN NO. is – INE760J01012.**

## **GENERAL**

The other disclosures, not commented upon in this report pursuant to Section 134 of the Companies Act, 2013 read with rules, are not applicable to the Company for the financial year under review.

## **ACKNOWLEDGEMENT:**

Your Directors have pleasure in recording their appreciation for all the guidance and co-operation received from all its customers, Members, investors, vendors, partners, bankers government authorities and other stakeholders for their consistent support to your Company in its operations.

On behalf of the Board

**K. M. Poddar**  
Director  
DIN : 00028012

**Arabinda De**  
Director  
DIN : 00028093

Place : Kolkata  
Dated : 30.06.2021

# CEETA INDUSTRIES LIMITED

## **'ANNEXURE – A' FORMING PART OF DIRECTORS' REPORT:**

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

During the year under review, the Company could not undertake any manufacturing activities, hence no energy was consumed.

#### **A. Conservation of Energy:**

<b>Power and Fuel Consumption</b>	<b>Current Year (2020-21)</b>	<b>Previous Year (2019-20)</b>
1. Electricity – Purchased		
Units (Kwh)	NIL	20695
Total Amount (Rs.)	NIL	148600
Rate/ Unit (Rs.)	NIL	7.18
2. Electricity – Owned Generation		
Through Diesel Generator		
Units (Kwh)	NIL	2378
Units/ Ltrs. of Diesel Oil	NIL	1.96
Total Amount (Rs.)	NIL	82,500
Cost/ Unit (Rs.)	NIL	34.69

#### **B. Technology absorption**

##### a) Research & Development (R & D)

1. Specific areas in which R & D carried out by the Company and benefits derived as a result thereof.	No research and development work has been carried out by the Company. Therefore, there is no expenditure on account of R & D.
2. Future plan of action.	The Company is looking for new prospects, hence it has kept in abeyance its plan on research and development.

##### b) Technology Absorption, Adaptation and Innovation

Technical Innovations/ modifications are being made on regular basis in the process to achieve cost reduction, product improvement, etc.

#### **C. Foreign Exchange Earnings and Outgo**

(Rs.in lacs)

1. Foreign Exchange Earnings	55.36
2. Foreign Exchange Outgo	
i) CIF Value of Imports of Components & Spare Parts	NIL
ii) Expenditure in Foreign Currency on Foreign Travel & Others	NIL

## MANAGEMENT DISCUSSIONS & ANALYSIS REPORT

### FORWARD-LOOKING STATEMENTS

This report contains forward-looking statements based on certain assumptions and expectations of future events. The Company, therefore, cannot confirm that these assumptions and expectations are accurate or will be realized. The Company's actual results, performance or achievements are therefore subject of material variance from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

### INDUSTRY

Industry in general is passing through a challenging phase due to multiplicity of reasons beyond its control more specifically for the outbreak of novel coronavirus, and trying to cope up with challenges under the grave economic condition. However, this phase is likely get over in a year and Company will again gain its momentum in the time to come. Further, Company is taking the futuristic view of the business and is under constant endeavour to improve the current condition in order to perform better.

### BUSINESS OVERVIEW

The total revenue during the year 2020-21 is Rs. 361.56 Lakh. The business of the Company is adversely impacted due to discontinuance of the PSC poles manufacturing division as there was no expected work order in the near future. At present the company is setting up a factory at Tumkur, Karnataka for production, processing and preservation of food products and also exploring different profitable activities such as short-term deployment of funds depending on available resources and opportunity for generating higher revenue.

### SWOT ANALYSIS

Our strength is our determination, weakness is sluggish demand, opportunities are multiples which management is working upon continuously and threats are economy slowdown and severe competition.

### SEGMENT WISE REPORTING

The segment wise reporting of every quarter for financial year under review is available at the website of the Company at [https://www.ceeta.com/quarterly\\_report.php](https://www.ceeta.com/quarterly_report.php).

### INTERNAL FINANCIAL CONTROL

Adequate internal financial controls are in place to manage the business affairs of the Company. Proper procedures are adopted ensuring the orderly and efficient conduct of business, including safeguarding of its assets, prevention and detection of errors and frauds, accuracy and completeness of the accounting records and timely preparation of reliable financial information and the same is reviewed at regular intervals depending upon situation of business of Company.

### RISKS AND CONCERNS

In any business, risks and prospects are inseparable. As a responsible management, the Company's principal endeavour is to maximize returns. The Company continues to take all steps necessary to maximize revenue and profits through detailed studies and interaction with experts.

### CAUTIONARY STATEMENT

Statements detailing the Company's objectives, projections, estimates, expectations or predictions are "forward-looking statements" within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include demand-supply conditions, finished goods prices, stock availability and prices, cyclical demand and pricing in the Company's principal markets, changes in Government regulations, tax regimes, economic developments and other internal factors.

# CEETA INDUSTRIES LIMITED

## FORM NO MR-3 SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021

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

To,  
The Members,  
Ceeta Industries Limited,  
Plot No - 34 - 38, Sathyamangala, KIADB Industrial Area,  
Tumkur- 572 104, Karnataka.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Ceeta Industries Limited (hereinafter called the Company having **CIN: L15100KA1984PLC021494**). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my digital verification of the books, papers, minute books, forms, 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 31st March, 2021 complied with the statutory provisions listed hereunder and also the Company has proper Board processes and compliance mechanism in place 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 31st March, 2021 digitally according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made there under;
- II. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made there under and the circulars, guidelines issued there under by the SEBI from time to time;
- III. Securities and Exchange Board of India (Depositories and Participants) Regulations 2018 and Bye-laws framed there under;
- IV Foreign Exchange Management Act (FEMA), 1999 and the rules and regulations made thereunder;
- V The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding Companies Act and dealing with Clients

**The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not applicable to the Company for the financial year ended 31-03-2021, as the Company did not carry any activities under the said Regulations:-**

## CEETA INDUSTRIES LIMITED

- (a) SEBI (Share based Employee Benefits) Regulations, 2014;
  - (b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (c) The Securities and Exchange Board of India (Delisting of Equity Shares) (Amendment) Regulations, 2019;
  - (d) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
  - (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (f) The Securities and Exchange Board of India (Issue and listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013
- vi) Other Acts and Regulations as may be applicable to the Company as per **Annexure A**  
I have also examined compliance with the applicable clauses of the following:
- i) Secretarial Standards (SS1 & SS2) issued by The Institute of Company Secretaries of India in relation to holding of Member's meeting and Board meeting,
  - ii) The Listing Regulation entered into by the Company with stock exchange (BSE Ltd) as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has 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, Women 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 were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

**I further report that** there are adequate systems and process 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 audit period that there was no other specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, regulations, guidelines, standards etc. referred to above.

