

CAPABILITY DRIVING CREDIBILITY



WHAT'S INSIDE

01-21



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Disclaimer

This document contains statements about expected future events and financials of Supertron Electronics Private Limited, which are forward-looking. By their nature, forward-looking statements require your Company to make assumptions and are subject to inherent risks and uncertainties. There is a significant risk that the assumptions, predictions, and other forward-looking statements may not prove to be accurate. Readers are cautioned not to place undue reliance on forward-looking statements as several factors could cause assumptions, actual future results and events to differ materially from those expressed in the forward-looking statements. Accordingly, this document is subject to the disclaimer and qualified in its entirety by the assumptions, qualifications and risk factors referred to in the Management Discussion and Analysis section of this Annual Report.

CAPABILITY DRIVING CREDIBILITY




Technology has gained higher importance, emerging as a need to sustain livelihood, businesses and communication. Whether small or big, technology is a significant part of our lives today. As a company catering to the distribution of the latest technology-driven products, we benefit from this increasing importance of technology in the industry.

Our strong network and pan-India presence, backed by excellent vendor engagement, has led us to establish a significant market presence. Over our 29 years of journey, we have built trust among our customers and stakeholders by providing them world-class IT, Enterprise and Value Added Distribution (VAD) solutions. The brand value we enjoy today is a result of our **Capability Driving our Credibility.**


2021-22 KEY HIGHLIGHTS

PERFORMANCE ENHANCING CREDIBILITY

Financial


 **22%[^]**
REVENUE Rs. 5,598.33 Crores

 **99%**
NET PROFIT Rs. 103.95 Crores

 **74%[^]**
EBITDA Rs. 160.45 Crores

 **86 bps[^]**
EBITDA MARGIN 2.87%


 **848 bps[^]**
ROCE 30%

 **42%[^]**
NET WORTH Rs. 345.50 Crores

[^]Growth in 2021-22 over 2020-21

Social

 Rs. **49.97** Lacs
SPENT ON CSR

 **54** Hours
AVERAGE TRAINING HOURS PER EMPLOYEE

Revenue from Business Verticals

 Rs. **549** Crores
ONLINE

 Rs. **235** Crores
LARGE FORMAT RETAIL

 Rs. **4,814** Crores
GENERAL TRADE



WHO WE ARE

BUILDING ON A STRONG FOUNDATION

We are amongst India's leading supply chain specialists of a wide variety of IT products and peripherals manufactured by leading international brands.

Supertron Electronics Private Limited ('Supertron' or 'We' or 'Your Company') started the journey with just Rs. 2 Lacs as the business capital and gradually became a Rs. 5,000+ Crores company. Initially began as a business providing cost-effective IT products and solutions, your Company gradually became a professionally managed marketing and distribution company. We endeavour to deliver best-in-class products within less time to cater to our pan-India customer base.

Headquartered in Kolkata, India, Supertron operates with a talented and robust team spread across India. We cover 70% of India's footprint, accounting for a 4% share of country's IT hardware market. Supertron is well-positioned to emerge as a gateway of first recall for global IT brands looking to market their products in India.

We realise the responsibility of fulfilling our commitments to lead an enhanced brand value in the market. Along with this, we have been consistently delivering a progressive performance, as showcased in our financial gains and strong balance sheet. All of these together stand as a testament to our capabilities, driving our credibility, leading us to a better tomorrow and enabling us to achieve long-term success.

Services We Offer



Quick Facts



29

YEARS OF JOURNEY



584+

EMPLOYEES



30+

BRAND ASSOCIATIONS



24

STATES



3

UNION TERRITORIES IN INDIA

Presence across



36

BRANCH OFFICES



30

SATELLITE OFFICES



60

WAREHOUSES



12,212+

CHANNEL PARTNERS & RESELLERS

Our Corporate Ethos



Mission

- ▶ To keep people at the centre of everything we do.
- ▶ To uphold a transparent work culture and ethical business practices in everything we do.
- ▶ To foster a culture of innovation, free thinking and empowerment in everything we do.
- ▶ To fuel the passion of excellence in everything we do.



Vision

Delivering pride and progress with positivity.



Values



Accessibility



Committed



Humility



Emotionally-involved



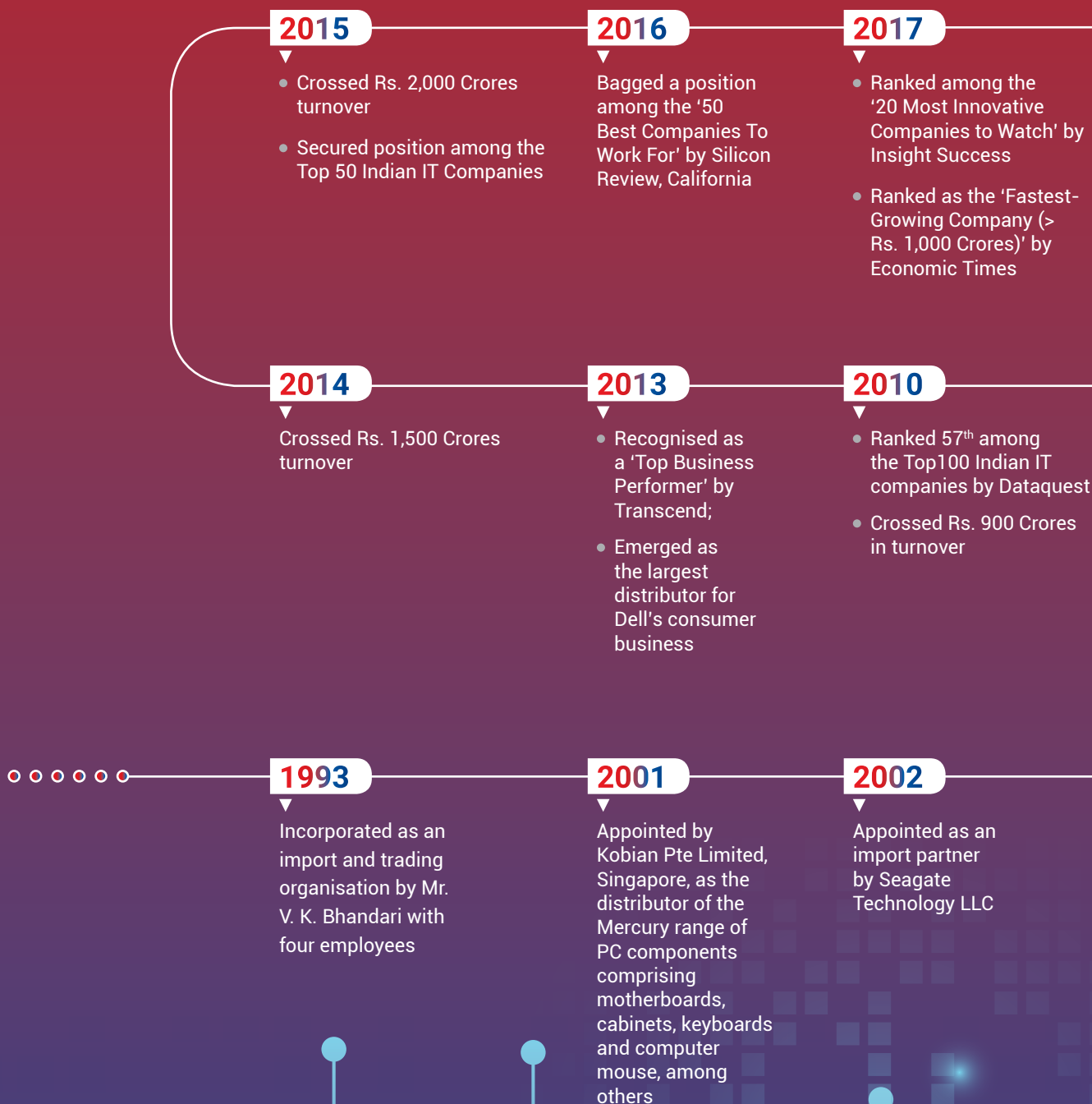
Extensively-delegated



Passionately-driven

OUR JOURNEY SO FAR

MILESTONES REFLECTING OUR PROGRESS



2019

- Entitled as the 'Best Brand Strategist of India 2019' by ZEE Business and World Wide Achievers
- Crossed Rs. 3,500 Crores turnover

2021

Typo Security appoints Supertron as VAD for South Asia

2022

Crossed Rs. 5,000 Crores turnover

2009

- Won the Maharashtra Government's H15 Crores-contract to supply desktops in 945 schools across 35 districts
- Awarded Rs. 3 Crores contract for a turnkey system integration project by IISCO
- Ranked among the top five PC component brands in India

2008

Appointed by IBM as the national distributor for servers and by Dell for desktops and TFT monitors

2007

- Launched 800 volt-ampere and 1 kilovolt-ampere uninterrupted power systems besides a 5.1 channel comprehensive home theatre system under the Supercomp brand
- Became national distributor for ASRock, Taiwan
- Forged ties with Foxconn

2003

- Became the first IT company based out of Eastern India to cross Rs. 100 Crores in turnover
- Appointed by Acer as national distributor of PC products

2005

- Launched the proprietary Supercomp PC component brand
- Emerged as one of the strongest national brands

2006

- Appointed by Seagate Technology LLC as national distributor for hard disk drives
- Appointed by Transcend, a global leader in the field of consumer electronics, as national distributor

OUR PRODUCT PORTFOLIO

DIVERSIFICATION DRIVING GROWTH

Our portfolio includes latest IT products manufactured by globally renowned brands and Enterprise IT solutions. These are in line with our customers' requirements, giving us an enhanced competitive edge while increasing our productivity, to retain our strong market position.

Services We Offer

IT Products



Desktops



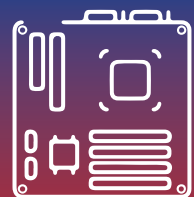
Servers



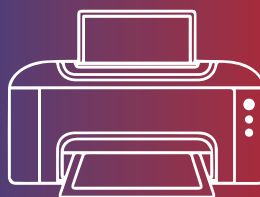
Laptops



External Hard Drives



PC Components



Printers



Solutions Enterprise IT

We provide Enterprise IT solutions such as networking & system integration, hardware support and cloud computing among others to SMEs, Corporations and PSUs. Our solutions enable businesses to reduce overhead costs, free up key resources, focus on core competencies and increase efficiency.

In addition to this, we also provide robust online and offline aftersales service to our customers.

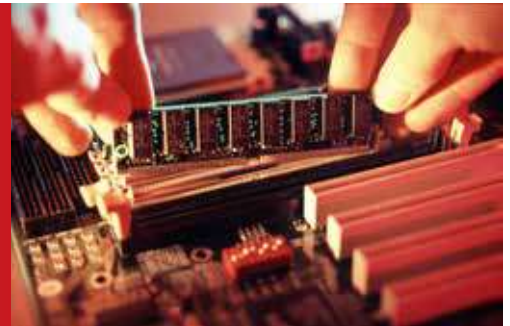
Value Added Distribution (VAD)

Our Value-Added Distribution (VAD) vertical includes solutions such as Unified Communication, AVS (Audio, Video and Surveillance) and DCS (Data Centre and Storage) domain.

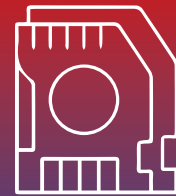
With a consultative approach, we understand and collaborate with system integrators and their customers to provide unique solutions based on future technology deployment - Audio, Voice, Data, Networking, and Application (DNA of every business) protection and management offerings.



Memory Modules



Netbooks



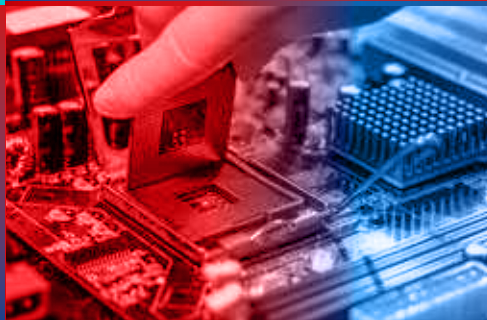
Storage Devices



Smartphones and
Consumer Electronics



Peripherals



OUR STRENGTHS

COMPETITIVE ADVANTAGES DRIVING GROWTH



Robust Financial Performance

Over the years, we have showcased a strong performance which includes maintaining low debt alongside assuring healthy returns on investment. Our efficient marketing and distribution capabilities have resulted in better capital utilisation, helping us retain profitability of our business. At the end of 2021-22, our net profit stood at Rs. 103.95 Crores.



Wide Distribution Network

Our distribution network spread pan-India, drive our market presence. Benefitting from Supertron's strong market share, our retailers avail easy access to IT products backed by a wide reach, strong placement of the product and quick service to our customers. With over 12,000+ retailers, we continue to further improve our retail network on our way forward. We are determined to enhance our supply chain, including our presence across e-commerce platforms such as Flipkart and Amazon.



Secure Business

Supertron's core strength is exclusivity, meaning that 70% of the entire business is exclusive. Under this, all dealers and resellers are obliged to buy products from Supertron within a specific territory, enabling your Company to serve as a fulfilment centre for those dealers and resellers. Thereby, securing our market position and propelling a strong performance in terms of profitability.



Principals-focussed Marketing

Your Company undertakes complete responsibility of engaging in marketing activities of our principal products across regions. Supertron is engaged in consultative-cum-distribution role, providing value to the customers. Thereon we seek exclusive all-India distribution engagements that deepen the brand connect on an emotional level. Your Company always exceeds their targets provided by the principals, strengthening their presence and increasing profitability.



Experienced Management & Skilled Team

Supertron is a professionally managed company with a proven track record of good corporate governance and strong internal controls. An experienced and qualified leadership team drives Your Company. Furthermore, we nurture talent and develop their skills in a transparent work environment that fosters an open culture.

Catering Well-recognised Brands

Our portfolio comprises IT products and peripherals manufactured by prominent global brands. We are constantly focusing on increasing our collaborations by associating with big brands while strengthening our relationship with vendors. In the past year, we successfully increased our wallet share as a result of our well-established partnerships in India.

acer

AVER™

CORSAIR

crucial®

CyberPower

DELL

G&G

HEINRICH

hama

HARMAN

Johnson Controls
tyco

kaspersky

logitech

Lenovo

MERCUSYS®

NUVO®

Optoma

PHILIPS

Unistat's
PROTEGENT
Antivirus - Total Security - Complete Security

PANTUM

FELCO®
a Motorola Solutions Company

poly

Rosenberger

rapoo

SAMSUNG

Synology®

SEAGATE

SP Silicon Power

SAPPHIRE

TP-LINK®
The Reliable Choice

wacom

xerox®

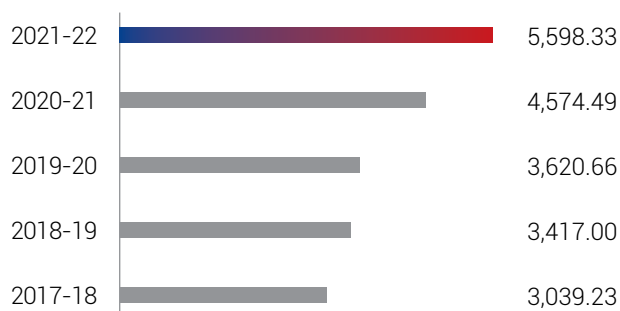
ZOTAC®

FINANCIAL PERFORMANCE

ADVANCING CONSISTENTLY

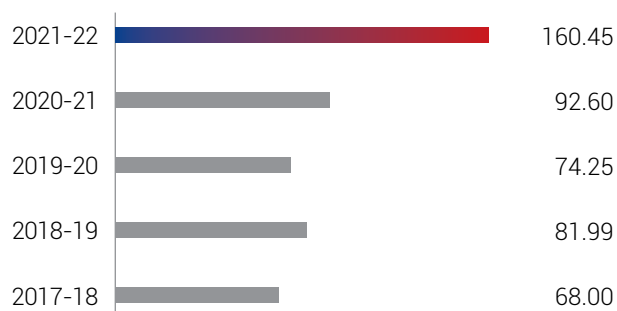
Revenue

(Rs. in Crores)



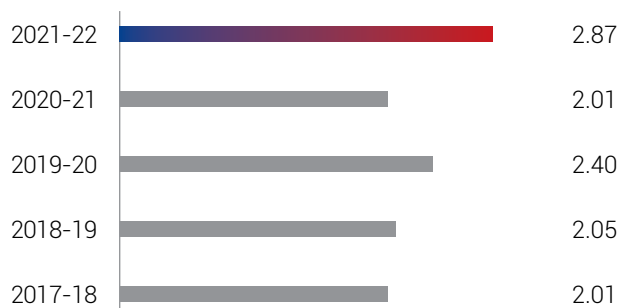
EBITDA*

(Rs. in Crores)



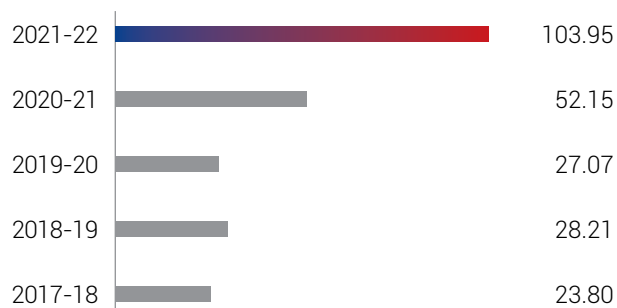
EBITDA Margin

(%)



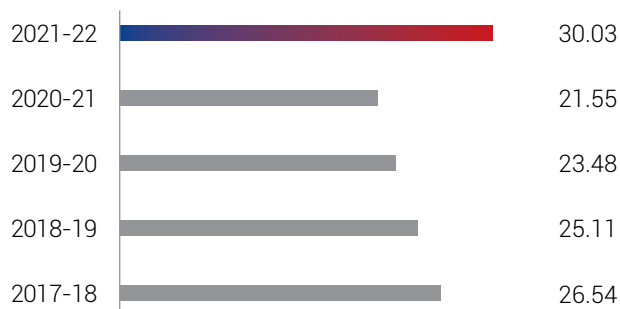
Net Profit

(Rs. in Crores)



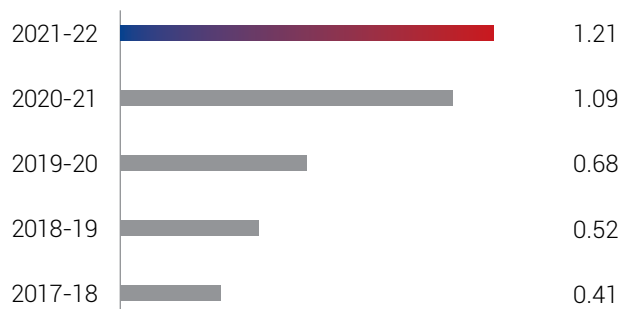
RoCE**

(%)



Gearing Ratio

(X)

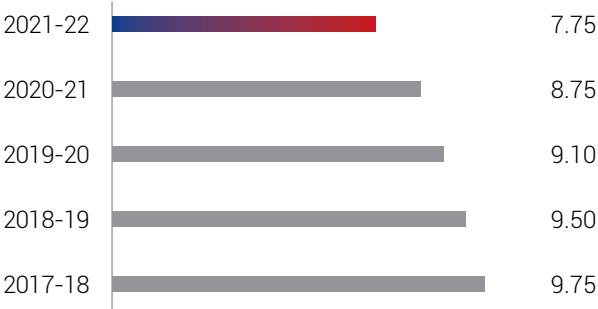


*EBITDA: Earnings Before Interest, Tax, Depreciation, and Amortisation

**RoCE: Return on Capital Employed

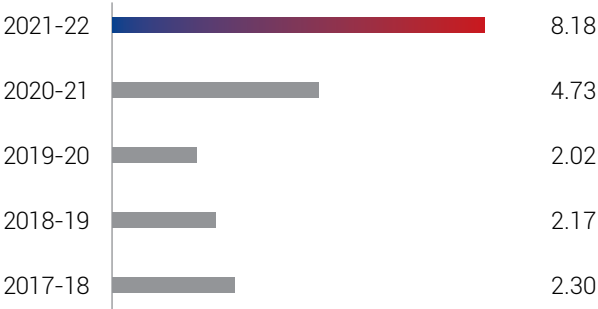
Average Debt Cost

(%)



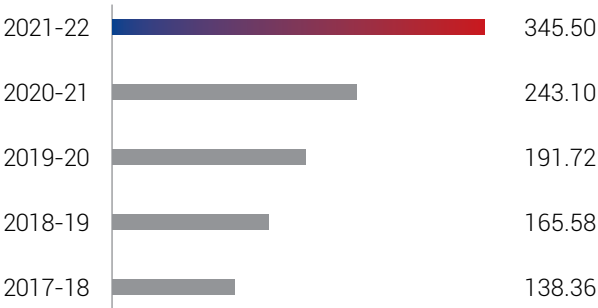
Interest Coverage Ratio

(X)



Net Worth

(Rs. in Crores)



LETTER FROM THE CHAIRMAN AND MANAGING DIRECTOR

BUILDING CAPABILITY, STRENGTHENING CREDIBILITY.



Vishnu Kumar Bhandari
CEO & Director



Your Company has a strong pan-India presence, built over 29 years of our rich industry experience. Throughout our journey, we were, and continue to remain, determined towards building capabilities that would enhance our credibility.



Dear Shareholders,

It is my privilege to share my thoughts on your Company's performance in operational, financial and social aspects for 2021-22 with you all. Over the past two years, the Covid-19 Pandemic has had an unforgettable impact on almost every sphere of our lives. These trying times tested our resilience, and the Indian economy endured these challenges showcasing the fastest growth among the major economies in the world. The Indian economy recovered on a broad scale, aided by mass vaccination drives and Government's policy support. Despite these positive developments, the year also experienced challenges in the form of high energy prices, inflation, geopolitical tensions and supply-side disruptions. The lingering impact of these risks reflects the likeliness of a possible downturn in the global economy going ahead. Nevertheless, we remain optimistic on India's potential and various opportunities on our way forward.

The industry witnessed unpredictable events in the past two years. While Covid-19 exposed businesses and economies to multiple challenges, it also accelerated digital transformation and technology adoption across the globe. According to Gartner, the global IT spending is anticipated to reach US\$ 4.4 Tn in 2022, recording a growth of 4% over 2021. The world is currently advancing as a result of technology adoption at large scale. Work-from-home approach has revolutionised the way people think about work, with increased emphasis on employee safety while ensuring business continuity. As a result, demand for technology-related products has spiked.

Most of the businesses were impacted owing to the Covid-19 Pandemic, however, Supertron stayed committed to delivering best-in-class products to our customers. We undertook strategies to lower the emerging risks while protecting overall margins as we continue to capitalise on market opportunities. We subsequently added new products to our portfolio to acquire a higher market share during the year. We also tapped the opportunities resulting from higher demand for PC products and peripherals, registering increased revenues. Furthermore, companies' adoption of Work-from-Home (WFH) policy led to increased adoption of technology-backed systems for facilitating virtual connect with employees and businessmen.

Your Company has a strong pan-India presence, built over 29 years of our rich industry experience. Throughout our journey, we were, and continue to remain, determined towards building capabilities that would enhance our credibility. Our well-established distributor network and reliable offerings drive trust and transparency. Thus, forming the foundation of all our future endeavours

towards success by enhancing and maintaining strong stakeholder relationships.

During the year, we delivered a robust performance. We recorded revenue of Rs. 5,598.33 Crores, an increase of 22% over the previous year. The EBITDA stood at Rs. 160.45 Crores and Net Profit at Rs. 103.95 Crores, achieving growth of 74% and 99.3%, respectively. As we continue to march ahead, we are optimistic about achieving good revenue and, protecting our margins, maintaining our credibility as a successful business.

Your Company is dedicated to maintaining a secure environment at workplace backed by clear, two-way communication with employees. In this direction, we strive to retain talent and attract more employees to become a part of our journey in pursuit of growth. We value our team's opinions and admire their commitment in creating a more inclusive workplace. Our ongoing endeavours include recognising and rewarding outstanding work performance, while promoting our employees' physical, emotional, and financial wellbeing.

Your Company is committed to fulfilling the business' Corporate Social Responsibility (CSR) principles supported by a robust governance structure. Supertron's CSR wing undertakes several initiatives, such as developing skills among the local community. Our consistent endeavours toward CSR allow us to maintain a healthy balance between business and our commitment to giving back to the society we operate within.

In terms of outlook, your Company aims to improve the business' supply chain capabilities to drive higher efficiencies. Along with this, we are striving to make our day-to-day operations smooth and create a work-life balance throughout the organisation. Additionally, your Company emphasises on providing Value Added Distribution (VAD) solution wherein it caters to the requirements of system integrators. Moreover, we aim to pursue progress by enhancing trust and our brand value to become one of India's leading companies in providing IT solutions to our customers.

To conclude, I would like to express my gratitude to all our valued stakeholders, including vendors, partners and employees, for their continued support over the years. Your steadfast faith has contributed significantly to our value-creating business. Finally, I wish all the stakeholders and their families well and thank them for reposing their trust and confidence in us that strives us to do better.

With best wishes,

Vishnu Kumar Bhandari
CEO & Director

OUR CSR INITIATIVES

ENDEAVOURS DRIVEN BY COMMITMENTS

We believe in giving back to society and contributing towards a better place for living. With this belief, our CSR wing has been undertaking initiatives over the years that has contributed in the overall development of the community around us.

Through the Supertron Foundation, we endeavoured to uplift the lives of those residing in rural regions and serve the underprivileged in both rural and urban areas. Your Company invested Rs. 49.97 Lacs in CSR activities in 2021-22. The Foundation's work uplifts the society by contributing to the fields of health and education, among others.



Supertron Foundation's Rural Youth Skill Development Centre in Association with Art of Living

Since 2016, the CSR wing of Supertron Foundation has been working to serve the unprivileged section by providing quality education, and healthcare facilities as well as spreading spiritual, ethical and human values.

The Foundation is associated with Art of Living, an NGO founded by Shri Ravishankar as well as its trust, Sri Sri Rural Development Program Trust (SSRDP) for skill development of the candidates. SSRDP and Supertron Foundation

recently collaborated and set up a computer training centre, mobile repairing shop along with a knowledge centre for underprivileged youth at the Art of Living International Centre in Bangalore.

Your Company endeavours to provide holistic training through skill and personality development programmes. Thus, empowering youth to engage in innovative thinking and take informed decisions for a suitable career.



Covid-19 Support

In the second half of 2021, the second wave of the Covid-19 Pandemic impacted nationwide oxygen shortage, leaving people gasping for breath. Our CSR wing played a vital role by being at the forefront in saving lives of the people and contributing to society's well-being in various ways.

Through the campaign 'Mission Breathe', the foundation supplied oxygen concentrators to the Covid-19-affected people and those facing oxygen challenges. In its first phase, the Foundation supplied oxygen concentrators to the numerous IT associations, including PCIT (Delhi), AIT (Bangalore), COMPASS (Kolkata) and Trade Association CWBTA (Kolkata). Furthermore, your company extended support within the business' best ability towards the wellbeing of the pandemic-affected people.

AWARDS & ACCOLADES

RECOGNITIONS REFLECTING CAPABILITIES



2013

- o Largest Distributor for Dell Consumer Business
- o Best Distributor by Transcend



2014

- o CMD got 'Hall of fame Award' by Cybermedia Group
- o Best Emerging Business Partner by TATA Group
- o Best Service Partner by Acer



2016

- o Dell Diamond Award for Largest Distributor
- o Life Time Achievement Award for Leadership To Mr. V. K. Bhandari by ITPV
- o Largest Distributor by Seagate
- o Best National Distributor for Upcountry by ITPV
- o Best Brand Strategist of the year by ASSOCHAM



2017

- o Pride of the Nation 'India's Greatest Brand & Leaders Award' by Asia One
- o Company for Community Award by ASSOCHAM
- o Rising Stars Award by Power Brand Global, London International Forum for Equality
- o Economic Times Corporate Bengal, Fastest Growing Company by Economics Times
- o Best India & Asia Pacific Distributor by Seagate





2018

- o Felicitated as 'The Extraordinaire' by Brand Vision & Times Now
- o Felicitated by ZOTAC for Best Performance 2017-18
- o Awarded ABP News Brand Excellence for Most Preferred & Fastest Emerging IT Hardware Distribution House



2019

- o Recognised as 'Best Brand Strategist of India' by ZEE Business & Worldwide Achievers
- o Achieved Dell 2 in 1 Champion, Dell XPS Champion, Dell MSO/SD Retail Champion and Dell Diamond Champion for Dell Business in 2018-19. Mock to Back Awards in Prague (Czech Republic)
- o Supertron Foundation Awarded as the Best Corporate Foundation by CSR Times in September 2019
- o Received Kaspersky Distributor of the year



2021

- o Recognised as Best Value-Added Distributor by SME Channel for Outstanding Performance And Extraordinary Work Done During Pandemic
- o Mr. V K. Bhandari Awarded as 'TIMES VISIONARY LEADER' Times Power Icon 2021
- o Received Top Achiever Companies 2020 and Leader in ICT Distribution & Services Space in 2020 by NCN Magazine
- o Mr. V. K. Bhandari Awarded as Life Time Achievement Award by CWBTA



2020

- o Pride of Indian Leadership Award 2020, Supertron Electronics Pvt Ltd Leading IT & Telecom Distribution Brand in India
- o Supertron VAD Business Venture Winner of Best Value Added Distributor of India by Digital Terminal
- o Supertron Foundation Awarded for Best Corporate Foundation in Education Sector for Computer Empowerment Centre



2022

- o Mr. V. K. Bhandari Awarded By Times Of India Group as 'ET Inspiring Leader'
- o Top IT Distributor of India award 2022 by Digital Edge at Enterprise Channel Summit and Awards 2022
- o Most Reputed National Iot Distributor of 2021 by NCN

OUR LEADERSHIP TEAM

LED BY EXPERIENCE



Mr. Vishnu Kumar Bhandari
Chairman and Managing
Director



Mr. Vibhor Agarwal
Director, Marketing Alliances



Mr. Nirmal Kumar Meharia
Director, Finance &
Administration



Mr. Vipul Bhandari
Business Development
Manager



Mr. Raju Chandak
Company Secretary

CORPORATE INFORMATION

Board of Directors

Mr. Vishnu Kumar Bhandari

Mr. Vibhor Agarwal

Mr. Nirmal Kumar Meharia

Company Secretary

Mr. Raju Chandak

Auditors

D. K. Chhajer & Co.

Chartered Accountants

Nilahat House

11, R. N. Mukherjee Road, Ground Floor,
Kolkata - 700001

Registered Office

Supertron House

2 Cooper Lane, Kolkata - 700001

CIN: U32109WB1993PTC058211

Branches

North: New Delhi, Lucknow, Jaipur, Ghaziabad, Ludhiana, Chandigarh, Dehradun, Indore, Noida, Gurgaon, Parwanoo, Jammu and Jabalpur

East: Kolkata, Ranchi, Bhubaneswar, Patna, Guwahati, Raipur and Siliguri

West: Mumbai, Pune, Nagpur, Ahmedabad, Goa and Surat

South: Bangalore, Secunderabad, Kochi, Chennai, Coimbatore, Vijaywada, Madurai, Kozhikode, Hubli, and Pondicherry

Bankers

Karnataka Bank

Park Street Branch, Kolkata

State Bank of India

Commercial Branch, Kolkata

ICICI Bank

Gurusaday Road Branch, Kolkata

HDFC Bank

Gurusaday Road Branch, Kolkata

IDFC Bank

Ballygunge Circular Road, Kolkata

Union Bank of India

India Exchange Place, Kolkata

CORPORATE INFORMATION

Board of Directors

Mr. Vishnu Kumar Bhandari
Mr. Vibhor Agarwal
Mr. Nirmal Kumar Meharia

Company Secretary

Mr. Raju Chandak

Auditors

D. K. Chhajer & Co.
 Chartered Accountants

Nilahat House

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Registered Office

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South: Bangalore, Secunderabad, Kochi, Chennai, Coimbatore, Vijaywada, Madurai, Kozhikode, Hubli, and Pondicherry

Bankers

Karnataka Bank

Park Street Branch, Kolkata

State Bank of India

Commercial Branch, Kolkata

ICICI Bank

Gurusaday Road Branch, Kolkata

HDFC Bank

Gurusaday Road Branch, Kolkata

IDFC Bank

Ballygunge Circular Road, Kolkata

Union Bank of India

India Exchange Place, Kolkata

MANAGEMENT DISCUSSION AND ANALYSIS

Global Economic Review

The pandemic impacted the global economy to a great extent and at a breakneck speed that led to steep recessions in many countries. Even after two years of the Covid-19 outbreak, disruptions led by multiple waves of the pandemic strains continue to pertain and hamper progress. The year 2022 began on a weaker note due to the spread of the Omicron variant, with substantially higher transmission rates but less severity than the Delta variant.

Adding to the challenges, the unforeseen Russia-Ukraine conflict worsened the prospects of expected global recovery. The IMF revised growth projection of 6.1% in 2021, to 3.2% and 2.9% in 2022 and 2023, respectively – marking a downgrade of 0.4% and 0.7% from April projections (Source: <https://blogs.imf.org/2022/07/26/>)

global-economic-growth-slows-amid-gloomy-and-more-uncertain-outlook/#). Among the advanced economies, the United States is expected to grow by 2.3% in 2022, and by 1.0% in 2023, while other advanced economies are expected to return to pre-pandemic levels by 2023.

Further, frequent lockdowns in China, including a halt in operations of key manufacturing hubs, could lead to new bottlenecks in global supply chains. Higher commodity cost inflation and persistent price pressures could also lead to tightening monetary policy in many countries. Additionally, the rise in food, energy, and crude oil prices are causing the global economy to shrink. The current outlook is based on the Governments' efforts towards undertaking policies to address the current economic jitters, prioritising health spending and monetary infusion in the economy. With this, the global GDP is anticipated to grow at 2.9% in 2022-2023.

Regional growth (%)	2021	2022F	2023F
World	6.1	3.2	2.9
Advanced Economies	5.2	2.5	1.4
Emerging Markets and Developing Economies	6.8	3.6	3.9

(Source: IMF)

F-Forecast

Indian Economic Review

The Indian economy witnessed a remarkable recovery in 2021-22. GDP rebounded from a de-growth of -6.6% in 2020-21 to 8.7% in 2021-22. By the end of 2021-22, India became one of the fastest-growing major economies. The RBI slashed the 2022-23 GDP forecast to 7.2% from 7.8% earlier in April 2022 outlook, while the central bank raised the key policy interest rate by half a percentage, from 4.9% to 5.4%, to curb inflation. Global disruptions, shortages, and rising commodity prices persisted, owing to geopolitical tensions and sanctions, leading to a lingering impact of unusually high inflation risk on future growth.

The RBI is further expected to hike interest rates to control inflation while continuing with its accommodative stance to ensure gradual economic recovery. There is a high

probability of the country's fiscal deficit breaching the target level which was earlier pegged at 6.4% of GDP for 2022-23. India's core sector initially grew to 6.0% in February 2022 but then registered a slowdown, lowering to 4.3% in March after a decline in coal and crude oil output, while Index of Industrial Production (IIP) rose by 2.2%.

The outlook seems challenging owing to the external supply hiccups and geopolitical tension. The GOI is taking proactive measures to ensure a sustainable growth path for the country. Through its emphasis on urban infrastructure and the digital economy, this year's union budget is particularly supportive to the long-term expansion of India's real estate sector. The Government significantly increased its planned capital investment for the year to provide more job opportunities and boost economic activity.

Y-o-Y Growth of the Indian Economy

	2018-19	2019-20	2020-21	2021-22
Real GDP growth (%)	6.1	4.2	(6.6)	6.7

Growth of the Indian Economy in 2021-22

	Q1	Q2	Q3	Q4
Real GDP growth (%)	20.1	8.4	5.4	4.1

Source: CEIC DATA

Global IT Industry Review

Information technology, at present, is the strongest-growing sector in the economy and a major contributor to the GDP. With the sudden outbreak of Covid-19, the IT industry was led by growth given its role as a backbone to major business' establishing a virtual presence to cater to customer requirements even amid lockdown. The changes in the business environment following the pandemic, helped businesses shift online and collaborate in a distributed work paradigm.