### **Events taken place after the close of the financial year but before signing of this report**

**Members of the Company approved through special resolutions on 21/04/21 for alteration in Memorandum of Association in order to comply with provisions of Companies Act 2013, alteration in clause III (Object clause) of MOA to incorporate therein the new business activities and granting authority for enhancement of borrowing limit by Board of Directors of the Company under Section 180(1) (c)**

Place: Kolkata  
Date: 30/06/2021

**(PRAVIN KUMAR DROLIA)**  
Practicing Company Secretary  
FCS No : 2366  
C.P.No : 1362  
UDIN: F002366C000513571



## 'Annexure A'

- (i) Employees Provident Fund and Miscellaneous Provisions Act, 1952
- (ii) Employees State Insurance Act, 1948
- (iii) Environment Protection Act, 1986 and other Environmental Law
- (iv) Factories Act, 1948
- (v) Hazardous Wastes (Management and Handling) Rules, 1989 and Amendment Rule, 2003
- (vi) Income Tax Act, 1961
- (vii) Industrial Dispute Act, 1947
- (viii) Maternity Benefits Act, 1961
- (ix) Minimum Wages Act, 1948
- (x) Negotiable Instruments Act, 1881
- (xi) Payment of Bonus Act, 1965
- (xii) Payment of Gratuity Act, 1972
- (xiii) Shop & Establishment Act
- (xiv) Profession Tax Act
- (xv) Goods and Service Tax

**Note:**

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

To,  
The Members  
Ceeta Industries Limited  
Plot No - 34 - 38, Sathyamangalam, KIADB Industrial Area,  
Tumakur - 572 104, Karnataka

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

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on our 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. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, we followed provide a reasonable basis of my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules, and regulations and happenings of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of 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 the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. I have not carried out the physical verification of any records due to prevailing condition of COVID 2019 in the Country. I have relied on the records as made available by the Company through digital mode.

Place: Kolkata  
Date: 30/06/2021

**(PRAVIN KUMAR DROLIA)**  
Practicing Company Secretary  
FCS No : 2366  
C.P.No : 1362  
UDIN: F002366C000513571

# CEETA INDUSTRIES LIMITED

## INDEPENDENT AUDITOR'S REPORT

### To The Members Of Ceeta Industries Ltd.

#### Report on the Financial Statements

We have audited the accompanying (Standalone) financial statements of **Ceeta Industries Ltd.** ("the company") which comprise the Balance Sheet as at 31st March, 2021, the statement of Profit and Loss, Cash Flow Statement for the year 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 standalone 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

Key Audit Matter	Auditor Response
<b>Evaluation of uncertain tax positions</b> The Company has material uncertain tax positions which involve significant judgment to determine the possible outcome.	<b>Principal Audit Procedures</b> Obtained details of completed tax assessments and demands till the year ended March 31, 2021 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, we considered the effect of new information in respect of uncertain tax positions as at April 1, 2020 to evaluate whether any change was required to management's position on these uncertainties.

## **Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility 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 standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

## **Management's Responsibility for the (Standalone) 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 (Standalone) 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibility**

Our responsibility is to express an opinion on these (standalone) financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are

## CEETA INDUSTRIES LIMITED

appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the (Standalone) financial statements

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (Standalone) financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its Profit and its Cash Flow for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, 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.
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 purpose 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 (Standalone) financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

## CEETA INDUSTRIES LIMITED

- i. The Company has pending litigations with tax authorities; however that will not impact its financial position significantly.
- 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.

For and on behalf of

**Ruwatia & Associates.**

Chartered Accountants

Firm Regn.No.324276E

**Mukesh Kumar Ruwatia**

Proprietor

Membership number: 060231

Place: Kolkata

Date:30th day of June 2021

UDIN:21060231AAAABS4189

## CEETA INDUSTRIES LIMITED

### “Annexure A” to the Independent Auditors’ Report

The Annexure referred to in our report to the members of **Ceeta Industries Ltd.** (“the Company”) for the year ended 31st March, 2021. We Further report that:-

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The Company has inventory during the period under audit.
- (b) Physical verification of inventory has been conducted at reasonable intervals by the management.
- (c) No material discrepancies were noticed in the maintenance of books relating to inventory and the stock taking results.
- 3) The Company has granted loan to body corporate covered in the Register maintained under section 189 of the Act.
  - a) The rate of interest and other terms & conditions to which loan have been granted are prima-facie not prejudicial to the interest of the company;
  - b) The principal amount of loan is repayable on demand
  - c) There has been no over-due amount of more than 90 days outstanding.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.
- (b) The company has disputed the demands raised by the Sales Tax Department and the details of the same are given below:

## CEETA INDUSTRIES LIMITED

Year of Dispute	Forum	Amount (Rs.)
1988-89	Orissa Sales Tax Tribunal, Cuttack	20,49,049/-
1998-99	Rajasthan Tax Board, Ajmer	7,93,521/-

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) The Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, the company has entered into transactions with the related parties under section 177 and 188 of Companies Act, 2013 and the same have been disclosed by way of notes annexed to the financial statement.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

### **Ruwatia & Associates.**

Chartered Accountants  
Firm Regn.No.324276E

### **Mukesh Kumar Ruwatia**

Proprietor  
Membership number: 060231  
Place: Kolkata  
Date: 30th day of June 2021  
UDIN: 21060231AAAABS4189



## **“Annexure B” to the Independent Auditor’s Report**

### **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 Ceeta Industries Ltd. (“The Company”) as of March 31, 2021 in conjunction with our audit of the standalone 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 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 generally

## CEETA INDUSTRIES LIMITED

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, 2021, 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 and on behalf of  
**Ruwatia & Associates.**  
Chartered Accountants  
Firm Regn.No.324276E

**Mukesh Kumar Ruwatia**  
Proprietor  
Membership number: 060231  
Place: Kolkata  
Date: 30th day of June 2021  
UDIN: 21060231AAAABS4189

# CEETA INDUSTRIES LIMITED

## Balance Sheet as at 31st March 2021

	Particulars	Note No.	2020-21 Amount (Rs.)	2019-20 Amount (Rs.)
<b>I.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Property, Plant and equipment	2		
	(i) Tangible Assets		7,095,431	9,759,294
	(ii) Capital Work-in-Progress		575,577	-
	(b) Financial Assets			
	(i) Investments	3	134,025	134,025
	(ii) Loans	4	149,656,760	167,589,286
	(iii) Other Financial Assets	5	1,529,470	2,573,463
	(c) Deferred Tax Asset (net)		159,654	-
	(d) Other Non-Current assets	6	2,187,913	1,366,327
	<b>Sub Total- Non- current Assets</b>		<b>161,338,830</b>	<b>181,422,395</b>
<b>2</b>	<b>Current assets</b>			
	(a) Inventories	7	1,712,074	3,155,946
	(b) Financial Assets			
	(i) Investments	8	80,620,084	29,159,009
	(ii) Trade Receivables	9	6,171,899	428,098
	(iii) Cash and cash equivalents	10	2,993,672	2,803,202
	(iv) Other Bank Balances	10	-	349,871
	(v) Loans	4	11,049,703	45,083,219
	(c) Other Current Assets	11	2,689,507	4,898,558
	(d) Current Tax Assets (Net)	18	1,906,723	1,521,745
	<b>Sub Total- current Assets</b>		<b>107,143,662</b>	<b>87,399,648</b>
	<b>TOTAL</b>		<b>268,482,492</b>	<b>268,822,043</b>
<b>II.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Equity</b>			
	(a) Equity Share Capital	12	14,502,400	14,502,400
	(b) Other equity	13	241,998,128	237,324,820
			256,500,528	251,827,220
<b>2</b>	<b>Non-Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	14	7,653,955	7,701,945
<b>3</b>	<b>Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	14	-	500,822
	(ii) Trade payables		717,630	1,026,771
	(iii) Other Financial Liabilities	15	-	5,017,000
	(b) Other Current Liabilities	16	1,361,706	1,613,112
	(c) Provisions	17	2,248,673	1,135,173
			4,328,009	9,292,878
	<b>TOTAL</b>		<b>268,482,492</b>	<b>268,822,043</b>
	Notes to standalone Financial Statements	1-33		

The notes referred to above form an integral part of the Balance Sheet.

This is the Balance sheet referred to in our Report of even date.

**For Ruwatia & Associates**

Chartered Accountants

Firm Registration No.- 324276E

**Mukesh Kumar Ruwatia**

Proprietor

Membership No. 060231

Place : Kolkata

Dated: 30-06-2021

**Anubhav Poddar**  
Chief Financial Officer

**Smally Agarwal**  
Company Secretary  
Mem. No.- A56522

**On behalf of the Board**

**K.M. Poddar**  
Director  
DIN : 00028012

**A. De**  
Director  
DIN : 00028093

# CEETA INDUSTRIES LIMITED

## Statement of Profit and Loss for the year ended 31st March 2021

	Particulars	Note No.	2020-21 Amount (Rs.)	2019-20 Amount (Rs.)
I.	Revenue from operations	19	14,706,492	39,288,743
II.	Other income	20	21,449,017	23,890,105
III.	<b>Total Revenue (I + II)</b>		36,155,509	63,178,848
IV.	Expenses:			
	Cost of materials consumed	21	5,783,320	11,786,524
	Purchase of Stock-in-Trade	22	5,128,250	4,061,849
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	23	(1,451,468)	12,358,932
	Employee benefits expense	24	6,377,431	6,325,340
	Finance costs	25	810,625	916,648
	Depreciation and amortization expense		1,025,155	4,846,769
	Other expenses	26	13,134,265	16,605,651
	<b>Total expenses</b>		30,807,578	56,901,713
V.	<b>Profit/ (Loss) before exceptional items and tax (III-IV)</b>		<b>5,347,931</b>	<b>6,277,135</b>
VI.	Exceptional Items		-	-
VII.	<b>Profit / (Loss) before tax (V- VI)</b>		5,347,931	6,277,135
VIII.	<b>Tax Expenses:</b>			
	(1) Current Tax (Net of Minimum Alternate Tax)		<b>834,277</b>	<b>857,887</b>
	(2) Deferred Tax		<b>(159,654)</b>	-
	(3) Income Tax for earlier year		-	<b>38,820</b>
IX.	<b>Profit/ (Loss) for the Period (VII-VIII)</b>		<b>4,673,308</b>	<b>5,380,428</b>
X.	<b>Other Comprehensive Income (Net of Tax)</b>			
	a) Items that will not be reclassified to Profit and Loss		<b>1,757,611</b>	<b>(155,946)</b>
	b) Items that will be reclassified to Profit and Loss		-	-
XI.	<b>Total Comprehensive income for the period</b>		<b>6,430,919</b>	<b>5,224,482</b>
XII.	<b>Earnings per equity share:</b>	27		
	(1) Basic		0.32	0.37
	(2) Diluted		0.32	0.37
	Notes to Balance Sheet and Statement of Profit and Loss	1-33		

The notes referred to above form an integral part of the statement of Profit & Loss.

This is the Profit and Loss Statement as per our Report of even date

**For Ruwatia & Associates**

Chartered Accountants

Firm Registration No.- 324276E

**Mukesh Kumar Ruwatia**

Proprietor

Membership No. 060231

Place : Kolkata

Dated: 30-06-2021

**Anubhav Poddar**  
Chief Financial Officer

**Smally Agarwal**  
Company Secretary  
Mem. No.- A56522

**On behalf of the Board**

**K.M. Poddar**  
Director  
DIN : 00028012

**A. De**  
Director  
DIN : 00028093

# CEETA INDUSTRIES LIMITED

## Cash Flow Statement for the year ended 31st March, 2021

	Particulars	2020-21 Amount (Rs.)	2019-20 Amount (Rs.)
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
	Net profit before interest, tax and extraordinary items	6,139,402	7,181,113
	Adjustment for:		
	Income from Investment	(568,735)	(3,605,852)
	Loss / (Profit) on Sale of Fixed Assets	(2,623,836)	137,078
	Non- Cash Expenditure	619,471	-
	Depreciation	1,025,155	4,846,769
	Dividend Received	(785,895)	(1,035,105)
	Interest received	(17,022,734)	(18,849,282)
	Operating profit before working capital charges	(13,217,172)	(11,325,279)
	Adjustments for Increase/ decrease in :		
	Trade Receivables	(6,357,853)	2,212,420
	Inventories	1,443,872	13,409,009
	Trade Payables	(309,141)	1,026,771
	Other Non-Current and Current Financial Assets	1,043,993	196,159
	Non-Current and Current Loans	51,966,042	(44,299,155)
	Other Non-Current and Current Assets	1,387,465	834,196
	Other Non-Current and Current Financial Liabilities	(5,017,000)	17,000
	Other Current Liabilities and Provisions	862,094	(15,756)
	Cash Generated from Operation	31,802,300	(37,944,635)
	Less: Direct Tax Paid (Net of refund, if any)	1,224,674	766,136
	Cash Flow before extraordinary items	30,577,626	(38,710,771)
	Extraordinary items	-	-
	Net cash flow from operating activities(A)	<b>30,577,626</b>	<b>(38,710,771)</b>
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of fixed assets including Capital W.I.P.	(852,339)	(181,873)
	Net Sale /(Purchase) of non-current and current Investments	(51,461,075)	7,265,038
	Redemption/ (Investment) of Fixed deposits	349,871	(22,918)
	Sale of fixed assets	4,539,306	2,027,669
	Dividend Received	785,895	1,035,105
	Profit / (Loss) on sale of investment	568,735	3,605,852
	Interest Received	17,022,734	18,849,282
	Net cash used in investing activities (B)	<b>(29,046,873)</b>	<b>32,578,155</b>
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Interest Paid	(791,471)	(903,978)
	Proceeds from non-current and current borrowings	(548,812)	503,041
	Net Cash Flow from Financing Activities(C)	<b>(1,340,283)</b>	<b>(400,937)</b>
	Net Increase in cash and Cash equivalent(A+B+C)	190,470	(6,533,553)
	Cash and Cash equivalent as at beginning of the year	2,803,202	9,336,755
	<b>Cash and Cash equivalent as at end of the year</b>	<b>2,993,672</b>	<b>2,803,202</b>

Note: - Figures in brackets represent cash outflows

For Ruwatia & Associates  
Chartered Accountants  
Firm Registration No.- 324276E

**Mukesh Kumar Ruwatia**  
Proprietor  
Membership No. 060231  
Place : Kolkata  
Dated: 30-06-2021

**Anubhav Poddar**  
Chief Financial Officer

**Smally Agarwal**  
Company Secretary  
Mem. No.- A56522

On behalf of the Board

**K.M. Poddar**  
Director  
DIN : 00028012

**A. De**  
Director  
DIN : 00028093

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## NOTE 1

### SIGNIFICANT ACCOUNTING POLICIES

#### a. Corporate information

During the year under review i.e. 2020-21, the Company was engaged in manufacturing of essential oil through job work apart from the trading in granite products, investment and other activities. While the Company has been pursuing for erection of food processing unit in its Tumkur factory, its granite manufacturing activity has been phased out.