The pandemic increased the pace of digital transition while supply chain disruptions obstructed way to capitalising on the industry's growth opportunities. Enterprises across industries are progressively investing in digital technology for developing competencies and becoming future-ready in today's digital era. Some of the primary factors, driving the rising adoption of digital technology are operational efficiency, contactless digital customer encounters, and hybrid work environments.

The global IT spending is anticipated to reach US\$ 4.4 trillion in 2022, recording a growth of 4% over 2021. The increase in spending is mostly due to the industry 4.0 transition. The United States holds the largest share of IT market in the world, representing 33% of the total, or approximately US\$ 1.8 trillion for 2022. Out of the other 67% of the global IT market share, Europe remains the significant contributor, accounting for approximately one of every five technology dollars spent worldwide. In terms of individual countries, China has undoubtedly established itself as a prominent player in the global technology sector. China has followed a trend prevalent in developing regions, where there is a dual effect of closing the gap in established categories such as IT infrastructure, software, and services, as well as establishing leading positions in emerging fields such as 5G and robotics.

Furthermore, the inflationary impacts on IT hardware are fading, with the focus turning to software and services. One of the most significant aspects of the technology space is employment, which is predicted to increase at around twice the rate as compared to the other occupations in United States. The global IT investment will have negligible impact as a result of the Russia-Ukraine conflict. Global IT spending currently showcases a trend of higher emphasis on Machine Learning (ML), Internet of Things (IoT), cloud computing Artificial Intelligence (AI), Blockchain, Big Data Analytics, Automation and innovative technologies for improving customer experiences.

Global Hardware and Peripherals Industry Review

The global computer hardware market is anticipated to grow from US\$ 1,129.39 Bn in 2021 to US\$ 1,215.76 Bn in 2022, at a CAGR of 7.6% (Source: globenewswire.com). The growth is largely owing to the companies reopening their business activities, since it came to a halt after the Covid-19 pandemic.

The computer hardware market comprises sales of computer hardware and allied services by entities (organisations, sole traders and partnerships) that provide computer hardware including personal computers (PCs), laptops and tablets, computer storage devices, peripheral equipment, and more. This market includes servers & processors and the main computer hardware types are computer storage devices & servers, and computer peripheral equipment – (including sensors) used to enter information/instructions into computers for storage/processing, the processed data is then provided to the operator/machine controlled by computer.

Smart city technologies use information and communication technology to efficiently manage and operate urban services such as transportation systems and water supply among others. These technologies are enabled through IoT – a confluence of computing devices, mechanical and digital products. The computer hardware market is likely to benefit from the investments in smart city projects across the globe. Going ahead, the global hardware market is anticipated to reach US\$ 1,568.25 Bn by 2026, at a CAGR of 6.6% (Source: globenewswire.com).

Global Gaming Industry Review

The global video game market size was valued at US\$ 195.65 Bn in 2021 and is anticipated to expand at a CAGR of 12.9% during 2022 to 2030. The advancement in technology and innovation in both hardware and software to improve real-time graphics rendering are expected to fuel market growth during the forecast period. Other key growth enablers include the proliferation of smartphones, increasing internet penetration, and the easy availability of games on the internet.

Changing consumer preferences and rising disposable income levels around the world are pushing widespread adoption of advanced gaming consoles with high-end features, such as record & share and cross-platform gameplay. The surge in preference for online gaming, among individuals, is popularising business models such as massively multiplayer online (MMO), Free2Play (F2P), and multiplayer games, and this trend shall continue over the forecast period.

While the pandemic took a heavy toll on the global economy, the video game industry flourished surprisingly. Even after lockdowns and restrictions imposed by various governments around the world to curb the infection rates, it led to a growth of the video game industry as people were forced to stay indoors, looking for ways to find entertainment. Thus, consequently increasing the number of users and the number of hours spent on playing online games.

The mobile segment contributed to a revenue share of over 40% in 2021 and is expected to continue dominating the market over the forecast period. The increasing smartphone adoption rate worldwide can be ascribed to the expansion of this segment. Over the forecast period, the console segment is also anticipated to achieve fast-paced growth. High-end displays and sound systems that are designed to deliver a better and more immersive gaming experience are expected to boost the expansion of the console segment.

The Asia-Pacific region dominated the market in 2021 with a revenue share of over 53%. Emergence of China as a major gaming hub allowed the regional market to dominate the global market. Moreover, the unrelenting rise in the smartphone usage in China is also propelling growth of the regional market.

The video game companies are currently focusing on developing next-generation video games, consoles and creating engaging video game content. Popular video game consoles such as PlayStation 4, Xbox O, and Wii U are currently leading the market. Their growth is majorly driven by their aggressive and proactive measures to innovate and enhance product differentiation to maintain their respective market shares.

Global ERP Software Market Review

The global Enterprise Resource Planning (ERP) software market was valued at US\$ 43.72 Bn in 2020, and is anticipated to reach US\$ 117.09 Bn by 2030, at a CAGR of 10% between 2021-2030 (Source: <https://www.alliedmarketresearch.com/ERP-market>). This growth will largely be driven by increased emphasis on finding cost-effective and efficient solutions for more streamlined business functioning and improved productivity. Furthermore, the rise in digitisation, alongside challenges faced by enterprises in analysing profits and costs, consumer behaviour and checking stocks, has elevated the demand for ERP.

The Covid-19 pandemic has impacted the way businesses operate. Manufacturers were forced to quickly shift their operations, from dealing with work-from-home regulations to handling high demand volatility and supply chain disruptions. The pandemic also urged businesses adapt to the new normal by formulating new business models. Under

this scenario, companies utilised their ERP software to scale their manufacturing operations.

The ongoing trend in the ERP software market includes higher demand for cloud-based solutions against traditional software that allows companies to share information across divisions. Through this, organisations can upload and access data on any device with an internet connection in real-time through the cloud, allowing improved departmental communication. Key players like Oracle, SAP are working closely to make these solutions more efficient and accessible for organisations globally.

North America captured the largest market share due to the crucial vendors such as Oracle, Microsoft, Infor and Epicor in the region. The continent witnessed higher adoption of advanced technologies, such as cloud computing, IoT, Big Data and business intelligence, further contributing to the regional market growth. The APAC countries are also expected to grow during the forecast period, owing to the evolving industry verticals, including manufacturing, BFSI, transportation, and logistics. Beside this, the Europe market is also expected to observe considerable growth in near future, led by rising technological advancements and growth of the regional manufacturing industry (Source: <https://www.fortunebusinessinsights.com/enterprise-resource-planning-erp-software-market-102498>).

Global E-Commerce Software Overview

The e-commerce software market was worth US\$ 6.16 Bn in 2020 and is predicted to become worth US\$ 20.19 Bn by 2028, registering a CAGR of 16.62% between 2021 and 2028. This shall be led mainly by the increase in the number of online stores, adoption of retail E-commerce software solutions, brick & mortar stores, digital start-up businesses, online selling, cross-border trade, and gradual shift of physical stores to online marketplace.

The pandemic led governments worldwide to initiate lockdowns and stay-at-home policies. As a result, the retail stores, malls, shops, and grocery outlets were shut, which ensued bulk purchasing across multiple e-commerce platforms. Under these circumstances, several retailers adapted their businesses, including virtual modes, and gained a better understanding of consumer behavior by changing their business strategies and advancing technologically. Such measures reflecting higher resilience and flexibility in operating business is driving growth of the market for e-commerce software.

The rapid pace of growth in the usage of smartphones in developed countries and emerging economies is being led by a growing number of internet users, notably in Asia Pacific, Latin America, and the Middle East. This is likely

to contribute significantly to the market growth. The US e-commerce software market is also registering substantial progress and reflects a promising tomorrow in terms of growth in this space. China continues to dominate the global e-commerce business, accounting for more than half of all retail sales worldwide (Source: <https://www.grandviewresearch.com/>).

Indian IT-BPM Sector Review

The IT-BPM industry in India constitutes 8% of India's GDP. The market size of India's IT-BPM sector is anticipated to grow to US\$ 350 Bn by 2025. In 2019-20, the market size of Business Process Management (BPM) was valued at US\$ 38 Bn, and it is anticipated to reach US\$ 54 Bn by 2024-25. This progress will be led by rapid growth of urban infrastructure and the establishment of various IT centers in the country while at present, this sector continues to be the largest employer in the nation. It is likely to create about 3 Lacs jobs by March 2023 amid the fast-paced adoption of emerging technologies. On the other hand, India's spending on information technology is anticipated to reach US\$ 144 Bn in 2023.

India is continually fortifying its digital capabilities, adopting deep tech innovations, and focusing on deploying emerging technology solutions such as Machine Learning (ML), Cybersecurity, Artificial Intelligence (AI), and the Internet of Things (IoT). The tech industry is on the path of another transition, simultaneously affecting the thriving of businesses and work patterns. The IT-BPM industry has crossed the US\$ 200 Bn mark and reached US\$ 227 Bn in 2021-22. For the same period, export revenue from this industry stood at about US\$ 178 Bn. In terms of industry trends, 5G, cloud computing, e-Governance, green communications, and emerging technologies such as adoption of AI, blockchain, IoT, Robotics, 3D printing continue to shape the future of this industry (Source: IBEF, ETimes).

Growth Drivers of Indian IT Industry

India's IT Software Products

The Indian IT software products market achieved noteworthy over the past few decades, from being valued at US\$ 40 Mn in the 1990s to US\$ 10 Bn by 2022. It has been a vital pillar in propelling the country's economic growth, and the industry is poised to harness new and emerging technologies to unleash possibilities. Global companies are also embracing Indian software products, with 80% buyers in mid-sized BFSI, retail, tourism, healthcare, and more. The software product segment shall see greater offtake of productivity software, and cybersecurity solutions as enterprises further enhance their tech portfolio.

Investments in Technology for R&D

R&D investments are expected to rise between 10% and 20% against last year, for over one-third of the technology firms, basis their emphasis on exploring better opportunities. This emphasis is backed by their ability and investments to innovate & build new products and services. The four verticals of BFSI, Healthcare, Manufacturing, and Retail/ e-commerce are expected to become the primary consumers of technology in propelling the segment's future growth, resulting from their search for solutions focused on leveraging AI, Analytics, Automation and Cloud.

Growing Demand

Currently, there are 692 Mn active internet users in India, including 351 Mn users from rural India and 341 Mn users from urban India. This customer base is further anticipated to become 900 Mn users by 2025. The year 2021-22 is expected to be a breakthrough year for India's technology industry with the total industry revenue projected to reach US\$ 227 Bn in 2021-22 (15.5% Y-o-Y growth), witnessing a US\$ 30 Bn incremental revenue. As per NASSCOM, the industry can achieve the ambitious target of becoming a US\$ 350 Bn by 2025-26, growing at a rate of 11-14%.

Wide Distribution Network

A business' top priority lies in expanding its reach and penetrating deeper into its relevant market segment while strengthening its distribution network. Retail, BFSI, telecom, tourism and healthcare are among the sectors striving to widen their distribution network alongside delivery centers on a global scale for higher and enhanced industry relevance for building a competitive edge.

Increased Focus on Innovation

The industry is full of flourishing businesses that develop innovative IT product platforms to solve critical consumer needs. Across the Fintech space, these platforms have gained much importance, augmenting industrial growth and enhancing development. In the past years, AI besides other technological platforms, gained immense popularity due to search for innovative and more efficient business solutions.

Patents Filing

The emergence of digital technology is leading to an increase in patent filing. This is further giving rise to competition alongside a search for discovering better solutions over the existing industry services. Over 85,000+ patents were filed resulting from emerging tech in India, between 2015 to 2020. ~10,000 patents have been filed in 2021-22 by the top 5 tech Indian firms.

(Source: NASSCOM, Economic Times, Business Standard)

Indian Hardware and Peripherals Industry Review

The Indian IT hardware market registered strong growth in the past two years owing to Covid-19 pandemic. However, due to the disruptions, PC manufacturers were unable to meet the sudden surge in demand, causing PC prices to rise, and sales volumes to remain moderate. Multiple lockdowns and social distancing measures dramatically increased the number of employees working from home and businesses witnessed an urge to continue operating with a hybrid model to combat challenges.

India's computer software and hardware sector garnered a cumulative foreign direct investment (FDI) inflow worth US\$ 81.31 Bn between April 2000 and December 2021. The sector ranked second in FDI inflows as per the data released by the Department for Promotion of Industry and Internal Trade (DPIIT). Computer software and hardware currently account for 14.19% of total FDI inflows.

The Indian IT hardware market was worth US\$ 10,077 Mn in 2021, reflecting a 2.6% CAGR between 2016 and 2021. In comparison, the South Korean and Chinese markets expanded at CAGRs of 2.2% and 2.7% during the same time period, respectively, to reach US\$ 6,696 Mn and US\$ 52,166 Mn in 2021.

The Government announced the IT hardware PLI scheme in February 2021, with a planned investment of Rs. 7,350 Crores over a four-year period. Domestic players that invested Rs. 20 Crores and achieved sales of Rs. 50 Crores in the first year, Rs. 100 Crores in the second, Rs. 200 Crores in the third, and Rs. 300 Crores in the final year would be eligible for ~4% incentives on incremental sales over 2019-20, the base fiscal year. The Government is likely to rework the IT hardware production-linked incentive plan to address complaints that the incentives were insufficient to offer a business rationale for investing in facilities in India.

(Source: Market Industry report, June 2022)

Indian E-Commerce Industry Review

In 2021, the Indian e-commerce market was estimated to be worth Rs. 5,582.47 Bn and is expected to reach a value of Rs. 23,725 Bn by end of 2027 — registering a CAGR of 27.50%, between 2021 to 2027. This is expected to result from increased internet and smartphone users, enhanced legislative reforms, and rise in disposable income, leading to tremendous developments in the industry, as observed in the last five years. Acceptance of digital payments, combined with favourable demographics and regulatory reforms, further stimulates the market's overall growth.

E-commerce players are improving user online purchasing experiences, by offering them end-to-end shopping services, including long-haul logistics. The Covid-19

outbreak significantly impacted India's internet tourism industry in 2020. However, the segment's long-term growth fundamentals remain intact, with most e-commerce segments expected to grow remarkably between 2021 and 2027. Consumer purchasing preferences have recorded a dramatic transition, particularly in health and pharmaceuticals, groceries, and food delivery categories. Because of this growing consumer base of e-commerce and increased FDIs, the online retail sector is projected to dominate the Indian e-commerce market by 2027. It is predicted that the Indian consumer market will see emerging trends that will influence the e-commerce industry.

The GOI started a test phase of the open network for digital commerce (ONDC), a UPI like protocol, across five cities. This is aimed at simplifying the fast-growing e-commerce sector to help small businesses and reduce the dominance of online retail giants. This includes curtailing the dominance of Amazon and Flipkart, which control over half of the country's e-commerce industry. Thus, providing preferential sellers special treatment and supplier margins.

(Source: Netscribes E-commerce market in India 2022 report, May 2022)

Growth Drivers for Indian E-Commerce Industry

Quick Delivery Services

Consumers prefer commerce platforms with quick deliveries of about 10-20-minutes over other platforms. Thus, growing 20-25% faster in volumes than platforms taking four hours or longer for deliveries. New emerging formats like quick commerce largely fueled E-commerce's accelerated growth. India's total addressable market (TAM) for quick delivery commerce constitutes about US\$ 45 Bn. Over the last few years, quick delivery commerce has seen a significant trend in metropolitan cities of the country such as Bengaluru, Chennai, and New Delhi. Its penetration within the online consumables market is about 7% and is expected to grow to 12-13% by 2025.

Growing Smartphone Penetration

With the rise in accessibility increasing user base of internet and smartphone, in India, is propelling the growth of e-commerce by helping them acquire more consumers. On an average, nearly 6 Mn people are being added to the online community in India every month. Factors such as rising economic stature and the growth of dispensable incomes, the digitally native nature of the millennial and Gen Z consumers, and the pandemic have further expedited the e-commerce exposure of the Indian consumers.

Improved Digital Connectivity

With an anticipation of improvement in online ecosystem and internet connectivity in the coming years, led by

Government initiatives such as 'Digital India', buyers and sellers especially from rural regions, Tier 2 and Tier 3 cities will enjoy improved connectivity via digital ecosystem. This will aid the surging growth of the e-commerce market in India between 2021-22 and 2026-27E. Further, these improvements in digital connectivity shall also act as an extended platform for sellers from rural regions, Tier 2 and Tier 3 cities to market their products to a larger consumer base.

Online Penetration of Retail

With improvements in online connectivity and digitalisation, retail businesses shall enjoy higher benefits by acquiring more customers given increased preference for online purchasing and the Covid-19 strains' lingering impact. Online penetration of retail is anticipated to reach 10.7% by 2024 compared with 4.7% in 2019. Furthermore, online shoppers in India are projected to reach 220 Mn by 2025.

Indian Gaming Industry Review

The India gaming market was valued at US\$ 1,453.1 Mn in 2020, and is anticipated to increase to US\$ 4,886.3 Mn by 2026, witnessing a CAGR of 20.83%. India has one of world's largest youth populations and is expected to become one of the world's leading market destinations in the gaming industry. This growth will be majorly led by increase in youth population, higher disposable income, introduction of new game genres, and the fast-growing number of smartphone and tablet users.

The pandemic driven lockdowns hastened the growth of online gaming in India. According to the Broadcast Audience Research Council India (BARC) report, the average time spent by gaming users per week grew by 44%, from 2 hours 31 minutes to 3 hours 38 minutes every week, during the lockdown period. The substantial increase in the time spent on games resulted from virtual zones serving as the platform to interact, engage, and compete, for the game users seeking a form of entertainment to spend their leisure time at home.

Game developers are constantly striving to improve gamer's experience and introduce new games, for various consoles and platforms, such as Xbox, PlayStation, and Windows PC. Besides, cloud gaming, at present, is an emerging technology across the gaming industry. This technology allows the user to stream high-end games across hand-held devices, such as laptops, tablets, and mobiles, with fast network connectivity, thus, eliminating regular hardware upgrade needs. Hence, driving growth in this industry.

Furthermore, consumer technology behemoths, Apple and Google, debuted their own cloud gaming platforms, Arcade and Stadia, in India. These cloud-based subscription-

based services, which have just been launched in selected markets (including India), are anticipated to be the major game changers in the gaming industry. These services are available on various platforms, including smartphones, laptops, desktop computers, and personal computers.

As per Invest India, India is home to around 15,000 game developers and 275 game development companies. With the help of Government initiatives, such as Make in India, India is witnessing a hike in gaming startups, leading to job creation opportunities for the youth.

Indian ERP Industry Review

The Enterprise Resource Planning (ERP) application is widely used in the manufacturing sector in India. Revenue from the ERP segment is anticipated to reach US\$ 2.70 Bn by 2022. One of the key factors propelling the segment's growth is the rising demand for effective and economical solutions among the organisations to optimise and streamline operations. The digitisation of public and private institutions and government initiatives supporting expansion of IT industry are also driving increased demand for enterprise resource planning software. Furthermore, higher operational efficiency and transparency in Company operations, coupled with the growing popularity of mobile and cloud-based applications, are likely to affect market demand over the next five years.

The outbreak of Covid-19 brought in a transformation in organisations to work on digital platforms. Enterprises are continually looking for solutions that would help them achieve the required operational efficiency and transparency in the business operations while avoiding financial burden on the business. On a day-to-day basis, companies collect huge data and are always looking for solutions that can handle such a variable and huge volume of data, thus aiding in making informed decisions. Going ahead, big data and analytics technology is anticipated to create new opportunities for the Indian enterprise resource planning market due to high demand for analytics-based solutions. Revenue from the industry is anticipated to grow at a CAGR of 13.43% between 2022-2027, resulting in a market volume of US\$ 5.07 Bn by 2027.

Supertron at a Glance

Headquartered in Kolkata, Supertron Electronics Private Limited (referred to as 'Supertron' or 'We' or 'the Company') was established in 1993 and is among the leading Indian players in the IT distribution and marketing segment. Supertron's comprehensive range of products includes laptops, desktops, flash drives, servers, printers, peripherals,

memory modules, storage devices, smartphones, external hard drives, PC components, notebooks, and consumer electronic products of renowned international brands. Total strength of 584 employees looks after the Company's 30 branch offices, 36 satellite offices and 60 warehouses, across 29 states and 7 union territories. The Company has a pan-India presence and caters over 12,000 retailers.

The Company's marketing and distribution capabilities enable the business to fulfill organisational objectives while striving to unlock new avenues of growth. We undertake marketing activities such as promotional schemes and roadshows to enhance our network and reach. The Company's branch offices are located in Tier-2 and Residential managers run tier-3 cities of India and the satellite offices. Our robust distribution network covers more than 85% of India and is backed by different strategies undertaken by us to achieve monthly business targets. This, includes keeping track of every level in our value chain – right from demand distribution and shipment, to informing dealers about the deliverables.

Supertron's channel partnership helps the business to penetrate deeper into the market, across the length and breadth of India. Thus, enabling us to widen our customer base, and leading to higher revenues. The Company uses periodic feedback received from the business; channel partners to scale-up operations and improve demand forecasts. Additionally, this strong relationship with our channel partners complements our agility to respond and achieve a secure place in the industry by successfully adapting to the market dynamics.

Enterprise Business

Supertron is a one-stop leading enterprise solution-provider, from data centres to super computers. Our product portfolio includes hardware support, cloud computing, networking and systems integration among others. These solutions help us in cost minimisation and operational efficiency. Over the years, the Company has gained popularity as an enterprise solution-provider due to our engagement with trusted brands, following ethical business practices and offering dedicated after-sales service.

Supertron strives to record higher revenues from this vertical by adding new and innovative products to provide customers better service.

Our Best-in-Class Offerings

Enterprise

- Laptops, desktops and other components and peripherals of Acer, Dell and Lenovo
- End-to-end solutions and a range of products for corporates, enterprises and governmental agencies through its system integration partners

System Integration

Boardroom utilities

- Samsung large format displays
- Barco collaboration
- Management suite
- Optoma projectors
- Acer projectors

Networking solutions

- Ubiquiti Wi-Fi networking products
- TP-Link networking products

Storage solutions

- Seagate storage products
- LaCie storage products
- Synology network-attached storage solutions
- Samsung enterprise solid state drives

Security solutions

- Kaspersky Antivirus Solutions

E-commerce Business

Our IT products are listed on the e-commerce platforms, and are delivered to our customers directly from the warehouse. Offering complete range of products in line with an increase in consumer preference for online shopping, better bargains and back-to-back promotional offers, the Company remains poised to benefit from the developments in the Indian e-commerce business.

The Company is managing supply chain for e-commerce behemoths such as Flipkart and Amazon. Supertron also strengthens the business' exclusive partnership with IT hardware brands like Dell, Seagate and Acer.

Risk Management

At Supertron, we have an effective risk management system that allows us to identify, assess and respond to possible risks appropriately in timely manner. The Company proactively examines the impact of internal and external environment risks and then accordingly undertakes mitigation measures.

The following table consists of some risk factors and their mitigation strategies:

Risks	Impact	Mitigation
Changing economic conditions	Newer development in the competitive global IT industry and economic downturn may have unfavourable impact on the Company's operational and financial performance	The Company's diverse solution to IT industry and our strong marketing and distribution network aids us to mitigate the risk, while protecting margins
Competition risk	The industry has several other players who provide products at competitive pricing, leading to intense competition	The Company has engaged in exclusive tie-ups with over 70% of our suppliers
Foreign exchange risk	The fluctuations in the fair value or future cash flows due to the change in forex rates might affect the Company's profitability	The Company tracks the currency rates and accordingly undertakes the hedging position. We also hedge 50% import to tackle the forex volatility risk
Funding risk	Lack of long-term funding at a competitive cost can impact the Company's cash reserves	The Company's cash balance stood at Rs. 78 Crores for 2021-22, as compared to Rs. 95 Crores in the previous year. During the year, Our debt has gone up from 265.00 Crores in 2020-21, to 420.00 Crores in 2021-22, while the interest cover stood at a robust 8.18X as on March 31, 2022
Human resource risk	The Company's inability to attract talented professionals may impact business operations and lead to inefficiency, failing to harness potential growth opportunities	The Company puts efforts to maintain healthy relationship with our employees. Our employee strength stood at 584 on March 31, 2022, while the retention rate stood 95% during the year under review

Financial Review

Particulars	2020-21	2021-22
EBITDA/Turnover (%)	2.01	2.87
EBITDA/Net interest ratio	4.73	8.18
Debt-to-equity ratio (x)	0.52	1.22
Return on equity (%)	21.45	30.08
Book value per share (₹)	231	329
Earnings per share (₹)	49.7	99.07
Debtors turnover (days)	45	47
Inventory turnover (days)	25	36
Interest coverage ratio	4.73	8.18
Current ratio (x)	1.28	1.29
Operating profit margin (%)	4.33	5.50
Net profit margin (%)	1.14	1.86

Internal Control Systems and its Adequacy

The Company's internal audit system is continuously monitored and updated to ensure that the assets are safeguarded, and comply to established regulations with the pending issues being addressed promptly. The Audit Committee reviews reports presented by the internal auditors on a routine-basis. The Committee makes note of the audit observations and takes corrective actions, if necessary. It maintains constant communication with the statutory and internal auditors to ensure that internal control systems are operating effectively.

Human Resources and Industrial Relations

The Company's Management believes in developing teamwork and building a self-motivating corporate

environment. Supertron is committed to being the employer of choice by developing an inclusive culture, a strong talent pipeline, and organisational capabilities. During the year, the Company organised training programmes in different areas, including technical skills, behavioural skills, business excellence, general and advanced management, leadership skills, customer orientation, safety, values and code of conduct. The Company's employee strength stood at 592 as on March 31, 2022.

Cautionary Statement

The statements made in this section describe the Company's objectives, projections, expectation and estimations which may be 'forward-looking statements' within the meaning of applicable securities laws and regulations.



SUPERTRON ELECTRONICS PRIVATE LIMITED

2, COOPER LANE, KOLKATA – 700001.

CIN No U32109WB1993PTC058211

NOTICE

Notice is hereby given that the Twenty-Ninth Annual General Meeting of the shareholders of the Company will be held on Friday, September 30, 2022 at its Registered Office at 2, Cooper Lane, Kolkata- 700001 at 11 A.M. to transact the following business:

Ordinary Business: -

1. To receive, consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2022 together with the Reports of the Directors and the Independent Auditors and to pass the following resolution as an ordinary resolution: -
"Resolved that audited financial statements including Statement of Profit and Loss for the year ended March 31, 2022, the Balance Sheet as on that date, the annexures thereto, the Cash Flow Statement for the year ended on March 31, 2022, the Reports of Independent Auditors and Directors thereon be and are hereby received and adopted."
2. To declare Final Dividend and to consider and it thought fit to pass with or without modifications the following resolution as an ordinary resolution: -
"Resolved that a final Dividend of Rs. 1.50 per share out of current profits of the Company for the year ended March 31, 2022 amounting to Rs. 1,57,40,400/- be declared and paid."
3. To Confirm appointment of Auditors M/s D.K Chhajer & Co Chartered Accountant Registration No.304138E to office as Auditor of the Company upto the conclusion of the forthcoming Annual General Meeting and are eligible for re appointment.
"RESOLVED THAT pursuant to the provisions of section 139 and other applicable provisions, if any, of the Companies Act, 2013, M/s D K Chhajer & Co., ICAI Registration Number 304138E, be and are hereby re-appointed as the Statutory Auditors of the Company and they will hold office from the conclusion of the 29th Annual General Meeting until the conclusion of the forthcoming Annual General Meeting on such remuneration as may be approved by the Board."

By order of the Board of Supertron Electronics Pvt Ltd

Raju Chandak

Company Secretary

ACS-18070

Place: Kolkata

Dated: September 02, 2022

NOTES:

1. Every member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of him/her and such proxy need not be a member. The Proxies should, however, be deposited at the Registered Office of the Company not less than 48 hours before the time of the meeting.
2. The Register of Members and Transfer Books of the Company will remain closed from September 29, 2022 to September 30, 2022 (both days inclusive) for the purpose of Dividend payment.

DIRECTORS' REPORT

FOR THE FINANCIAL YEAR 2021-22

To,

The Members,

Your directors have pleasure in presenting their 29th Annual Report on the business and operations of the Company together with the Audited Financial Statements for the year ended March 31, 2022.

Financial Highlights

During the year under review, the Company has been able to make a satisfactory performance; a brief break up of the same is given as under:

(Rs. in Crores)

Particulars	Standalone		Consolidated	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Turnover	5588.59	4558.93	5598.32	4574.49
Other Income	6.00	7.44	6.16	7.45
Profit before finance charges, Tax, Depreciation/Amortisation	159.82	91.86	160.45	92.00
Less: Finance Charges	19.61	19.47	19.61	19.47
Profit before Tax, Depreciation/Amortisation	140.21	72.39	140.84	72.53
Less: Depreciation	1.26	1.15	1.26	1.16
Net Profit before Taxation	138.95	71.24	139.58	71.37
Provision for Taxation	35.57	19.21	35.63	19.22
Profit/(Loss) after tax	103.38	52.03	103.95	52.15
Provision for proposed dividend	1.57	0.79	1.57	0.79
Transfer to General Reserves	2.00	2.00	2.00	2.00
Carried to Balance Sheet (incl. Brought Forward)	296.90	197.09	297.93	197.54
Earnings per share (Basic & Diluted)	98.52	49.59	99.07	49.70

Business Performance

During the year the Company has recorded a turnover of Rs. 5598.32 Crores as compared to Rs. 4574.49 Crores, reporting an increase of 22% over the previous year. The Company's profit before taxation for the year was Rs. 139.58 Crores as against Rs. 71.37 Crores in the previous year. IT industry has witnessed upturn due to demand of laptops and IT products owing to shift of onsite workplace to Work from home for most of the organisations and a majority of schools starting online classes for pupils resulting in increased demand. On Standalone basis, the Company has reported turnover of Rs. 5588.59 Crores against Rs. 4558.93 Crores in previous fiscal.

Change in Nature of Business

There is no change in the nature of business of the Company and its geography as well. The Company is operating in India and Singapore only.

Dividend

Your Directors recommend a dividend @ Rs. 1.50 per share i.e. 15% for the year as compared to Rs. 1.50 per share during the previous year. The dividend on approval by members will absorb Rs. 157.40 Lacs subject to TDS in force at the time of payment under section 194K of Income Tax Act 1961.

Amounts Transferred to Reserves

The Company has transferred Rs. 2.00 Crores to General Reserve as compared to Rs. 2.00 Crores in the previous year.

Business Strategy

Your Company's strategy to foray into commercial segment of the business has started giving results. Due to digitalisation this segment of the industry is poised to record good growth in coming years. The Company's Value-added Division (VAD) is performing extremely well and the Company is expecting a three-digit revenue in this division in 2022-23. This growth will improve the bottom-line of the Company in coming years.

Prospects

The pandemic Covid 19 has opened new doors for the industry. Since outbreak of pandemic most of the business entities has moved digital and even schools have also moved to a digital environment. There will be no looking back and gradually the computer penetration will increase in the country. Even during forthcoming years there will be new opportunities by way of upgradation and replacement of existing assets. The Low penetration of Computers in the country always leaves the gates open for growth in future.

Product Diversification

Over the years the Company always emphasis on adding new products, which helps the Company not only to increase

the topline but also the bottom line. The Company has made new tie up with HAMA a German brand and is known for its niche and high-quality Mouse and Headsets, Philips for its mobile and computer accessories, Poly for Speaker and Headsets and Rapoo for Keyboard, Mouse, Web Camera Headsets. The Company is also in advance level discussion with certain other brands and also planning to cater the commercial segment of Consumer Electronics and Home Appliances.

Geographical Diversification

The Company has not opened any Branch during the current Financial year and rather than emphasised to work with the satellite branch concept to control its cost. The Company focused approach in adopting technologies for empower its sales force and in this step the CRM tool has been rolled out and giving very good results. The Company has done test runs of it's another tool by way of an App which will empower its dealers in interacting and transacting with the Company digitally.

Material changes and commitment if any affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate and the date of the report

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which this financial statement relate on the date of this report. Further, there has been no change in the nature of business of the Company.

Director's Responsibility Statement

To the best of knowledge and belief and according to information and explanations obtained by them, your Directors make the following statement in terms of Section 134(3)(c) of the Companies Act, 2013:

- 1) that in preparation of the Annual Accounts for the year ended March 31, 2022 the applicable Accounting Standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- 2) such accounting policies have been selected and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as March 31, 2022 and of the profit of the Company for the year ended on that date;
- 3) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- 4) that annual accounts have been prepared on a 'going concern' basis;
- 5) that the Directors have laid down financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

- 6) that the Directors devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Auditor

The Company has proposed to re-appoint M/s D K Chhajer & Co. as Statutory Auditor of the Company, having Firm Registration Number: -304138E subject to approval of Shareholders in ensuing AGM for a period of one year to hold office until conclusion of ensuing Annual General Meeting on terms and conditions and remunerations as decided by Board.

Auditors Observations

There are no qualifications or adverse remarks in the Auditors Report which require any clarification/explanation. The Notes to Accounts forming part of the financial statements are self-explanatory and needs no further explanation.

Conservation of Energy, Technology Absorption & Foreign Exchange Earnings and Outgo

The provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2022 is given below:

- (A) Conservation of Energy - Does not apply to the Company.
- (B) Technology Absorption - Does not apply to the Company.
- (C) Foreign Exchange Earnings and Outgo -

During the year under review the total Foreign Exchange Inflow was Rs. 102.03 Crores (Previous Year 67.36 Crores) and Outflow was Rs. 6.37 Lacs (Previous Year Rs. 42.22 Lacs) on account of foreign travel & Other Reasons and Rs. 1313.50 Crores (Previous Year Rs. 1030.50 Crores) on account of imports during the year under review.

Insurance and Risk Management

The assets of the Company are adequately insured against the loss of fire, riot, earthquake, terrorism, loss of profits, etc. and other risks which considered necessary by the management. The Company has insured its receivables as well against credit risk of counterparties. The Company developed and implemented risk management policy including identification therein of elements of risk, if any, which in the opinion of the Board may threaten the existence of the Company.

Corporate Social Responsibility

"Our Policy is to provide Education, Nourishment, Health and Shelter to the Children, Youth and Elderly of underprivileged of our society, irrespective of their Caste, Creed and Religion. Our Policy also focuses on providing clean environment, undertake animal welfare measures and enhance green vegetation."

SEPL has been undertaking various social to initiatives help needy and under privileged sections of the society right from its inception.

The Company has been working closely with following NGOs and focusing on the education, health and welfare of children, youth and elderly.

The details of CSR Policy and Spends are specified in Annexure "A".

Particulars of Contracts or Arrangements Made with Related Parties

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the Company has not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions.

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 186 is furnished in clause (c) of Note 27 to the Financial Statements for the year ended March 31, 2022.

Particulars of Loans, Guarantees or Investments Made Under Section 186 Of The Companies Act, 2013

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

Company's Policy Relating to Directors Appointment, Payment of Remuneration and Discharge of Their Duties

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

Annual Return

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in Annexure B and is attached to this Report and has been uploaded in website of the Company.

Particulars of Employees

No employee draws Remuneration in excess of the limits provided in the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016. Rule 5(2) of the said Rules state that the Board's Report shall include a statement showing the names of top ten employees in terms of Remuneration drawn and the name of every employee, who, if employed throughout the financial year, was in receipt of Remuneration for that year, which, in the aggregate, was not less than 102 Lacs and if employed, for part of the financial year, was in receipt of Remuneration for

any part of that year, at a rate which, in the aggregate, was not less than 8.50 Lacs per annum.

The Particulars of employees as required under section 197 and rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 have been furnished in Annexure "C".

Number of Board Meetings

During the Financial Year 2021-22, 11 meetings of the Board of Directors of the Company were held.

Details of Subsidiary, Joint Venture or Associates

The Company has one Subsidiary Company namely Supertron Singapore Pte Limited is a Wholly Owned Subsidiary Company of the Company. In accordance with Section 129 (3) of the Companies Act 2013, a statement containing salient features of the financial statements of the subsidiary Company in form AOC-1 is appended as Annexure A to the Boards Reports.

Details of significant & material orders passed by the regulators or courts or tribunal

There is no order passed by authorities which impacts the going concern status and Company's operations in future.