The Company is a domestic public limited company incorporated under the provisions of the Indian Companies Act, 1956, as extended to Companies Act, 2013 and it has registered office at Plot No.- 34-38, KIADB Industrial Area, Sathyamangala, Tumkur- 572104. The equity shares of the company are listed at BSE Ltd.

#### b. Basis of preparation

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention instruments which are measured at fair values, the provisions of the Companies Act, 2013. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and Companies (Indian Accounting Standards) Amendment Rules, 2017. The Company has adopted all the Ind AS standards as applicable. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

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

#### c. Change in accounting policy

Presentation and disclosure of financial statements:

The company has followed Schedule III as notified under the Companies Act 2013 for the preparation and presentation of its financial statements. Further, the company has followed the Schedule II of the Companies Act, 2013 for charging depreciation of the current financial year and reclassified the previous year figures in accordance with the requirements applicable in the current year.

#### d. Use of estimates

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

#### e. Property, Plant and Equipment

Under the previous Indian GAAP, property, plant and equipment were carried in the balance sheet on the basis of historical cost. On transition to IND AS, the company has adopted optional exception under IND AS 101 and has regarded historical cost as carrying value in IND AS compliant financials.

Property, plant and Equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items. Assets are depreciated to the residual value as on 01/06/2003

and subsequent capital expenditure i.e.; addition to fixed assets, on a straight line basis over the useful life prescribed in Schedule II to the Companies Act, 2013.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the statement of Profit and Loss on the date of disposal or retirement.

**f. Intangible Assets**

Identifiable intangible assets are recognized when – a) the company controls the asset, b) it is probable that future economic benefits attributed to the asset will flow to the Company and c) the cost of the asset can be reliably measures.

Computer software are capitalized at the amounts paid to acquire the respective license for use and are amortized over the useful life prescribed in Schedule II to the Companies Act, 2013 on straight line basis.

**g. Investments**

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments and Long-term investments are carried in the financial statements at cost. On disposal of an investment, the difference between carrying amount and net disposal proceeds is charged or credited under the head “capital gain” to the statement of profit and loss.

**h. Inventories**

Raw materials, components, Work-in Progress, Stores and Spares, Finished Goods and Stock-in-trade are stated at lower of cost and net realizable value. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale. Cost formulae used are ‘FIFO Method’ or ‘Weighted Average Cost Method’ as applicable.

**i. Revenue recognition and other Income**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

**Sale of goods:**

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects Goods and Service Tax (GST) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross).

**Interest:**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head “other income” in the statement of profit and loss.

**Investments:**

Revenue from sale of equity/ bonds / mutual funds are recognized when all the significant

risks and rewards of ownership of the instruments have been passed to the buyer, usually on delivery of the instruments. Income from Investments are included under the head “other income” in the statement of profit and loss.

**j. Foreign currency transaction**

**Functional and presentation currency**

The financial statements are presented in Indian rupee (INR), which is Company’s functional and presentation currency.

**Transactions and balances**

- (i) Sale: Direct exports are undertaken in terms of the currency of the country of export and accounted for at the rate prevailing on the date of shipment. The difference in exchange on the date of realization of debts is taken in revenue. Third party exports are undertaken at rupee value.
- (ii) Expenses: The actual expenses in terms of rupees on the date of transaction/ remittance for purchase (import) of goods and expenses are taken into accounts.
- (iii) Capital Goods: No capital goods were acquired out of foreign exchange involvement since 01-06-2003.
- (iv) Borrowings: No foreign currency borrowings were made during the current financial year and no outstanding foreign currency borrowings were at the beginning of the year.

**k. Retirement and other employee benefits**

**Short-term obligations**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees’ services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

**Post-employment obligations**

The Company operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity; and (b) defined contribution plans such as provident fund.

**Gratuity obligations**

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. The retirement benefits of the employees in the form of gratuity is provided on accrual basis taking into account the actuarial valuation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

**Defined Contribution Plans**

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

**l. Income tax**

The income tax expense or credit for the period is the tax payable on the current period’s taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences



# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are excepted to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled. Deferred tax assets are recognized for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

As the company is having deferred tax asset by concept of prudence, no provisions has been made in the books.

Current tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively Minimum Alternate Tax credit is recognized as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

**m. Segment reporting**

The accounting policies adopted for segment reporting are in line with the accounting policies of the company. Segment revenues and expenses are directly attributed to the related segment. Revenue and expenses like dividend, interest, rent, profit/ loss on sale of assets and investments etc., which relate to the enterprise as a whole and are not allocable to segment on a reasonable basis, have not been included therein.

The Company has three segments viz. granite division engaged in manufacturing granite products, cement moulded product division engaged in manufacture of PSC pole and other operations which comprise trading transactions including brokerage, commission, transportation, interest income on short term lending and miscellaneous services.

Segment result includes revenue less operating expenses and provision, if any, for that segment. Segment capital employed represents the net assets in particular segments. Head office income and expenses are considered as unallocable corporate expenditure net of unallocable income.

**n. Earnings Per Share**

The company reports basic and diluted earnings per equity share in accordance with AS-20 (Earnings Per Share). Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

**o. Inter Corporate Loans**

The Company follows the KYC norms before providing inter-corporate loans of its surplus fund. The Company also covers reasonable securities against loan before / at the time of providing loans. Loans are segregated into secured and unsecured depending upon the securities taken against the loan.

**p. Cash and cash equivalents**

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they being

considered as integral part of the Company's cash management

**q. Current versus non-current**

The Company presents assets and liabilities in statement of financial position based on current / non-current classification

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of the Companies act, 2013 notified by MCA

**As asset is classified as current when it is -**

a) Expected to be realized or intended to be sold or consumed in normal operating cycle, b) Held primarily for the purpose of trading, c) Expected to be realized within twelve months after the reporting period, or d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

**All other assets are classified as Non-current.**

**A liability is classified as current when**

a) Expected to be settled in normal operating cycle, b) Held primarily for the purpose of trading, c) Due to be settled within twelve months after the reporting period, or d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

**All other liabilities are classified as as non-current.**

The operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents.

Deferred tax assets and liabilities are classified as current assets and liabilities.

**r. Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

**s. Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

**t. Investment in Subsidiaries**

A subsidiary is an entity controlled by the Company. Control exists when the Company has power over the entity, is exposed, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's return

The company has no any subsidiary company for the financial year ended on 31st March, 2021.

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 2 Property, Plant and Equipments (i) Tangible Assets

Particulars	Land		Building		Non-Carpeted Road	Plant and Machinery	Testing lab equipments	Furniture and Fixtures	Electrical Installation	Vehicles	Office equipments	Computer & Accessories	Total
	Freehold	Lease hold	Factory	Non-Factory									
<b>GROSS BLOCK (at Cost):</b>													
As at 01. 04. 2019	2,263,097	44,900	8,662,503	1,541,813	1,424,122	177,120	18,026,394	85,650	916,862	440,960	931,518	642,291	37,566,235
Additions	-	-	-	-	-	-	-	-	13,900	-	-	167,973	181,873
Disposals	-	-	-	-	-	-	6,828,731	-	91,000	-	7,336	45,453	89,091
As at 31. 03. 2020	2,263,097	44,900	8,662,503	1,541,813	1,424,122	177,120	11,197,663	85,650	839,762	440,960	886,065	721,173	30,683,497
Additions	-	-	-	-	-	-	-	-	9,700	-	76,000	191,062	276,762
Disposals	-	-	-	-	-	-	6,266,705	85,650	157,604	189,407	239,876	111,876	8,652,360
As at 31. 03. 2021	2,263,097	44,900	8,662,503	1,541,813	-	-	4,930,958	-	691,858	251,553	2,398,669	800,359	22,307,899
<b>DEPRECIATION :</b>													
As at 01. 04. 2019	-	-	5,536,215	353,459	523,924	65,161	11,266,708	33,906	718,018	300,736	1,074,030	518,855	20,974,298
Charge for the Year	-	-	479,258	34,403	451,019	56,094	3,234,928	27,126	72,068	16,162	294,652	70,265	4,846,769
Disposals	-	-	-	-	-	-	4,700,708	-	86,857	-	4,838	28,345	4,896,864
As at 31. 03. 2020	-	-	6,015,473	387,862	974,943	121,255	9,800,928	61,032	703,229	316,898	1,363,844	665,735	20,924,203
Charge for the Year	-	-	479,256	34,403	-	-	1,948	-	32,021	742	281,168	92,751	1,025,155
Disposals	-	-	-	-	-	-	4,976,369	61,032	149,723	181,657	-	191,964	6,736,890
As at 31. 03. 2021	-	-	6,494,729	422,265	974,943	121,255	4,976,369	-	585,527	135,983	1,645,012	535,923	15,211,468
<b>NET BLOCK:</b>													
As at 31. 03. 2019	2,263,097	44,900	3,126,288	1,188,354	900,198	111,959	6,759,686	51,744	198,844	140,224	1,331,975	348,232	16,588,937
As at 31. 03. 2020	2,263,097	44,900	2,647,030	1,153,951	449,179	55,865	1,396,735	24,618	136,533	124,062	1,034,825	220,330	9,759,294
As at 31. 03. 2021	2,263,097	44,900	2,167,774	1,119,548	-	-	104,451	-	106,331	115,570	753,657	155,667	7,095,431

## (ii) Capital Work-in-Progress

Particulars	Land		Building		Non-Carpeted Road	Plant and Machinery	Testing lab equipments	Furniture and Fixtures	Electrical Installation	Vehicles	Office equipments	Computer & Accessories	Total
	Freehold	Lease hold	Factory	Non-Factory									
As at 31. 03. 2021	-	-	218,586	310,487	-	18,304	-	-	-	-	28,200	-	575,577

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 3 Non-current investments

Particulars	2020-21 Rs.	2019-20 Rs.
(a) Investment in Equity Instruments	134,025	134,025
(b) Investments in Government Securities	-	-
(c) Investments in Debentures or Bonds	-	-
(d) Investments in Mutual Funds	-	-
Total (A)	134,025	134,025
Less : Provision for diminution in the value of Investments	-	-
Total	134,025	134,025

  

Particulars	2020-21	2019-20
Aggregate amount of quoted investments (Market value of Rs.1920/- (Previous Year Rs.2840/-)	3,538	3,538
Aggregate amount of unquoted investments	130,487	130,487

## A. Details of Non-Current Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / Controlled Entity / Other	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (in Rs.)		"Whether stated at Cost" Yes / No
			2020-21	2019-20			2020-21	2019-20	2020-21	2019-20	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
(a)	Investment in Equity Instruments										
	Himalaya Granite Ltd.	N.A.	100	100	Quoted	Fully Paid	N.A.	N.A.	3,538	3,538	Yes
	Kingstone Krystals Ltd.	Associate	13000	13000	Unquoted	Fully Paid	19.26	19.26	130,487	130,487	Yes
(b)	Investments in Government Securities										
(c)	Investments in Debentures or Bonds										
(d)	Investments in Mutual Funds										
	Total								134,025	134,025	

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 4

### Loans

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>Non- Current</b>		
<b>a. Loans to related parties</b>		
Unsecured, considered good-	-	-
	-	-
<b>b. Loans to other parties</b>		
Unsecured, considered good-	149,656,760	167,589,286
	149,656,760	167,589,286
<b>Total</b>	<b>149,656,760</b>	<b>167,589,286</b>
<b>Current</b>		
<b>a. Loans to related parties</b>		
Secured / Unsecured, considered good-	11,049,703	-
	11,049,703	-
<b>b. Loans to other parties</b>		
Unsecured, considered good-	-	45,083,219
	-	45,083,219
<b>Total</b>	<b>11,049,703</b>	<b>45,083,219</b>

## Note 5

### Other Financial Assets

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>Non-Current</b>		
Security Deposits	1,529,470	2,573,463
Others	-	-
<b>Total</b>	<b>1,529,470</b>	<b>2,573,463</b>
<b>Current</b>		
Interst accrued but not due -	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## Note 6

### Other Non-Current Assets

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Gratuity Fund- TATA AIG	2,187,913	1,100,370
Adnavce to Govt. Authority	-	265,957
Other Advance	-	-
<b>Total</b>	<b>2,187,913</b>	<b>1,366,327</b>

## Note 7

### Inventories

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
a. Raw Materials and components (Valued at Cost)	-	2,895,340
b. Finished goods (Valued at Cost)	1,712,074	260,606
c. Stock-in-trade (Valued at Cost)	-	-
d. Other Stores and Spares (Valued at Cost)	-	-
<b>Total</b>	<b>1,712,074</b>	<b>3,155,946</b>