Deposits

The Company has not accepted deposits of any nature.

Secretarial Audit Report

The Company has obtained Secretarial Audit Report from a practicing Company Secretary and there is no qualification from their side.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressed) Act, 2013

The Company has NIL case filed under Sexual Harassment of women at workplace (Prevention, Prohibition Redressed) Act, 2013.

Fraud Reporting (Required by Companies Amendment Bill, 2014)

There are no cases of fraud by or against the Company.

GENERAL

Your Directors states that no significant or material orders were passed by the Regulators or Courts or Tribunals which may impact the going concern status and Company's operations in future and that there was no case filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Cost Auditors

The provisions relating to appointment of Cost Auditor is not applicable to this Company.

Acknowledgment

The Directors express their sincere appreciation to the valued shareholders, bankers, suppliers, employees and clients for their support.

For and on behalf of the Board of Directors

(Nirmal Kumar Meharia)
Director
DIN No – 03152656

(Vishnu Kumar Bhandari)
Director
DIN No - 176658

Place: Kolkata
Date: September 02, 2022

ANNEXURE "A" TO THE BOARDS' REPORT OF SUPERTRON ELECTRONICS PRIVATE LIMITED

Annual Report on Corporate Social Responsibility Activities as prescribed under Section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014:

1. Brief outline on CSR Policy of the Company:

The Company undertakes its CSR activities through its internal CSR Team as well as various implementing agencies. The main focus of the Company is towards the promotion of education and healthcare, Animal Welfare and Public Welfare. The Company has framed a CSR Policy in compliance with the provisions of the Companies Act, 2013 and Rules made thereunder. The CSR Policy provides for carrying out CSR activities in respect of those areas as provided in Schedule VII of the Companies Act, 2013.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Nirmal Kumar Meharia	Director	4	4
2	Vishnu Kumar Bhandari	Director	4	4

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

<https://www.supertronindia.com/sustainability/csr/>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).

The Company at present is not required to carry out impact assessment in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 for the Financial Year 2021-2022.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl No	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
			Nil

6. Average net profit of the company as per section 135(5). Rs. 51,05,06,447

7. (a) Two percent of average net profit of the company as per section 135(5) : Rs. 1,02,10,129.00

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. Rs Nil

(c) Amount required to be set off for the financial year, if any: Rs. Nil

(d) Total CSR obligation for the financial year (7a+7b-7c). : Rs 1,02,10,129.00

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (Rs)	Amount unspent				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of Fund	Amount	Date of Transfer
49,97,735	52,12,394	30-04-2022	N.A.	Nil	N.A.

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl No	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project	Project duration	Amount allocated for the project (in Rs)	Amount spent in the current financial Year (in Rs)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs)	Mode of Implementation - Direct (Yes/ No)	Mode of Implementation - Through Implementing Agency
1	Supertron Education Centre	Promotion of Education	Yes	Kolkata	5 years	6.00 Crores	Nil	52,12,394	No	Supertron Trust

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project		Amount spent for the project (Rs)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
				State	District			Name	Nature of Project
	As per the Annexure 1					49,97,735			

d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) = Rs 49,97,735.00

(g) Excess amount for set off, if any: Not Applicable

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl No	Preceding Financial Year	Prescribed CSR Expenditure as per Section 135 of the Act, 2013 (Rs)	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs)	Amount spent in the reporting Financial Year (in Rs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial Years (Rs)
					Name of the Fund	Amount (Rs)	Date of transfer	
1	2020-2021	8259184	5719184	0	0	0	0	5719184
2	2019-2020	7828126	4378126	0	0	0	0	4378126
3	2018-2019	6843621	3843621	0	0	0	0	3843621

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

Sl No	Project ID No	Name of the Project	FY in which the Project was Started	Project Duration	Total Amount allocated for the Project in (Rs)	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year (in ₹)	Status of the project - Completed / Ongoing
NIL								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: Not Applicable

(a) Date of creation or acquisition of the capital asset(s): N.A.

(b) Amount of CSR spent for creation or acquisition of capital asset. : N.A.

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: N.A.

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset). N.A.

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):

The Company will set up of a 'Supertron Education Centre' through a Trust named as Supertron Foundation (CSR Registration No . CSR00010387). The total Project out lay shall be around 6.00 Crores and the said Trust is looking for a suitable parcel of Land in or around Kolkata, in West Bengal. The Trust is in negotiation stage of finalization of Land. As the Project is running, the Company has transferred the unspent CSR amount to a separate Bank Account. Presently the Company has transferred Rs. 1,91,53,326/- ..to the said account towards the unspent CSR Expenditures of earlier years.

Place : Kolkata
Date : September 02, 2022

Nirmal Kumar Meharia
(Whole Time Director)
DIN: 03152656

Vishnu Kumar Bhandari
(Chairman of CSR Committee)
DIN: 00176658

ANNEXURE -1

1	2	3	4	5	6	7	8	9	10
S. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programme (1) Local area or other 2) Specify the state and district where projects or programs was undertaken	Amount outlay (budget project or programme wise	Amount spent on the project or programme Sub Heads; (1) Direct expenditure on projects or programmes (2) Overheads	Cumulative expenditure up to the reporting period	Amount Spent direct or through implementing agency	State	Sector
1	Supertron foundation	Social Welfare	Local	25,00,000	25,00,000	25,00,000	Through Trust	West Bengal	Socio Economic Inequality
2	Ved Vignan Maha Vidya Peeth (Affiliated with Art of Living Foundation)	Social Welfare	Local	1,04,000	1,04,000	1,04,000	Direct	West Bengal	Rural Development
3	Supply of Oxygen Concentrator	Social Welfare	Local	15,60,836	15,60,836	15,60,836	Direct	West Bengal	Health Care
4	Friends of Tribal Society	Social Welfare	Local	2,20,000	2,20,000	2,20,000	Direct	West Bengal	Education
5	Marwari Relief Society	Social Welfare	Local	1,00,000	1,00,000	1,00,000	Direct	West Bengal	Health Care
6	SSRD (Sri Sri Ravi Shankar Development Trust)	Social Welfare	Local	5,00,000	5,00,000	5,00,000	Direct	West Bengal	Socio Economic Inequality
7	Old Age Home	Social Welfare	Local	12,960	12,960	12,960	Direct	West Bengal	Socio Economic Inequality
				49,97,796	49,97,796	49,97,796			

ANNEXURE "B"

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURNAs on financial year ended on March 31, 2022

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

I. REGISTRATION & OTHER DETAILS:

1	CIN	U32109WB1993PTC058211
2	Registration Date	March 23, 1993
3	Name of the Company	SUPERTRON ELECTRONCIS PRIVATE LIMITED
4	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES INDIAN NON-GOVERNMENT COMPANY
5	Address of the Registered office & contact details	2, COOPER LANE, KOLKATA - 700 001, Mr Nirmal Kumar Meharia, 033-22131221
6	Whether listed Company	NO
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NOT APPLICABLE

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the Company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Wholesale of Computers, computer peripherals equipment and software	4561	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Supertron Electronics Pte Ltd	Nil	Subsidiary	99.90	129

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the end of the year [As on March 31, 2021]				No. of Shares held at the end of the year [As on March 31, 2022]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF		47,90,225	47,90,225	45.65%		47,90,225	47,90,225	45.65%	0.00%
b) Central Govt			-	0.00%			-	0.00%	0.00%
c) State Govt(s)			-	0.00%			-	0.00%	0.00%
d) Bodies Corp.		42,89,000	42,89,000	40.87%		42,89,000	42,89,000	40.87%	0.00%
e) Banks / FI			-	0.00%			-	0.00%	0.00%
f) Any other			-	0.00%			-	0.00%	0.00%
Sub Total (A) (1)	-	90,79,225	90,79,225	86.52%	-	90,79,225	90,79,225	86.52%	0.00%

Category of Shareholders	No. of Shares held at the end of the year [As on March 31, 2021]				No. of Shares held at the end of the year [As on March 31, 2022]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
a) NRI Individuals			-	0.00%			-	0.00%	0.00%
b) Other Individuals			-	0.00%			-	0.00%	0.00%
c) Bodies Corp.			-	0.00%			-	0.00%	0.00%
d) Any other			-	0.00%			-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	-	90,79,225	90,79,225	86.52%	-	90,79,225	90,79,225	86.52%	0.00%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds			-	0.00%			-	0.00%	0.00%
b) Banks / FI			-	0.00%			-	0.00%	0.00%
c) Central Govt			-	0.00%			-	0.00%	0.00%
d) State Govt(s)			-	0.00%			-	0.00%	0.00%
e) Venture Capital Funds			-	0.00%			-	0.00%	0.00%
f) Insurance Companies			-	0.00%			-	0.00%	0.00%
g) FIIs			-	0.00%			-	0.00%	0.00%
h) Foreign Venture Capital Funds			-	0.00%			-	0.00%	0.00%
i) Others (specify)		-	-	0.00%		-	-	0.00%	0.00%
Sub-total (B)(1):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian		14,14,375	14,14,375	13.48%		14,14,375	14,14,375	13.48%	0.00%
ii) Overseas		-	-	0.00%		-	-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 Lac		-	-	0.00%		-	-	0.00%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 Lac		-	-	0.00%		-	-	0.00%	0.00%

Category of Shareholders	No. of Shares held at the end of the year [As on March 31, 2021]				No. of Shares held at the end of the year [As on March 31, 2022]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Others (specify)									
Non Resident Indians		-	-	0.00%		-	-	0.00%	0.00%
Overseas Corporate Bodies		-	-	0.00%		-	-	0.00%	0.00%
Foreign Nationals		-	-	0.00%		-	-	0.00%	0.00%
Clearing Members		-	-	0.00%		-	-	0.00%	0.00%
Trusts		-	-	0.00%		-	-	0.00%	0.00%
Foreign Bodies - D R		-	-	0.00%		-	-	0.00%	0.00%
Sub-total (B)(2):-	-	14,14,375	14,14,375	13.48%	-	14,14,375	14,14,375	13.48%	0.00%
Total Public (B)	-	14,14,375	14,14,375	13.48%	-	14,14,375	14,14,375	13.48%	0.00%
C. Shares held by Custodian for GDRs & ADRs				0.00%				0.00%	0.00%
Grand Total (A+B+C)	-	1,04,93,600	1,04,93,600	100.00%	-	1,04,93,600	1,04,93,600	100.00%	0.00%

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1	VISHNU KUMAR BHANDARI-DIRECTOR	18,39,600	17.53%	0	2606600	24.84%	0	7.31%
2	NIRMALA DEVI SOMANI	500	0.00%	0	500	0.00%	0	0.00%
3	DEEPAK BHANDARI	0	0.00%	0	0	0.00%	0	0.00%
4	SHOBHA BHANDARI	3,70,400	3.53%	0	370400	3.53%	0	0.00%
5	GAYATRI DEVI BHANDARI	13,750	0.13%	0	13750	0.13%	0	0.00%
6	MADHUR BHANDARI	9,375	0.09%	0	9375	0.09%	0	0.00%
7	IVORY FINVEST LIMITED	12,69,000	12.09%	0	1269000	12.09%	0	0.00%
8	RAJ BHANDARI	250	0.00%	0	0	0.00%	0	0.00%
9	RUCHIR BHANDARI	7,00,250	6.67%	0	0	0.00%	0	(6.67%)
10	BHAGWANI DEVI BHANDARI	250	0.00%	0	0	0.00%	0	0.00%
11	R.G. TRADERS PRIVATE LIMITED	0	0.00%	0	0	0.00%	0	0.00%
12	VISHNU KUMAR BHANDARI (HUF)	9,09,750	8.67%	0	909750	8.67%	0	0.00%
13	M K DISTRIBUTORS PRIVATE LIMITED	30,20,000	28.78%	0	3020000	28.78%	0	0.00%

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
14	PROGRESSIVE VINIMAY PRIVATE LIMITED	0	0.00%	0	0	0.00%	0	0.00%
15	MANOHAR LAL BHANDARI	8,000	0.08%	0	0	0.00%	0	(0.08%)
16	NUPUR BHANDARI	31,000	0.30%	0	31,250	0.30%	0	0.00%
17	SHIVANI RAHUL SOMANI	100	0.00%	0	100	0.00%	0	0.00%
18	VIPUL BHANDARI	1,40,000	1.33%	0	84,850	8.09%	0	6.75%
19	AMBIKA PRASAD BHANDARI	7,67,000	7.31%	0	0	0.00%	0	(7.31%)
	Total	90,79,225	86.52%	0	90,79,225	86.52%	0	0.00%

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

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	VISHNU KUMAR BHANDARI						
	At the beginning of the year			18,39,600	17.53%	18,39,600	17.53%
	Changes during the year			7,67,000	7.31%	26,06,600	24.84%
	At the end of the year			26,06,600	24.84%		
2	AMBIKA PRASAD BHANDARI						
	At the beginning of the year			7,67,000	7.31%	7,67,000	7.31%
	Changes during the year			(7,67,000)	(7.31%)	-	0.00%
	At the end of the year			-	0.00%		
3	VIPUL BHANDARI						
	At the beginning of the year			1,40,000	1.33%	1,40,000	1.33%
	Changes during the year			7,08,500	6.75%	8,48,500	8.09%
	At the end of the year			8,48,500	8.09%		
4	NUPUR BHANDARI						
	At the beginning of the year			31,000	0.30%	31,000	0.30%
	Changes during the year			250	0.00%	31,250	0.30%
	At the end of the year			31,250	0.30%		
5	MANOHAR LAL BHANDARI						
	At the beginning of the year			8,000	0.08%	8,000	0.08%
	Changes during the year			(8,000)	(0.08%)	-	0.00%
	At the end of the year			-	0.00%		
6	RUCHIR BHANDARI						
	At the beginning of the year			7,00,250	6.67%	7,00,250	6.67%
	Changes during the year			(7,00,250)	(6.67%)	-	0.00%
	At the end of the year			-	0.00%		

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	SUPERCOMP ELECTRONICS PRIVATE LIMITED						
	At the beginning of the year			8,76,250	8.35%	8,76,250	8.35%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year			8,76,250	8.35%	8,76,250	8.35%
2	SWARNIM ENGINEERING WORKS PRIVATE LIMITED						
	At the beginning of the year			5,28,125	5.03%	5,28,125	5.03%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year			5,28,125	5.03%	5,28,125	5.03%
3	KARMAYOGI SECURITES PRIVATE LIMITED						
	At the beginning of the year			10,000	0.10%	10,000	0.10%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year			10,000	0.10%	10,000	0.10%

(v) Shareholding of Directors and Key Managerial Personnel: NIL

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Vishnu Kumar Bhandari						
	At the beginning of the year			18,39,600	17.53%	18,39,600	17.53%
	Changes during the year			7,67,000	7.31%	26,06,600	24.84%
	Transfer during the year			-	0.00%	26,06,600	24.84%
	At the end of the year			26,06,600	24.84%	-	

V. INDEBTEDNESS: At the beginning of year

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	24,401.46	2,138.41	-	26,539.87
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	24,401.46	2,138.41	-	26,539.87
Change in Indebtedness during the financial year				
* Addition	9,441.43	6,030.13	-	15,471.56
* Reduction			-	-
Net Change	9,441.43	6,030.13	-	15,471.56

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the end of the financial year				
i) Principal Amount	33,842.89	8,168.54	-	42,011.43
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	33,842.89	8,168.54	-	42,011.43

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL :

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

Rs in Lacs

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	Name :	Vibhor Agarwal	
	Designation	Director Marketing	
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	252.29	252.29
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of profit		
	- others, specify		
5	Others, please specify		
	Total (A)	252.29	252.29
	Ceiling as per the Act		

B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors			Total Amount (Rs/Lac)
1	Independent Directors				
	Fee for attending board committee meetings				-
	Commission				-
	Others, please specify				-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors				-
	Fee for attending board committee meetings				-
	Commission				-
	Others, please specify				-

SN.	Particulars of Remuneration	Name of Directors			Total Amount
					(Rs/Lac)
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration				-
	Overall Ceiling as per the Act				

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTB

SN.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount (Rs/Lac)
		Vishnu Kumar Bhandari	Nirmal Kumar Meharia	Raju Chandak	
	Designation	CEO	CFO	CS	
1	Gross salary	394.42	66.04	45.24	505.7
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961			-	-
2	Stock Option				-
3	Sweat Equity				-
4	Commission				-
	- as % of profit				-
	- others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	394.42	66.04	45.24	505.7

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

ANNEXURE C

The Particulars of employees as required under section 197 and rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014

SL No	Name	Designation	Remuneration Received in INR	Nature of Employment whether contractual or otherwise	Qualification	Experience	Date of commencement of employment	Age	Last employment held before joining	% of Equity hold	Whether any employee is relative of any Director and if so name of such Director
1	Vishnu Kumar Bhandari	CEO & Director	3,94,42,304	Contratual	B.Sc	41	March 23, 1993	62	Sujata Data Products Private Limited	24.84	No

FORM AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries

The Financial performance of the Subsidiary Company included in the Consolidated Financial Statements is detailed below:

1) Name of the Subsidiary	: Supertron Electronics Pte Limited
2) Turnover	
Current Period	: 972.93 Lacs
Previous Period	: 1555.90 Lacs
Growth (%)	: (37%)
3) Profit/(Loss) Before Tax	
Current Period	: 62.96 Lacs
Previous Period	: 12.85 Lacs
Growth (%)	: 390%
4) Profit/(Loss) After Tax	
Current Period	: 57.04 Lacs
Previous Period	: 12.20 Lacs
Growth (%)	: 367%

Part "A" SUBSIDIARIES

1. Sl. No.	: 1
2. Name of the subsidiary	: Supertron Electronics Pte Limited
3. The date since when subsidiary was acquired	: 2021-22
4. Reporting period for the subsidiary Concerned, if different from the holding company's reporting period	: Same as Parent Co.
5. Reporting currency and Exchange Rate as on the last date of the Relevant Financial year in the case of foreign subsidiaries	: 1 S\$ = 55.2257 Rs.
6. Share Capital	: Rs. .53 Lacs
7. Reserves and surplus	: RS. 103.25 Lacs
8. Total Assets	: RS. 323.14 Lacs
9. Total Liabilities	: RS. 323.14 Lacs
10. Investments	: NIL
11. Turnover	: Rs. 972.93 Lacs
12. Profit before taxation	: RS. 62.96 Lacs
13. Provision for taxation	: Rs. 5.91Lacs
14. Profit after taxation	: Rs. 57.04 Lacs
15. Proposed Dividend	: NIL
16. Extent of shareholding (in %)	: 99.90

Notes:

- Names of subsidiaries which are yet to commence operations - NIL
- Names of subsidiaries which have been liquidated or sold during the year - NIL

Part B Associates and Joint Ventures

(Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures)

Since the Company does not have any Associate Company or any Joint Venture, the said para is not applicable.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SUPERTRON ELECTRONICS PRIVATE LIMITED

Report on the audit of Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **Supertron Electronics Private Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

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 Accounting Standards and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the Standalone Financial Statements and our auditor's report thereon.

Our opinion on the Standalone 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 Standalone 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.

Responsibilities of Management and Those Charged with Governance 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 state of affairs, financial position, financial performance, profit/loss and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (AS) specified under Section 133 of the Act, read with relevant rules issued thereunder.

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

In preparing the Standalone Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Boards of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud

INDEPENDENT AUDITORS' REPORT (Contd.)

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

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

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

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the "Annexure A" statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the 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 / loss including other comprehensive income, and cash flow statement and statement of changes in

INDEPENDENT AUDITORS' REPORT (Contd.)

equity dealt with by this report are in agreement with the relevant books of account;

- (d) In our opinion the aforesaid Standalone Financial Statements comply with the Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder;
- (e) On the basis of written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements. Refer Note 26(b) to the Standalone Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and,
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2022.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly

or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. Refer Note 26 (j);

- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries Refer Note 26 (j);
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. (a) The Final Dividend paid by the Company during the year ended March 31, 2022 in respect of dividend declared for previous year is in accordance with Section 123 of the Act to the extent it applies to the payment of dividend;
- (b) No interim dividend is declared and paid by the Company during the year and until the date of this report in compliance with Section 123 of the Act; and
- (c) As stated in the note of the accompanying standalone financial statements, the Board of Directors of the Company have proposed final dividend for the year ended March 31, 2022 which is subject to the approval

INDEPENDENT AUDITORS' REPORT (Contd.)

of the members at the ensuing Annual General Meeting. The proposed dividend is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

3. With respect to other matters to be included in the Auditors' Report, Section 197(16) of the Act regarding the managerial remuneration is not applicable to the Company, since it is Private Limited Company.

For **D.K. Chhajer & Co.**
Chartered Accountants
Firm Registration No. 304138E

Garima Sancheti
Partner
Membership No. 413816
UDIN: 22413816ATQZTC3834

Place: Kolkata
Date: September 02, 2022

ANNEXURE A

TO INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of SUPERTRON ELECTRONICS PRIVATE LIMITED on the Financial Statements for the year ended March 31, 2022.

- i. (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
- (B) The Company is maintaining proper records showing full particulars of intangible assets.
- (b) These Property, Plant & Equipment have been physically verified by the Management at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company except the following-

Description of Property	Gross carrying value (₹ in Lacs)	Held in Name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in name of the Company
Flat at Nirmal Kunj - 956 Sqft	27.22	Milan Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Flat at Nirmal Kunj -300 Sq ft	9	Milan Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Flat at Biren Roy Road Khargola	23.54	Shova Chakraborty Chandrima Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Total	59.76				

- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Therefore, the provision of Clause (i)(d) of the said order is not applicable.
- (e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. Therefore the provision of Clause (i)(e) of the said Order is not applicable to the Company.
- ii. (a) The physical verification of inventory has been conducted at reasonable intervals by the Management and in our opinion the coverage and procedure of such verification by the management is appropriate. No material discrepancies were noticed on such verification.
- (b) As disclosed in Note 5 (Short Term Borrowings) to the standalone financial statements, the Company has been sanctioned working capital limits in excess of ₹ 5 Crores in aggregate from banks during the year on the basis of security of current assets of the Company. The quarterly returns/statements filed by the Company with such banks are in agreement with the books of accounts of the Company
- iii. According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. The Company has made investments and accordingly, we report that:
- (a) During the year the Company has not provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity and accordingly provisions of clauses 3(iii)(a)(A) and (B) are not applicable to the Company.
- (b) The Company has not provided guarantees, given any security neither has it guaranteed any loan and advances in the nature of loan but the Company has made investments and the terms and conditions of such investments are not prejudicial to the Company's interest.
- (c) (d), (e) and (f) The Company has not granted any loan or advance in the nature of loan and

ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT (Contd.)

accordingly provisions of clauses 3(iii)(c),(d),(e) and (f) are not applicable to the Company.

- iv. According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has not granted any loan, guarantee and security. The Company has made investments and accordingly, we report that provisions of sections 185 and 186 of the Companies Act, 2013 have been complied with.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder along with the directives issued by the Reserve Bank of India. Therefore, the provision of clause (v) of the Order is not applicable to the Company.
- vi. Maintenance of cost records has not been specified by the Central Government under section 148(1) of the

- (b) The particulars of statutory dues referred to in Sub-clause (a) above which has not been deposited on account of any dispute, are given as follows:

Name of the statute	Nature of dues	Amount (₹ In Lacs)	Period to which the amount relates	Forum where the dispute is pending
The Custom Act, 1962	Custom Duty	7.51	2006-07	CESTAT, Kolkata
		0.84	2002-03	DC, DEPB, Kolkata
		4.85	2010-11	Addl Comm. Customs
Orissa VAT ACT, 2004	VAT	33.39	2012-13 & 2013-14	Orissa Sale Tax Tribunal
CST (Orissa) Rules, 1957	CST	29.99		
Orissa Entry Tax, 1999	Entry Tax	5.7		
Rajasthan VAT Act, 2003	VAT	10.16	2009-10 to 2012-13	Rajasthan High Court
Rajasthan VAT Act, 2003	VAT	52.80	2010-11 to 2015-16	Rajasthan Tax Board, Ajmer
Telangana VAT Act, 2005	VAT	217.07	2014-15 to 2016- 17	Telangana High Court
Kerala	VAT	15.65	2014-15	Sale Tax Tribunal

*Amount of disputes as appeared in the Demand Order; interest not included.

- viii. According to the records of the Company examined by us and the information and explanation given to us, no transactions which have not been recorded in the Books of Account have been surrendered or disclosed as income during the year in the Tax Assessments under the Income Tax Act, 1961 (43 of 1961). Therefore the provision of Clause (viii) of the said Order is not applicable to the Company.
- ix. (a) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. Therefore the provision of Clause 3(ix) (a) of the said Order is not applicable to Company.
- (b) The Company has not been declared a willful defaulter by any bank or financial institution or other lender.
- (c) The Company has taken term loan during the year and therefore we report that term loan was applied for the purpose for which the loan was obtained.
- (d) According to the records of the Company examined by us and the information and explanation given to us, funds raised on short term basis have not been utilized for long-term purposes by the Company.

ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT (Contd.)

- (e) The Company does not have associate or joint venture but has a subsidiary and therefore we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary.
- (f) The Company does not have associate or joint venture but has a subsidiary and therefore we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiary.
- x. (a) According to the information and explanations given to us, no money was raised by way of Initial public offer or Further public offer (including debt instruments) during the year. Accordingly, Provision of paragraph 3 (x) (a) of the Order are not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and the requirements of section 42 and section 62 of the Companies Act, 2013 are not applicable.
- xi. (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information & explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (b) We have not filed any report u/s 143(12) of the Companies Act in form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As informed to us, no whistle blower complaint has been received during the year by the Company. Therefore the provision of clause 3(xi)(c) of the said Order is not applicable to the Company.
- xii. The Company is not a Nidhi Company. Therefore the provisions of clause 3(xii)(a),(b) &(c) of the said Order are not applicable to the Company.
- xiii. The Company being a private Company, the provisions of sections 177 are not applicable to the Company. All the transactions with the related parties are in compliance with section 188 of the Companies Act where applicable and the details have been disclosed in the Financial Statements as required by the applicable Accounting Standards vide Note no. 30 of Notes to accounts.
- xiv. (a) The Company has an internal audit system commensurate with the size and nature of its business
- (b) The reports of the Internal Auditor for the period under audit was considered by us.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with them. Hence the provisions of section 192 of the Companies Act, 2013 not required to be complied with. Accordingly, clause 3(xv) of the said Order is not applicable to the Company.
- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934(2 of 1934). Accordingly the provision of clause 3(xvi)(a) of the said order is not applicable to the Company.
- (b) According to the information & explanation given to us and the records of the Company examined by us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
- (c) & (d) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Therefore the provisions of clauses 3(xvi)(c) & (d) of the said Order are not applicable to the Company.
- xvii. According to the information & explanation given to us and the records of the Company examined by us, the Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year. Therefore the provision of clause 3 (xviii) of the said order is not applicable to the Company.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all the liabilities falling due within a period of one year from the balance

ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT (Contd.)

sheet date, will get discharged by the Company as and when they fall due.

- xx. (a) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Act pursuant to any project other than ongoing projects. Accordingly, clause 3(xx)(a) of the Order is not applicable.

- (b) In respect of ongoing projects, the Company has transferred the unspent amount to a Special Account within a period of 30 days from the end of the financial year in compliance with Section 135(6) of the Act.

For **D.K. Chhajjer & Co.**
Chartered Accountants
Firm Registration No. 304138E

Garima Sancheti
Partner
Membership No. 413816
UDIN: 22413816ATQZTC3834

Place: Kolkata
Date: September 02, 2022

ANNEXURE B

TO THE INDEPENDENT AUDITOR'S REPORT

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

We have audited the internal financial controls with reference to Financial Statements of Supertron Electronics Private Limited ("the Company") as at March 31, 2022 in conjunction with our audit of 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 with reference to Financial Statements 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls with reference

to Financial Statements, 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 with reference to Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to financial statement, 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 with reference to financial statement to future periods are subject to the risk that the internal financial control with reference to Financial Statements 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 with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2022 based on the internal control with reference to Financial Statements 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 ICAI.

For **D.K. Chhajer & Co.**
Chartered Accountants
Firm Registration No. 304138E

Garima Sancheti
Partner
Membership No. 413816
UDIN: 22413816ATQZTC3834

Place: Kolkata
Date: September 02, 2022.

STANDALONE BALANCE SHEET

AS AT MARCH 31, 2022

(Rs. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	1,049.36	1,049.36
(b) Reserves and Surplus	3	33,397.22	23,216.16
Total (A)		34,446.58	24,265.52
(2) Non-Current Liabilities			
(a) Long Term Borrowings	4	2,973.00	456.24
Total (B)		2,973.00	456.24
(3) Current Liabilities			
(a) Short-Term Borrowings	5	39,038.43	26,083.62
(b) Trade Payables	6		
- total outstandings dues of micro enterprises and small enterprises		-	-
- total outstandings dues of creditors other than micro enterprises and small enterprises		71,711.36	54,136.24
(c) Other Current Liabilities	7	2,195.94	1,560.84
(d) Short-Term Provisions	8	370.85	240.03
Total (C)		1,13,316.58	82,020.73
Total (A+B+C)		1,50,736.16	1,06,742.49
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant & Equipment	9	1,730.26	847.41
(ii) Intangible Assets		57.87	4.85
(iii) Capital Work in Progress		-	15.20
(b) Non-current investments	10	816.02	816.02
(c) Deferred Tax Assets (Net)	11	61.70	18.59
(d) Other Non Current Assets	12	2,441.41	629.63
Total (D)		5,107.26	2,331.70
(2) Current Assets			
(a) Inventories	13	54,801.88	32,045.25
(b) Trade Receivables	14	72,973.84	55,931.43
(c) Cash and Bank Balances	15	7,572.32	9,519.93
(d) Short-term loans and advances	16	10,144.05	6,628.33
(e) Other Current Assets	17	136.81	285.85
Total (E)		1,45,628.90	1,04,410.79
Total (D+E)		1,50,736.16	1,06,742.49

Significant Accounting Policies

1

Additional Notes to Accounts

25 & 26

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

STANDALONE STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED MARCH 31, 2022

(Rs. in Lacs)

Particulars	Note No.	For the year ended March 31, 2022	For the year ended March 31, 2021
I. Revenue from operations (Gross)	18	5,58,859.72	4,55,893.23
II. Other Income	19	600.30	744.59
III. Total Income (I +II)		5,59,460.02	4,56,637.82
IV. Expenses:			
Purchases of Stock-in-Trade	20	5,51,148.72	4,31,660.93
Changes in inventories of Stock-in-trade	21	(22,756.63)	4,464.76
Employee Benefit Expense	22	7,414.05	5,762.63
Finance Costs	23	1,961.38	1,946.96
Depreciation and Amortisation Expense	9	125.56	115.77
Other Expenses	24	7,671.42	5,562.43
Total Expenses		5,45,564.50	4,49,513.48
V Profit before tax (III - IV)		13,895.52	7,124.34
VI Tax expense:			
Current tax		3,600.00	1,875.00
Deferred tax		(43.10)	47.35
Tax in respect of earlier years		0.17	(1.26)
VII Profit after tax		10,338.45	5,203.25
VIII Earning per equity share of Rs. 10 each	26(g)		
Basic & Diluted		98.52	49.59

Significant Accounting Policies

Additional Notes to Accounts

1
25 & 26

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

STANDALONE CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2022

(Rs. in Lacs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	13,895.52	7,124.34
Adjustments for:		
Depreciation and Amortisation expense	125.56	115.77
Discard/(Profit) on Sale of Fixed Asset	6.55	15.99
Provision for Doubtful Debts	79.80	91.56
Interest Income	(366.23)	(401.20)
Finance Costs	1,961.37	1,946.96
Profit on Sale of Investment	(135.44)	
Operating Profit before working capital changes	15,567.13	8,893.41
Adjustments for:		
(Increase)/Decrease in Trade and other receivables	(17,042.41)	(8,609.71)
(Increase)/Decrease in Inventories	(22,756.64)	4,464.76
(Increase)/Decrease in Other Current Assets	-	-
(Increase)/Decrease in Other Non Current Assets	(1,811.79)	1,136.59
(Increase)/Decrease in Loans & Advances	(3,510.71)	435.29
Increase/(Decrease) in Trade Payables	17,575.13	(55.98)
Increase/(Decrease) in Current Liabilities	635.09	(925.94)
Increase/(Decrease) in Provisions	130.82	4.00
Cash generated from Operations	(11,213.38)	5,342.43
Direct Taxes paid	(3,684.93)	(1,491.46)
Net Cash from Operating Activities	(14,898.31)	3,850.97
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(1,058.08)	(50.57)
Sale of fixed assets	5.30	-
Purchase of Investment	(550.00)	(10.00)
Interest received	515.27	337.55
Sale of Investment	685.44	-
Net Cash (used in)/from Investing Activities	(402.07)	276.98
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid	(157.40)	(78.70)
Repayment from Long Term Borrowings	(120.09)	(248.84)
Proceeds from Long Term Borrowings	3,573.48	500.00
Proceeds from Short Term Borrowings	12,018.15	(230.90)
Finance Costs	(1,961.37)	(1,946.96)
Net Cash (used in)/from Financing Activities	13,352.77	(2,005.40)
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(1,947.61)	2,122.54
Cash and Bank Balances at beginning of the year	9,519.93	7,397.39
Cash and Bank Balances at end of the year (Refer Note 15)	7,572.32	9,519.93

Notes:

- a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 on 'Cash Flow Statements'.

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

CORPORATE INFORMATION

Supertron Electronics Private Limited "the Company" is a private Company incorporated on March 23, 1993 domiciled in India. The Company is engaged in distribution of Information Technology and Telecommunication products with pan India presence.

1. SIGNIFICANT ACCOUNTING POLICIES: -

(a) BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention, on an accrual basis and in accordance with the Generally Accepted Accounting Principles ('GAAP') in India and comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules 2014, as amended, and relevant provisions of the Companies Act, 2013 to the extent notified.

(b) FUNCTIONAL CURRENCY AND PRESENTATION CURRENCY

The Company's financial statements are presented in Indian Rupees (Rs.), which is also its functional currency.

(c) USE OF ESTIMATES

The preparation of the financial statements in conformity with the Accounting Standards generally accepted in India requires the management to make estimates, judgements and assumptions that affects the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and reported amount of revenues and expenses for the year. Although these estimates are based on the management's best knowledge of the current events and actions, actual results could differ from the estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialised.

(d) CURRENT AND NON- CURRENT CLASSIFICATION

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current-non-current classification of assets and liabilities.

(e) PROPERTY, PLANT & EQUIPMENT

All Properties, Plant & Equipment's are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses. The cost of assets comprises its purchase price net of recoverable taxes plus directly attributable costs of bringing the assets to the working condition for its intended use. Subsequent expenditures related to an item of Plant Property & Equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements. Gains and losses arising from the disposal of Plant Property & Equipment are recognised in the Statement of Profit and Loss.

Depreciation on Property, Plant and Equipment is provided under the Straight Line Method (SLM) at the rates determined based on the useful life of the respective assets and residual values in accordance with Schedule III of the Companies Act, 2013.

Depreciation on Plant Property & Equipment added / disposed off during the year is provided on pro rata basis with reference to the date of addition / disposal.

(f) INTANGIBLE ASSETS

Cost incurred on intangible assets, resulting in future economic benefits are capitalised as intangible assets. Intangible Assets are stated at cost less accumulated amortisation and cumulative impairment losses, if any. Computer software is amortised over a period of three years.

(g) BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of the assets up to the date such assets are ready for their intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. Other borrowing costs are recognised as expenses in the period in which they are incurred.

(h) INVESTMENTS

Current Investments are stated at lower of cost and fair value. Long-Term Investments are stated at cost; Provision for diminution, if any, in the value of long-term investment is made only if such a decline is other than temporary. Gain / Losses on disposal of Investments are recognised as income / expenditure.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(i) INVENTORIES

- i) Closing Stock: -At cost or net realisable value whichever is lower. The Cost is computed on FIFO basis.
- ii) Obsolete/rejected items: -Nil/Estimated realisable value.
- iii) Cost includes purchase price, freight, custom duty (excluding Additional duty of Customs & Custom duty refundable), clearing & forwarding charges in case of imported goods whereas it includes only invoice value less GST if any, in case of domestic purchases.