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 8 Current investments

Particulars	2020-21 Rs.	2019-20 Rs.
(a) Investment in Equity instruments	-	-
(b) Investments in preference shares	-	-
(c) Investments in Debentures or Bonds	-	4,108,000
(d) Investments in Mutual Funds	80,620,084	25,051,009
Total (A)	80,620,084	29,159,009
Less : Provision for diminution in the value of investments	-	-
Total	80,620,084	29,159,009
<b>Particulars</b>	<b>2020-21</b>	<b>2019-20</b>
Aggregate amount of quoted investments (Market value of Rs. 8,27,02,561/- (Prev. Year Rs. 2,48,95,207/-)	80,620,084	25,051,009
Aggregate amount of unquoted investments	-	4,108,000

### A. Details of Current investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / Controlled Entity /Other	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (in Rs.)	"Whether stated at Cost" Yes / No	
			2020-21	2019-20			2020-21	2019-20			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
(a)	Investment in Equity Instruments										
(b)	Investments in Preference Shares										
(c)	Investments in Debentures or Bonds										
	Indsind Bank Perpetual Bond (10.50%)	N.A.	-	4.00	Unquoted	N.A.	N.A.	N.A.	-	4,108,000	Yes
(d)	Investments in Mutual Funds										
	ABSL Liquide Fund-Daily Dividend-Direct Reinvestment	N.A.	157034.217	244634.494	Unquoted	N.A.	N.A.	N.A.	15,733,921	24,511,009	Yes
	ABSL Liquide Fund-Growth-Direct	N.A.	56144.562	-	Unquoted	N.A.	N.A.	N.A.	18,503,755	-	Yes
	ABSL Low Duration Fund-Growth-Direct	N.A.	23214.795	-	Unquoted	N.A.	N.A.	N.A.	12,575,000	-	Yes
	ICICI Prudential Ultra Short term Fund	N.A.	1647874.687	20,482.90	Unquoted	N.A.	N.A.	N.A.	33,807,408	540,000	Yes
	<b>Total</b>								<b>80,620,084</b>	<b>29,159,009</b>	

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 9

### Trade Receivables

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
a) Exceeding 6 months from payment due date		
Unsecured, considered good	203,000	-
Unsecured, considered not good	2,456,210	-
	2,659,210	-
Less: Provision for Doubtful debts	614,052	
	2,045,158	
b) Not Exceeding 6 months from payment due date		
Unsecured, considered good	4,126,741	428,098
	4,126,741	428,098
c) Debts due by related parties		
Secured, considered good	-	-
Unsecured, considered good	-	-
	-	-
<b>Total</b>	<b>6,171,899</b>	<b>428,098</b>

## Note 10

### Cash and cash equivalents

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>Cash and Cash equivalents</b>		
Balance With Bank		
-On Currnet Account	2,685,917	2,581,011
Cash- in -hand	307,755	222,191
<b>Total</b>	<b>2,993,672</b>	<b>2,803,202</b>
<b>Other Bank Balances</b>		
Margin Money	-	-
Fixed deposit with Bank	-	349,871
Security against Recovery	-	-
<b>Total</b>	<b>-</b>	<b>349,871</b>

## Note 11

### Other Current Assets

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Pre- Operative Expenses	500,000	-
Advance agaist Purchase	-	4,603
Prepaid Expenses	206,976	215,270
Adnavce to Govt. Authority	1,532,507	1,603,716
Advance Against Expenses	248,550	2,953,498
Other Receivables	201,474	121,471
<b>Total</b>	<b>2,689,507</b>	<b>4,898,558</b>

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 12

### Share capital

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>a) Authorised</b>		
150000 - 15% Non Cumulative Redeemable Preference Shares of Rs. 100/- each	15,000,000	15,000,000
75000000 Equity Shares of Re.1/- each	75,000,000	75,000,000
	90,000,000	90,000,000
<b>b) Issued</b>		
14502400 Equity Shares of Re. 1/- each	14,502,400	14,502,400
<b>c) Subscribed &amp; Paid up</b>		
14502400 Equity Shares of Re. 1/- each	14,502,400	14,502,400
<b>Total</b>	<b>14,502,400</b>	<b>14,502,400</b>

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

Particulars	2020-21	2019-20
	Number	Number
Shares outstanding at the beginning of the year	14,502,400	14,502,400
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	14,502,400	14,502,400

### e) Terms/rights attached to equity shares:

The company has only one class of equity shares having a par value of Re.1/- per share. Each holder of equity shares is entitled to one vote per share. No dividend proposed by the Board of Directors for the year ended 31st March, 2021. 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

### f) Shares in the company held by each shareholder holding more than 5 percent shares-

Name of Shareholder	2020-21		2019-20	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Coronation Refrigeration Industries Ltd.	2250000	15.515	2250000	15.515
Likhami Trading & Mfg. Co. Ltd.	2888000	19.910	2888000	19.910
Nouveau Metal Industries Ltd.	1177500	8.119	1177500	8.119
Rashmi Properties & Investments Ltd.	2889000	19.920	2889000	19.920

### g) Statement of Change in Equity Share Capital

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Equity Share Capital at the beginning of the year	14,502,400	14,502,400
Increase in Share Capital during the year	-	-
Reduction in Share Capital during the year	-	-
Equity Shares Capital at the end of the year	14,502,400	14,502,400



# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 13

### Other Equity

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>a. Capital Reserves- Restructuring of Debt.</b>		
Opening Balance	132,995,444	132,995,444
(+) Current Year Transfer / (-) Written Back in Current Year	-	-
Closing Balance	132,995,444	132,995,444
<b>b. Capital Redemption Reserve</b>		
Opening Balance	13,300,000	13,300,000
(+) Current Year Transfer / (-) Written Back in Current Year	-	-
Closing Balance	13,300,000	13,300,000
<b>c. Other Reserves (Capital Reserve on Forfeiture of Shares)</b>		
Opening Balance	91,000	91,000
(+) Current Year Transfer / (-) Written Back in Current Year	-	-
Closing Balance	91,000	91,000
<b>d. Surplus</b>		
Opening balance	90,938,376	85,557,948
Add: Net Profit/(Loss) For the current year	4,673,308	5,380,428
Transfer from/to Reserve	-	-
Adjustment for Fixed Assets (as per Schedule II of Co's Act,13)	-	-
Closing Balance	95,611,684	90,938,376
<b>Total</b>	<b>241,998,128</b>	<b>237,324,820</b>

## Note 14

### Borrowings

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>Non- Current</b>		
<b>Secured :</b>		
Term loan from Banks	-	-
<b>Unsecured :</b>		
Term loan from Banks	-	-
Debentures	-	-
from Related parties	7,653,955	7,701,945
<b>Total</b>	<b>7,653,955</b>	<b>7,701,945</b>
<b>Current</b>		
<b>Secured :</b>		
Term loan from Banks	-	-
<b>Unsecured :</b>		
Term loan from Banks	-	-
<b>Debentures</b>		
from other parties	-	500,822
<b>Total</b>	<b>-</b>	<b>500,822</b>

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 15

### Other Financial Liabilities

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Advance from Buyers	-	5,017,000
Interest accrues but not due on borrowing	-	-
Mark to Market of Derivative financial Instruments	-	-
Other Payables	-	-
<b>Total</b>	<b>-</b>	<b>5,017,000</b>

## Note 16

### Other Current Liabilities

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
TDS Payable	85,723	60,922
Statutory Liabilities payable	83,460	281,161
Liability for Expenses	1,181,011	1,150,449
Other liabilities Payable	11,512	120,580
<b>Total</b>	<b>1,361,706</b>	<b>1,613,112</b>

## Note 17

### Provisions

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>(a) Provision for employee benefits</b>		
Salary & Reimbursements	-	-
Contribution to PF	-	-
Gratuity (Funded)	2,248,673	1,135,173
<b>(b) Others</b>	-	-
<b>Total</b>	<b>2,248,673</b>	<b>1,135,173</b>

## Note 18

### Current Tax Liabilities /(Assets) -(net)

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Provision for Income Tax	1,692,164	6,359,206
Less : Advance Taxes and TDS	3,598,887	7,880,951
<b>Total</b>	<b>(1,906,723)</b>	<b>(1,521,745)</b>

## Note 19

### Revenue from operations

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Sale of products	14,470,517	39,288,743
Sale of service	-	-
Other operating revenues	235,975	-
Less:		
Excise Duty	-	-
<b>Total</b>	<b>14,706,492</b>	<b>39,288,743</b>

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 20

### Other income

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
a) Interest Income	17,022,734	18,849,282
b) Net gain/loss on sale of investments	568,735	3,605,852
c) Dividend Income	785,895	1,035,105
d) Other non-operating income (net of expenses)	91,394	12,647
e) Net Profit on Sale of Fixed Assets	2,623,836	-
f) Net gain/loss on foreign currency translation and transaction (other than considered as finance cost)	(2,327)	(14,781)
g) Rent Income	358,750	402,000
h) Income of Earlier Year	-	-
<b>Total</b>	<b>21,449,017</b>	<b>23,890,105</b>

## Note 21

### Cost of Materials Consumed

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Opening Stock	2,895,340	3,945,417
Add: Purchase	2,887,980	10,736,447
Less: Closing Stock	-	2,895,340
<b>Total</b>	<b>5,783,320</b>	<b>11,786,524</b>

## Note 22

### Purchase of Stock-in-Trade

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Purchase of Tradeable Items	5,128,250	4,061,849
<b>Total</b>	<b>5,128,250</b>	<b>4,061,849</b>

## Note 23

### Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>Opening Stock :</b>		
Finished Goods	260,606	12,619,538
Traded Items	-	-
	<b>260,606</b>	<b>12,619,538</b>
<b>Closing Stock :</b>		
Finished Goods	1,712,074	260,606
Traded Items	-	-
	<b>1,712,074</b>	<b>260,606</b>
<b>Net Decrease / (increase) in Finished Goods</b>	<b>(1,451,468)</b>	<b>12,358,932</b>

## Note 24

### Employee Benefits Expense

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
(a) Salaries and incentives	4,591,524	5,360,544
(b) Contributions to Provident fund	365,361	437,426
(c) Gratuity Fund Contributions	1,113,500	-
(d) Social security and other benefit plans for overseas employees	156,553	39,404
(e) Staff welfare expenses	150,493	487,966
<b>Total</b>	<b>6,377,431</b>	<b>6,325,340</b>

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 25

### Finance costs

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Interest expense	791,471	903,978
Bank Charges	19,154	12,670
<b>Total</b>	<b>810,625</b>	<b>916,648</b>

## Note 26

### Other expenses

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Payment to contractors	-	1,351,946
Loading & Unloading Charges	4,000	225,204
Power & Fuel Charges	-	231,100
Freight & Transportation	-	18,230
Job Work Charges	1,763,731	505,637
Vehicle Hire Charges	-	26,448
Packing & Forwarding Charges	1,233,863	171,590
Consumption/scrap of stores and spare parts.	-	164,709
Advertisement and Publicity	140,315	129,517
Telephone & Internet Expenses	201,616	228,750
Postage & Courier Charges	80,271	1,014,996
Electricity Charges	519,616	555,095
Insurance .	160,344	217,902
Legal & Professional Charges	625,178	1,172,664
Managerial Remuneration	1,087,714	933,337
Printing & Stationary	128,812	463,334
Rates and taxes (including Excise, Service Tax, VAT and GST)	88,544	70,987
Rent (Office & Factory Space)	1,644,912	2,761,825
Equipments Hire Charges	6,600	120,846
Repairs and Maintenance - Office & others	760,712	1,122,574
Repairs & Maintenance - Factory	1,164,608	493,536
Supervision Charges	-	43,692
Security Charges	975,483	1,158,642
Service Charges	196,152	88,839
Stock Exchange Listing Fee	300,000	300,000
Conveyance Expenses	145,146	166,869
Travelling Expenses	293,246	1,096,274
Vehicle Running and Maintenance Expenses	425,289	295,872
Miscellaneous Expenditure	486,061	934,657
Payments to the auditor as		
a. Statutory Audit fees	48,000	48,000
b. for Tax Audit and other taxation matters	12,000	12,000
c. for GST and internal Audits	28,000	16,000
Sundry balance written off	-	321,501
Charity and Donation	-	6,000
Net Loss on sale of Fixed Assets	-	137,078
Provision for Doubtful Debts	614,052	-
<b>Total</b>	<b>13,134,265</b>	<b>16,605,651</b>

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 27

### Earning Per Share

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
Profit After Tax	4,673,308	5,380,428
No of Equity Shares	14,502,400	14,502,400
Basic and diluted earning per equity share	0.32	0.37

## Note 28

### a) Contingent liabilities and commitments (to the extent not provided for)

Particulars	2020-21	2019-20
	Amount (Rs.)	Amount (Rs.)
<b>(i) Contingent Liabilities</b>		
(a) Claims against the company not acknowledged as debt (Sales Tax Demand for 1988-89 under dispute Rs. 20,49,049/- under Orissa Sales Tax Tribunal, Cuttack, and Rs. 791025/- as Rajasthan State Tax and Rs.2496/- as Central Sales Tax for 1998-99 is pending under appeal before Rajasthan Tax Board, Ajmer.)	2,842,570	2,842,570
(b) Other money for which the company is contingently liable (Bank Guarantees in favour of Customs Department issued by bank on our behalf now closed)	-	170,700
	2,842,570	3,013,270
<b>(ii) Commitments</b>	-	-
	<b>2,842,570</b>	<b>3,013,270</b>

b) In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated except those specifically mentioned in the notes on financial statement.

## Note 29

- The total MAT credit available to the company as on 31st March, 2021 is Rs. 89,95,977/-.
- In the absence of any realization of interest on the loan of Rs.482.50 lakh since October, 2013, the interest for the year has not been considered. However, the company rented the property taken under charges against the above said loan.
- The Company has made provision for doubtful debts of Rs.6,14,052/-, equivalent to 25% of total amount outstanding from one party for more than 24 months. Suit has been filed against the party and the matter is pending with Add. Judge Court, Bangalore, Karnataka.
- The company has made provision for deferred tax assets of Rs.1,59,654/- equivalent to temporary differential tax arising due to reversal of the provision for doubtful debts on computation of taxable income and tax of the company.