(j) FOREIGN CURRENCY TRANSACTIONS

Initial Recognition

Transactions in foreign currencies are accounted at the exchange rate prevailing on the date of transaction.

Subsequent Recognition

The exchange differences arising on the settlement of transactions are recognised in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currencies outstanding at the end of the reporting period are translated into the functional currency at the exchange rates prevailing on the reporting date. Non-monetary items are translated using the exchange rates prevailing on the transaction date, subsequently measured at historical cost and not retranslated at period end. The resultant translation differences, if any, are recognised in the Statement of Profit and Loss.

(k) DERIVATIVE INSTRUMENTS

The Company uses forward exchange contracts to hedge its risks associated with foreign currency fluctuations relating to the underlying transactions, highly probable forecast transactions and firm commitment. In respect of forward exchange contracts with the underlying transactions, the premium or discount arising at the inception of such contracts is amortised as expense or income over the life of contract. Other forward exchange contracts outstanding on the Balance Sheet date are marked to market and in case of gain/loss the same is provided for in the financial statement. Any profit and loss arising on the cancellation of forward exchange contracts are recognised as income or expense for the period.

(l) REVENUE RECOGNITION

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i) Revenue from sale of goods is recognised upon passage of title which generally coincides with delivery of material to the customers. The Company collects GST on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenues. Sales figures are net of rebates and discounts.
- ii) Revenue from services are recognised pro-rata as and when the services are rendered. The Company collects GST on behalf of the Government and therefore, it is not an economic benefit flowing to the Company and hence excluded from revenue.

m) OTHER INCOME

- i) Dividend income is recognised when the Company's right to receive the payment is established by the Balance Sheet date.
- ii) Interest income is recognised on a time proportion basis taking into account the amount outstanding and rate applicable.
- iii) Insurance and other claims are accounted for as and when accepted.

n) PURCHASES

Purchases are shown as net off discount received and foreign exchange gains/ losses on import of trading goods but include purchase expenses like custom duty, clearing charges, freight, interest on import purchases, etc.

o) EMPLOYEE BENEFITS

1. Short-term employee benefits

Short-term employee benefits are recognised as an expense at the undiscounted amount in the period in which employee services are rendered.

2. Post-employment benefits

Defined Contribution Plans

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the Company recognises contribution payable to the Provident Fund Scheme as expenditure when an employee renders the related services.

The Company has no obligation other than contribution payable to the respective funds.

Defined Benefit Plans

Gratuity Liability being a defined benefit obligation, is required for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

The Company treats accumulated leaves expected to be carried forward beyond twelve months as long term employee benefit for measurement purpose. Such long term compensated absences are provided for on the actuarial valuation using the projected unit credit method at the end of each financial year. Actuarial gains / losses are immediately taken to the Statement of Profit and Loss and are not deferred.

p) TAXATION ON INCOME

Income tax expense comprises current tax and deferred tax.

- a. Current tax is determined as the amount of tax payable in respect of taxable income for the year based on applicable tax rates and laws.
- b. Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised only if there is reasonable / virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realised. Such assets are reviewed as at each Balance Sheet date to reassess the realisability thereof. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted by the Balance Sheet date.

- c. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefit in the form of tax credit against future income tax liability, is recognised in the Balance Sheet if there is convincing evidence to the effect that the Company will pay normal income tax during the specified period.

q) EARNINGS PER SHARE

Basic Earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effect of all dilutive potential equity shares.

r) PROVISIONS & CONTINGENCIES

Provision are recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the liabilities can be made.

Contingent Liabilities are material and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent and disclosed by way of notes to the accounts.

Contingent Assets are neither recognised, nor disclosed.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

2 SHARE CAPITAL

(Rs. in Lacs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	Rs.	Number of shares	Rs.
Authorised				
Equity shares of Rs.10/- each with voting rights	1,50,00,000	1,500.00	1,50,00,000	1,500.00
Issued,Subscribed and Fully Paid Up				
Equity shares of Rs.10/- each with voting rights	1,04,93,600	1,049.36	1,04,93,600	1,049.36
Total	1,04,93,600	1,049.36	1,04,93,600	1,049.36

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

(Rs. in Lacs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
Shares outstanding at the beginning of the year	1,04,93,600	1,049.36	1,04,93,600	1,049.36
Add: Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,04,93,600	1,049.36	1,04,93,600	1,049.36

2.2 Terms/Rights attached to Shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

2.3 There are no fully paid up equity shares pursuant to a contract nor any Bonus shares have been issued during the period of 5 years immediately preceding March 31, 2022.

2.4 No Shares has been brought back during the period of 5 years preceding March 31, 2022.

2.5 During the financial year 2021-22 the Company has paid final dividend of Rs. 1.50 per share pertaining to financial year 2020-21 (Previous Financial Year 2020-21 Rs. 0.75 per share paid for the Financial Year 2019-20).

2.6 Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the Shareholder	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% Held	No. of Shares	No. of Shares
Vishnu Kumar Bhandari	26,06,600	24.84%	18,39,600	17.53%
Ivory Finvest Limited	12,69,000	12.09%	12,69,000	12.09%
Supercomp Electronics Private Limited	8,76,250	8.35%	8,76,250	8.35%
Vishnu Kumar Bhandari (HUF)	9,09,750	8.67%	9,09,750	8.67%
M K Distributors Private Limited	30,20,000	28.78%	8,39,000	8.00%
Ruchir Bhandari	-	-	7,00,250	6.67%
Vipul Bhandari	8,48,500	8.09%	1,40,000	1.33%
Swarnim Engineering Works Private Limited	5,28,125	5.03%	5,28,125	5.03%
Ambika Prasad Bhandari	-	-	7,67,000	7.31%

2.7 Shareholding of Promoters (given for each class of shares separately)

Shares held by promoters at the end of the March 31, 2022

Promoter name	No. of Shares	% of total shares	% Change during the year
Vishnu Kumar Bhandari	26,06,600	24.84%	41.69%
M K Distributors Private Limited	30,20,000	28.78%	0.00%
Ivory Finvest Limited	12,69,000	12.09%	0.00%
Vishnu Kumar Bhandari (Huf)	9,09,750	8.67%	0.00%
Shobha Bhandari	3,70,400	3.53%	0.00%
Vipul Bhandari	8,48,500	8.09%	506.00%

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

Promoter name	No. of Shares	% of total shares	% Change during the year
Nupur Bhandari	31,250	0.30%	0.81%
Gayatri Devi Bhandari	13,750	0.13%	-
Madhur Bhandari	9,375	0.09%	-
Nirmala Devi Somani	500	-	-
Shivani Rahul Somani	100	-	-

Shares held by promoters at the end of the March 31, 2021

Promoter name	No. of Shares	% of total shares	% Change during the year
Vishnu Kumar Bhandari- Director	18,39,600	17.53%	-
M K Distributors Private Limited	30,20,000	28.78%	259.00%
Ivory Finvest Limited	12,69,000	12.09%	-
Vishnu Kumar Bhandari (Huf)	9,09,750	8.67%	-
Ambika Prasad Bhandari	7,67,000	7.31%	-
Ruchir Bhandari	7,00,250	6.67%	-
Shobha Bhandari	3,70,400	3.53%	-
Vipul Bhandari	1,40,000	1.33%	-
Nupur Bhandari	31,000	0.30%	-
Gayatri Devi Bhandari	13,750	0.13%	-
Madhur Bhandari	9,375	0.09%	-
Manohar Lal Bhandari	8,000	0.08%	-
Nirmala Devi Somani	500	-	-
Raj Bhandari	250	-	-
Bhagwani Devi Bhandari	250	-	-
Shivani Rahul Somani	100	-	-

3 RESERVE & SURPLUS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Capital Reserve		
At the Beginning of the year	3.41	3.41
Add: Transferred from Surplus	-	-
Less: Utilisation	-	-
At the end of the year	3.41	3.41
Securities Premium		
At the Beginning of the year	1,868.60	1,868.60
Add: Transferred from Surplus	-	-
Less: Utilisation	-	-
At the end of the year	1,868.60	1,868.60
General Reserve		
At the Beginning of the year	1,635.00	1,435.00
Add: Transferred from Surplus	200.00	200.00
Less: Utilisation	-	-
At the end of the year	1,835.00	1,635.00
Surplus in the Statement of Profit and Loss		
At the Beginning of the year	19,709.16	14,784.60
Add: Profit for the year	10,338.45	5,203.25
	30,047.61	19,987.86

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Less: Appropriations		
Transfer to General Reserve	200.00	200.00
Dividend to Equity Shareholders	157.40	78.70
At the end of the Year	29,690.21	19,709.16
	33,397.22	23,216.16

4 LONG TERM BORROWINGS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
From Banks (Secured)		
Vehicle loan		
ICICI Bank Limited	-	1.21
HDFC Bank Limited	27.01	38.22
Daimler Services India Private Limited	12.69	17.46
Toyoto Financial Services India Limited	53.93	-
Less: Current Maturities of vehicle loan (Refer Note No 5)	(37.21)	(17.30)
	56.42	39.59
Term Loan from SBI (Refer Note No 4.2)	3,916.66	500.00
Less: Current Maturities of SBI GECL Loan	(1,000.08)	(83.35)
Total	2,973.00	456.24

4.1 Terms of Repayment of Vehicle Loans

(Amount in Rs.)

	ROI	EMI	No. of installment	Date of last installment	Security by way of Hypothecation
ICICI Bank Limited	9.36%	1,29,788	60	April'21	Motor Car under HP Agreement
HDFC Bank Limited	9.50%	1,19,321	60	April'24	Motor Car under HP Agreement
Daimler Services India Private Limited	6.56%	48,985	60	July'24	Motor Car under HP Agreement
Toyoto Financial Services India Limited	7.25%	1,91,374	32	June'24	Motor Car under HP Agreement

4.2. *Term Loan of Rs. 40 Crores from State Bank of India has been sanctioned for working capital purpose carrying interest rate of 7.95% pa in pursuance of "Guaranteed Emergency Credit Line (GECL 2.0 under Emergency Credit Line Guratnee Scheme 2.0. Loan to be repaid in 48 EMI's of Rs. 83.34 Lacs after a moratorium period of 12 months. the Loan is secured by second charge on Existing primary and Collateral security and hypothecation of entire current assets of the Company. Last date of maturity being February 25, 2026.

5 SHORT TERM BORROWINGS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Secured		
Working capital loan		
Cash Credit account with Scheduled Bank	12,479.94	9,191.90
Channel Finance Facilities from Scheduled Bank	17,352.66	14,652.66
Current Maturities of Long term Borrowing (Refer Note No 4)	37.21	17.30
Current Maturities of SBI GECL Loan	1,000.08	83.35

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
From Others (Unsecured)		
From Banks	4,000.00	-
From Bodies Corporates	3,558.54	1,953.16
From Directors & Shareholders	610.00	185.25
	39,038.43	26,083.62

5.1 Unsecured Loan from Promoters Group carry Interest Rate of 7% and repayable on demand

5.2 Breakup of Working Capital Loan

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Karnataka Bank Limited	566.89	173.93
State Bank of India	3,712.10	3,604.48
ICICI Bank Limited	1,600.00	1,038.74
HDFC Bank	3,000.00	3,000.00
Citi Bank NA	3,000.00	-
Union Bank of India	0.95	582.81
IDFC Bank Limited	600.00	791.94
Total	12,479.94	9,191.90

5.3 Terms & Condition of Working Capital Loan

Working capital loan is secured by way of equitable mortgage of immovable properties owned by the Company, Director & his relative and by two group Companies, hypothecation of Stocks and Book Debts, Receivables etc ranking pari passu, Lien on Term Deposits and also personal guarantee of two directors and corporate guarantee of two group Companies. Working capital loan is repayable on demand.

5.4 State Bank of India vide Sanction Reference No SBI/CBK/AMTII/2021-22/1169 dated February 24, 2022 had enhanced total facilities from Rs. 561 Crores to Rs. 666 Crores as on February 24, 2022 whose disbursements are subject to Joint documentation.

5.5 The Company has availed unsecured loan from ICICI Bank amounting to Rs. 40 Crores (Rupees Forty Crores) for working capital requirement carrying Interest Rate linked with Repo Rate + Spread with 90 days tenor for each tranches and facilities remain valid till Dec 22.

5.6 The Company has availed Channel Finance Facilities of Rs. 175 Crores from State Bank of India towards financing of Dell products on terms and conditions as per working capital arrangements with Bank and the same facilities has been hypothecated by way of hypothecation charges on Book debts and Stock of Dell products.

5.7 The Company has availed Channel Finance Facilities of Rs. 40 Crores from Tata Capital Financial Services towards financing of Dell products. The same is unsecured a rate of interest of 9.8%.

5.8 Rate of Interest

Name of the Bank	Basis of Interest Rate
Karnataka Bank Limited	6 Month Treasury bill + 3.99%
State Bank of India	3 Month MCLR + 0.85%
ICICI Bank Limited	6 Month MCLR +1%
HDFC Bank	1Yr MCLR +1%
Citi Bank NA	6.50%
Union Bank of India	1Month MCLR +1%
IDFC Bank Limited	1Yr MCLR +1.2%

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

6 TRADE PAYABLES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Dues of Micro and Small Enterprises	-	-
Other than Micro and Small Enterprises	71,711.36	54,136.24
	71,711.36	54,136.24

6.1 Details relating to Micro, Small and Medium Enterprises:

Particulars	As at March 31, 2022	As at March 31, 2021
1. the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	-	-
2. the amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
3. the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Development Act, 2006	-	-
4. the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
5. the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

6.2 The Company has compiled this information based on intimation received from the suppliers of goods of their status as Micro or Small Enterprises and/or its registration with appropriate authority under the Micro, Small and Medium Enterprises Act, 2006 ("MSMED Act") & based thereupon the Company owes no money to any MSME suppliers of goods.

6.3 The ageing of trade payables is as below:

(Amount in Lacs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2022					
Undisputed					
-MSME	-	-	-	-	-
-Others	71,638.37	9.78	1.50	61.71	71,711.36
Disputed					
-MSME	-	-	-	-	-
-Others	-	-	-	-	-
Total	71,638.37	9.78	1.50	61.71	71,711.36
As at March 31, 2021					
Undisputed					
-MSME	-	-	-	-	-
-Others	54,051.53	1.51	29.47	53.73	54,136.24
Disputed					
-MSME	-	-	-	-	-
-Others	-	-	-	-	-
Total	54,051.53	1.51	29.47	53.73	54,136.24

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

7 OTHER CURRENT LIABILITIES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Statutory Dues	59.38	157.57
Advance From Customers	597.89	332.35
Interest Accrued but Due	26.88	-
Security Deposits	32.61	33.46
Creditors for Expenses	1,104.45	752.63
Other Payables	374.73	284.83
Total	2,195.94	1,560.84

8 SHORT TERM PROVISIONS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Provision for Leave Encashment	261.75	190.39
Provision for Gratuity	109.10	49.64
	370.85	240.03

NOTES TO THE STANDALONE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

9 FIXED ASSETS

S r . No		Particulars	Gross Block				Depreciaton/Amortisation				Net Block		(Rs. in Lacs)	
			Balance as at April 01, 2021	Addition during the year	Deduction during the year	Balance as at March 31, 2022	Up to April 01, 2021	For the year	Deduction during the year	Adjustment	Up to March 31, 2022	Balance as at March 31, 2022		Balance as at March 31, 2021
I		Tangible Assets												
1		Building *	572.68	868.83	-	1,441.51	102.31	14.67	-	-	116.98	1,324.53	470.36	
2		Plant and Equipment	4.95	-	-	4.95	3.97	0.37	-	-	4.34	0.61	0.98	
3		Furnitures & Fixtures	246.65	12.47	14.09	245.03	131.95	23.10	13.38	-	141.67	103.36	114.70	
4		Vehicles (Cars)	336.10	85.07	31.04	390.13	147.72	42.21	27.49	-	162.44	227.69	188.38	
5		Office Equipment	122.52	8.82	69.07	62.27	87.18	13.35	64.70	-	35.83	26.44	35.35	
6		Computer	93.75	35.34	47.02	82.07	56.11	22.99	44.66	-	34.44	47.63	37.64	
		TOTAL (A)	1,376.65	1,010.53	161.22	2,225.96	529.24	116.69	150.23	-	495.70	1,730.26	847.41	
		Previous Year's TOTAL(B)	1,567.44	31.92	222.71	1,376.65	630.06	110.72	211.54	-	529.24	847.41	937.38	
II		Intangible Assets												
1		Software	20.93	62.76	17.48	66.21	16.08	8.87	16.61	-	8.34	57.87	4.85	
2		Patent & Trademark	-	-	-	-	-	-	-	-	-	-	-	
		TOTAL (C)	20.93	62.76	17.48	66.21	16.08	8.87	16.61	-	8.34	57.87	4.85	
		Previous Year's TOTAL(D)	113.87	3.45	96.39	20.93	102.60	5.05	91.57	-	16.08	4.85	11.27	
		B2B Portal												
		Capital Work in Progress	15.20	25.56	40.76	-	-	-	-	-	-	-	-	
		TOTAL (E)	15.20	25.56	40.76	-	-	-	-	-	-	-	-	
		Previous Year's TOTAL(F)	-	15.20	-	15.20	-	-	-	-	-	15.20	-	
		TOTAL (A+C+E)	1,412.78	1,098.85	219.46	2,292.17	545.32	125.56	166.84	-	504.04	1,788.13	-	
		Previous Year's TOTAL (B+D+F)	1,681.31	50.57	319.09	1,412.78	732.66	115.77	303.11	-	545.32	867.47	-	

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

9.1 Title deeds of Immovable Property not held in name of the Company

Description of Property	Gross carrying value (Rs. in Lacs)	Held in Name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in name of the Company
Flat at Nirmal Kunj - 956 Sqft	27.22	Milan Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Flat at Nirmal Kunj -300 Sq ft	9	Milan Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Flat at Biren Roy Road Khargola	23.54	Shova Chakraborty Chandrima Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Total	59.76				

9.2 During the year the Company has developed its B2B Portal and the same has been capitalised under Software.

10 NON CURRENT INVESTMENT

(Rs. in Lacs)