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 30

### Segment Reporting

The Company has two segments -Granite Division and Other Operations. Summary of operating segments of the Company area:-

	Granite	Other Operations	Total
Segmental Revenue:	105.16	256.39	361.55
<b>TOTAL REVENUE</b>	<b>105.16</b>	<b>256.39</b>	<b>361.55</b>
<b>Segment Result:</b>	<b>(38.62)</b>	<b>6.31</b>	<b>(32.31)</b>
(before interest and tax)			
Unallocated Corporate Expenses net of unallocable income	-	-	<b>(76.53)</b>
Operating Profit/(Loss)	-	-	<b>(108.84)</b>
Interest Income	2.70	167.53	<b>170.23</b>
Less: Interest Expenses	-	7.91	<b>7.91</b>
<b>Net Profit / (Loss) before Tax</b>	<b>-</b>	<b>-</b>	<b>53.48</b>
<b>OTHER INFORMATION</b>			
<b>CAPITAL EMPLOYED:</b>			
Net Segment Assets	118.03	12.19	<b>130.22</b>
Unallocated Assets / (Liabilities)	-	-	<b>2434.78</b>
Net Capital Employed	-	-	<b>2565.00</b>
<b>Capital Expenditure</b>	<b>0.28</b>	<b>2.49</b>	<b>2.77</b>
<b>Depreciation</b>	<b>6.21</b>	<b>4.04</b>	<b>10.25</b>

## Note 31

### Foreign Exchange earning / Outgo

	31/03/2021 (Rs. In lakhs)	31/03/2020 (Rs.In Lakhs)
a) Expenditure in foreign currency		
Travelling	NIL	NIL
Imported Consumables	NIL	NIL
b) FOB Value of exports/earnings in foreign currency	55.36	NIL
Other earnings in Foreign Currency	NIL	NIL
c) Value of imports on CIF basis		
Components & spare parts	NIL	NIL

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

## Note 32

### Related Party Disclosers as per Ind AS- 24

#### 32.1 Name of Related Parties and related parties relationship

S. No.	Name of Party	Nature of Relationship
1	Coronation Refrigeration Industries Ltd.	Common Control
2	Impact Stoneworks Pvt. Ltd	Common Control
3	Kingstone Krystals Ltd.	Common Control
4	Likhami Trading & Manufacturing Company Ltd.	Common Control
5	Nouveau Metal Industries Ltd.	Common Control
6	Rashmi Properties & Investments Ltd.	Common Control
7	Shree Vidyut Ltd.	Common Control
8	Tetron Capital Ltd.	Common Control
9	Tetron Commercial Ltd.	Common Control
10	Vaibhav Heavy Vehicles Ltd.	Common Control
11	Wink Retail Pvt. Ltd.	Common Control
12	Sri Krishna Murari Poddar,	Key Managerial Personnel (KMP)
13	Sri Anubhav Poddar	KMP- (CFO)
14	Ms. Smally Agarwal (appointed from 10-02-21)	KMP- (Company Secretary)
15	Sri Vaibhav Poddar	Relative of KMP
16	Smt. Uma Poddar	Relative of KMP

#### 32.2 Disclosure of Significant Transactions with related parties and the status of outstanding balances

Particulars	2020-21	2019-20
	Rs.	Rs.
<b>1. Coronation Refrigeration Industries Ltd.</b>		
Opening Credit Balance	NIL	NIL
Rent Paid	840000	840000
Rent with GST Received	26353	28320
Closing Credit Balance	NIL	NIL
<b>2. Impact Stoneworks Pvt. Ltd.</b>		
Rent with GST received	13570	14160
Closing Balance	NIL	400
<b>3. Kingstone Krystals Ltd.</b>		
Rent with GST received	13177	14160
Closing Balance	NIL	NIL
<b>4. Likhami Trading &amp; Manufacturing Company Ltd.</b>		
Rent with GST received	60573	84960
Opening Balance of Loan Borrowed	NIL	NIL
Loan Borrowed/ (Repaid) during the year	5000000	NIL
Interest Paid/ payable during the year	17979	NIL
Closing Balance	5016631	NIL
<b>5. Nouveau Metal Industries Ltd.</b>		
Opening Credit Balance	NIL	NIL
Rent with GST received	27927	28320
Closing Balance	NIL	NIL
<b>6. Rashmi Properties &amp; Investments Ltd.</b>		
Opening Balance	23068	16911
Rent with GST received	27927	28320
Closing Balance	NIL	23068
<b>7. Shree Vidyut Ltd.</b>		
Rent with GST Received	159140	160320
Closing Credit Balance	NIL	NIL

# CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	2020-21	2019-20
	Rs.	Rs.
<b>8. Tetron Capital Ltd.</b>		
Rent with GST received	18093	14160
Opening Balance of Loan Borrowed	NIL	NIL
Loan Borrowed/ (Repaid) during the year	6000000	NIL
Interest Paid/ payable during the year	35753	
Closing Balance	6033072	NIL
<b>9. Tetron Commercial Ltd.</b>		
Rent with GST received	43660	56640
Closing Balance	NIL	NIL
<b>10. Vaibhav Heavy Vehicles Ltd.</b>		
Rent with GST received	44840	56640
Closing Balance	NIL	NIL
<b>11. Wink Retail Pvt. Ltd.</b>		
Rent with GST received	6786	7080
Closing Balance	NIL	NIL
<b>12. Sri Krishna Murari Poddar (Managing Director)</b>		
Opening Balance of Loan Borrowed	2567315	2566576
Additional Loan Borrowed/ (Repaid)	NIL	NIL
Gross Interest paid/ payable on loan	262602	300822
Remuneration and Perquisites to MD	1087714	965737
Closing Balance of Loan borrowed	2551318	2567315
<b>13. Sri Anubhav Poddar</b>		
Remuneration and Perquisites paid	955647	954210
<b>14. Ms. Smally Agarwal</b>		
Remuneration and Perquisites paid	54089	NIL
<b>15. Sri Vaibhav Poddar</b>		
Remuneration and Perquisites paid	695926	743202
<b>16. Smt. Uma Poddar</b>		
Opening Balance of Loan Borrowed	5134630	5133150
Additional Loan Borrowed/ (Repaid)	NIL	NIL
Gross Interest paid/ payable on loan	525206	601644
Closing Balance of Loan borrowed	5102637	5134630

## Note 33.

Previous year figures have been regrouped or rearranged wherever considered necessary.

**Signature of Notes 1 to 33 as per our annexed report of even date.**

**For Ruwatia & Associates**

Chartered Accountants

Firm Registration No.- 324276E

**Mukesh Kumar Ruwatia**

Proprietor

Membership No. 060231

Place : Kolkata

Dated: 30-06-2021

**On behalf of the Board**

**Anubhav Poddar**  
Chief Financial Officer

**Smally Agarwal**  
Company Secretary  
Mem. No.- A56522

**K.M. Poddar**  
Director  
DIN : 00028012

**A. De**  
Director  
DIN : 00028093