Other Than Trade:	Face Value	No. of Units		As at March 31, 2022	As at March 31, 2021
		March 31, 2022	March 31, 2021		
<i>Investment in Subsidiary</i>					
- In Supertron Singapore Pte. Limited	SGD 1	999	999	0.53	0.53
<i>Unquoted, Other than Trade</i>					
- Investments in Government Securities (NSC VIII Issue)				0.09	0.09
- In M K Distributors Private Limited	Rs. 10	40	4,000	0.40	0.40
<i>Quoted, Other than Trade</i>					
- Investment in Mutual Fund					
SBI Short Term Debt Fund (under Lien)	Rs. 10	6,34,256	6,34,256	120.00	120.00
SBI Corporate Bond Fund (under Lien)	Rs. 10	4,76,463	4,76,463	125.00	125.00
SBI Debt Fund Series (under Lien)	Rs. 10	8,41,856	55,00,000	550.00	550.00
Bajaj Alliance Secure Gain Fund	Rs. 10	49,324	49,338	20.00	20.00
				816.02	816.02
Aggregate Market Value of Quoted Investments				932.33	955.85
Aggregate Cost of Quoted Investments				815.00	815.00
Aggregate Cost of Unquoted Investments				1.02	1.02

10.1 Investment in NSCs amounting to Rs. 9,000/- (Matured) held in the name of a director of the Company, are pledged with Sales Tax Departments.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

11 DEFERRED TAX

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Tax Effects of items constituting Deferred Tax Liability		
Property, Plant and Equipment	(66.87)	(58.23)
Tax Effects of items constituting Deferred Tax Asset		
Provision for Doubtful Debts	35.23	15.31
Provision on Employee Benefits	93.34	61.51
Deferred Tax Assets (Net)	61.70	18.59

12 OTHER NON CURRENT ASSETS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Unsecured Considered Good		
Security Deposits -Rent and others	277.94	248.75
Deposits with Banks (Maturity beyond 12 months) (Under Lien with Banks. Refer Note No 17)	2,096.50	380.88
Interest Accrued but not Due (Long Term)	66.97	-
	2,441.41	629.63

13 INVENTORIES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Stock-in-Trade	54,801.88	32,045.25
(Valued at lower of cost or net realisable value)		
	54,801.88	32,045.25

14 TRADE RECEIVABLE

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Outstanding for a period exceeding six months from the date they become due		
Unsecured Considered Good	452.23	471.60
Doubtful	435.20	449.10
Less: Provision for Doubtful Debts	(139.56)	(59.75)
	747.87	860.95
Others (Unsecured Considered Good)	72,225.97	55,070.48
	72,973.84	55,931.43

14.1 The Company has taken a Credit insurance Policy to secure its debtors.

14.2 The Company has initiated legal proceedings against Sundry Debtors of Rs. 344.48 Lacs (Previous year Rs. 395.39 Lacs)

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

The ageing of trade receivables are as below:

(Rs. in Lacs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2022						
Undisputed Trade receivables						
-Considered Good	72,225.97	170.68	95.20	165.60	20.75	72,678.20
-Doubtful						
Disputed Trade receivables						
-Considered Good						-
-Doubtful	-	24.38	-	61.29	349.53	435.20
Gross Total	72,225.97	195.06	95.20	226.89	370.28	73,113.40
Expected loss (%)						
Allowance for doubtful trade receivables		3.66		9.19	126.71	139.56
Net Total	72,225.97	191.41	95.20	217.69	243.57	72,973.84
As at March 31, 2021						
Undisputed Trade receivables						
-Considered Good	55,070.47	73.53	254.93	23.24	119.91	55,542.08
-Doubtful						
Disputed Trade receivables						
-Considered Good						-
-Doubtful	-	33.72	226.96	31.16	157.26	449.10
Gross Total	55,070.47	107.25	481.89	54.40	277.17	55,991.18
Expected loss (%)						
Allowance for doubtful trade receivables	-	-	22.80	4.98	31.97	59.75
Net Total	55,070.47	107.25	459.09	49.42	245.20	55,931.43

15 CASH & BANK BALANCES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
<i>Cash and Cash Equivalent</i>		
-Balances with Banks in Current Account	2,085.52	1,690.88
-Cash on hand	9.00	13.47
<i>Other Bank Balances</i>		
-Deposits with Banks (under Lien)	7,574.30	8,196.46
	9,668.82	9,900.81
Less: Deposits with Banks disclosed under Other Non-Current Assets	(2,096.50)	(380.88)
	7,572.32	9,519.93

16 SHORT TERMS LOANS AND ADVANCES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
<i>Loans & Advances to Related Parties (Unsecured, considered good)</i>		
Advance to Wholly Owned Subsidiary Company (Unsecured and Considered Good)	-	26.26
Advance to Suppliers	575.12	1,063.57
Balance with Statutory Bodies	8,047.64	4,228.70

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Additional duty of Customs (SAD) Refundable Account	209.30	209.30
Prepaid Expenses	33.41	28.40
Income Tax Receivable (net of provisions for tax)	619.21	384.95
Advance Recoverable in cash or in kind or for value to be received	18.71	46.50
Customs duty Refundable Claim (Refer Note 16.2)	640.66	640.65
	10,144.05	6,628.33

16.1 The Company has filed for refund of Special Additional Duty of Custom with Commisioner of Custom, Chennai

16.2 The Company has filed for refund of Excess Custom Duty with Deputy Commissioner of Custom Bangalore.

17 OTHER CURRENT ASSETS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
(Unsecured and Considered Good)		
Interest Accrued but not Due	136.81	285.85
	136.81	285.85

18. REVENUE FROM OPERATIONS

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Sale of Goods	5,40,343.19	4,36,915.75
Sale of Services	18,516.53	18,977.48
	5,58,859.72	4,55,893.23

18.1 The Company deals in IT products and Peripherals only.

19. OTHER INCOME

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Interest Income	366.23	401.20
Other Receipts	234.07	343.39
	600.30	744.59

20. PURCHASE OF STOCK IN TRADE

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Purchase of Goods and Services	5,51,148.72	4,31,660.93
	5,51,148.72	4,31,660.93

20.1 Foreign exchange losses of Rs. 439.34 Lacs (Previous year gain of Rs. 23.97 Lacs) has been adjusted with Purchases.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

21. CHANGES IN INVENTORIES OF STOCK IN TRADE

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Opening Stock	32,045.25	36,510.01
Less : Closing Stock	54,801.88	32,045.25
	(22,756.63)	4,464.76

22. EMPLOYEE BENEFITS EXPENSES

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Salaries, Wages and Bonus etc.	6,513.49	4,952.87
Contribution to provident and other funds	187.27	156.52
Contribution to Gratuity Trust fund	89.47	24.90
Director Remuneration	499.77	563.05
Staff welfare expenses	124.05	65.29
	7,414.05	5,762.63

22.1 Information in accordance with the requirements of the Accounting Standard-15 on 'Employee Benefits':

i. Provident Fund

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards Provident fund, which is a defined contribution plan. The Company has no obligations other than to make the specified contributions. The contributions are charged to the Statement of Profit and Loss as they accrue. The amount recognised as an expense towards contribution to provident fund for the year aggregated to Rs. 1,75,68,768/- (previous year: Rs. 1,44,36,387/-).

ii. Employee State Insurance Scheme

The Company makes contribution for Employee State Insurance (ESI) Scheme towards defined contribution plan. During the year the Company has contributed Rs. 11,58,170/- (Previous Year Rs. 12,15,809/-).

iii. Gratuity

The Company's Gratuity Fund Scheme, a defined benefit plan, covers the eligible employees and is administered through gratuity fund trust. Such gratuity funds, whose investments are managed by insurance companies/trustees themselves, make payments to vested employees or their nominees upon retirement, death, incapacitation or cessation of employment, of an amount based on the respective employees salary and tenure of employment. Vesting occurs upon completion of five years of service. The present value of obligation net of fair value of plan assets is determined based on the actuarial valuation using the Projected Unit Credit Method at each Balance Sheet date.

The Company has already applied for registration of Supertron Employees Gratuity trust fund in Income Tax Department which is pending for consideration. The Company is contributing its gratuity liability on regular basis.

22.2 The following table sets forth the particular in respect of the Defined Benefit Plans of the Company

(Rs. in Lacs)

I. TABLE SHOWING CHANGE IN THE PRESENT VALUE OF DEFINED BENEFIT OBLIGATION:	2021-22	2020-21	2019-20	2018-19	2017-18
Present Value Of Benefit Obligation As At The Beginning Of The Current Period	369.43	304.91	232.70	244.57	206.02
Interest Cost	24.92	20.84	18.08	19.03	14.83
Current Service Cost	51.42	41.47	27.61	40.05	45.78
Past Service Cost	-	-	-	-	11.51
(Benefit Paid)	(14.00)	(1.26)	(22.54)	(4.91)	(3.00)
Actuarial (Gains)/Losses On Obligations	36.08	3.47	49.05	(66.03)	(30.57)
Present Value Of Benefit Obligation As At The End Of The Current Period	467.85	369.43	304.91	232.70	244.57

**NOTES TO THE STANDALONE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)**

(Rs. in Lacs)

II. TABLE OF FAIR VALUE OF PLAN ASSETS:	2021-22	2020-21	2019-20	2018-19	2017-18
Fair Value Of Plan Assets At The Beginning Of The Period	35.94	319.79	257.33	245.47	144.32
Expected Return On Plan Assets	21.57	15.73	19.99	19.10	10.39
Contributions					97.50
(Benefit Paid)	(14.00)	(1.26)	(22.54)	(4.91)	(3.00)
Actuarial Gains/(Losses) On Plan Assets	1.38	25.15	(24.61)	(2.32)	(3.74)
FAIR VALUE OF PLAN ASSETS AT THE END OF THE PERIOD	44.89	35.94	230.17	257.33	245.47

(Rs. in Lacs)

III. TABLE OF RECOGNITION OF ACTUARIAL GAINS/LOSSES:	2021-22	2020-21	2019-20	2018-19	2017-18
Actuarial (Gains)/Losses On Obligation For The Period	36.08	3.47	49.05	(66.03)	(30.57)
Actuarial (Gains)/Losses On Asset For The Period	1.38	25.15	24.61	2.32	3.74
Subtotal	37.46	28.62	73.66	(63.71)	(26.83)
ACTUARIAL (GAINS)/LOSSES RECOGNIZED IN STATEMENT OF PROFIT AND LOSS	37.46	28.62	73.66	(63.71)	(26.83)

(Rs. in Lacs)

IV. ACTUAL RETURN ON PLAN ASSETS:	2021-22	2020-21	2019-20	2018-19	2017-18
Expected Return On Plan Assets Actuarial Gains/(Losses) On Plan Assets	21.57	15.73	19.99	19.10	10.39
Actuarial Gains/(Losses) On Plan Assets	1.38	25.15	(24.61)	(2.32)	(3.74)
ACTUAL RETURN ON PLAN ASSETS	22.95	40.88	(4.62)	16.77	6.65

(Rs. in Lacs)

V. RECONCILIATION OF NET ASSET/LIABILITY IN THE BALANCE SHEET	2021-22	2020-21	2019-20	2018-19	2017-18
Fair Value Of Plan Assets At The End Of The Period	44.89	319.79	(304.91)	257.33	245.47
(Present Value Of Benefit Obligation As At The End Of The Period)	(467.85)	(369.43)	230.17	(232.70)	(244.57)
Funded Status	(422.95)	(49.64)	(74.74)	24.63	0.90
NET (LIABILITY)/ASSET RECOGNIZED IN THE BALANCE SHEET	(422.95)	(49.64)	(74.74)	24.63	0.90

(Rs. in Lacs)

VI. EXPENSES RECOGNIZED IN THE INCOME STATEMENT:	2021-22	2020-21	2019-20	2018-19	2017-18
Current Service Cost	51.42	41.47	27.61	40.05	45.78
Interest Cost	24.92	20.84	(1.91)	(0.07)	4.44
Past Service Cost	-	-	-	-	11.51
(Expected Return On Plan Assets)	(21.57)	(15.73)	-	-	-
Actuarial (Gains)/Losses	34.70	(21.68)	73.66	(63.71)	(26.83)
EXPENSE RECOGNIZED IN STATEMENT OF PROFIT AND LOSS	89.47	24.90	99.37	(23.73)	34.91

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

VII. BALANCE SHEET RECONCILIATION:	2021-22	2020-21	2019-20	2018-19	2017-18
Opening Net Liability	49.64	74.74	(24.63)	(0.90)	61.69
Expense As Above	89.47	24.90	99.37	(23.73)	34.91
(Employer's Contribution)	(30.00)	(50.00)	-	-	(97.50)
NET LIABILITY/(ASSET) RECOGNIZED IN THE BALANCE SHEET	109.10	49.64	74.74	(24.63)	(0.90)

(Rs. in Lacs)

VIII. OTHER DETAILS:	2021-22	2020-21	2019-20	2018-19	2017-18
No Of Members	0.01	0.01	0.01	0.01	0.01
Salary Per Month	121.83	100.57	93.12	75.64	85.92
Prescribed Contribution For Next Year (12 Months)	121.83	100.57	93.12	2.98	39.15

(Rs. in Lacs)

IX. CATEGORY OF ASSETS:	2021-22	2020-21	2019-20	2018-19	2017-18
Insurer Managed Funds	44.89	319.79	230.17	257.33	245.47
TOTAL	44.89	319.79	230.17	257.33	245.47

(Rs. in Lacs)

X. EXPERIENCE ADJUSTMENT:	2021-22	2020-21	2019-20	2018-19	2017-18
On Plan Liability (Gains)/Losses	56.66	1.09	25.30	(22.59)	(16.70)
On Plan Assets (Losses)/Gains	1.38	25.15	(24.61)	(2.32)	(3.74)

(Rs. in Lacs)

XI. ASSUMPTIONS:	2021-22	2020-21	2019-20	2018-19	2017-18
Discount Rate	7.25%	6.75%	6.84%	7.77%	7.78%
Rate Of Return On Plan Assets	7.25%	6.75%	6.84%	7.77%	7.78%
Salary Escalation	6.00%	6.00%	6.00%	6.00%	8.00%
Attrition Rate	4.00%	3.60%	4.00%	4.00%	4.00%

23. FINANCE COSTS

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Interest Expense	1,844.13	1,810.97
Other borrowing costs	117.25	135.99
	1,961.38	1,946.96

24. OTHER EXPENSES

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Vehicle Expenses	28.79	16.93
Travelling Expenses	141.04	19.30
Repair & Maintenance Expense	91.95	35.76
Conveyance Expenses	125.42	88.20
Insurance Expenses	710.81	371.62
Freight and Handling charges	2,359.54	1,899.86
Professional and legal expenses	430.66	332.09
Electricity and Maintenance charges	45.04	41.44
Postage, Telephone, Fax and courier services etc	57.89	56.03

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Commission paid	341.51	65.22
Auditors' Remuneration	-	-
-Audit Fees	18.00	15.00
-Certification	1.00	1.00
-Tax Audit Fees	1.00	1.00
Rent Paid	821.09	755.58
Bad Debt written off	37.66	12.19
Provision for Doubtful Debts	79.80	91.56
Subscription and Membership Fees	25.96	6.35
Sales Tax Paid	143.39	14.04
Donation	-	1.48
Advertisement & Business Promotion	1,316.18	830.65
Consumable Stores	0.32	0.77
Loss on Currency Derivatives	97.59	245.66
Rates and Taxes	6.89	8.06
Office Maintenance	168.12	111.65
Printing & Stationery	104.74	78.49
Bank Charges	287.24	306.38
Corporate Social Responsibility Expenses (Refer Note No 26(a))	102.10	82.59
Miscellaneous Expenses	127.69	73.53
	7,671.42	5,562.43

25. FINANCIAL RATIO

(Rs. in Lacs)

Ratio	Formula	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
• Current ratio (in times)	<i>Current Assets/ Current Liabilities</i>	1,45,628.90	1,13,316.58	1.29	1.28	0.54%	
• Debt - Equity Ratio (in times)	<i>Long Term+Short Term borrowings/ Equity</i>	42,011.43	34,446.58	1.22	0.41	198.43%	
• Debt Service Coverage Ratio (in times)	<i>Net Operating Income=PBT + Non Cash Expenses+Finance Cost (Interest+Principal repayments)</i>	15,982.46	2,998.67	13.52	4.49	201.19%	Due to Improved Operating Margins
• Return On Equity Ratio (in %)	<i>Profit for the year/ Average Total Equity</i>	10,338.45	29,356.05	35.22	32.83	7.28%	Due to Improved Operating Margins
• Inventory Turnover Ratio (in times)	<i>COGS/Average Inventory</i>	5,28,392.09	43,423.56	12.17	12.72	(4.36%)	
• Trade Receivables turnover Ratio (in times)	<i>Turnover /Average Trade Receivables</i>	5,58,859.72	64,452.63	8.67	8.82	(1.72%)	
• Trade Payables Turnover Ratio (in times)	<i>Turnover /Average Trade Payables</i>	5,58,859.72	62,923.80	8.88	6.44	37.87%	Primarily due to increase in turnover

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

Ratio	Formula	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
• Net Capital Turnover Ratio (in times)	<i>Turnover/Average Working Capital</i>	5,58,859.72	24,811.09	22.52	20.06	12.28%	Due to Faster Business Turnout Period
• Net Profit Ratio (in %)	<i>Net Profit/Turnover</i>	10,338.45	5,58,859.72	1.85%	0.01	62.08%	Due to Improved Operating Margins and Cost Control
• Return on Capital Employed (in %)	<i>EBIT/Total Asset minus Current Liability</i>	15,856.90	37,419.56	0.42	0.36	17.05%	Due to Improved Operating Margins and Cost Control

26. ADDITIONAL INFORMATION AND DISCLOSURES

a. Corporate Social Responsibility

A Corporate Social Responsibility (CSR) committee has been formed by the Company as per provisions of Section 135 of the Companies Act, 2013. The areas for CSR activities is to provide Education, Nourishment, Health and Shelter to the Children, Youth and Elderly of underprivileged of our society. Disclosures of Corporate Social Responsibility expenditure are in line with the requirement of Guidance Note on "Accounting for Expenditure on Corporate Social Responsibility Activities"

(Rs. in Lacs)

Particulars	2021-22	2020-21
Amount of CSR expenditure to be incurred during the year	102.10	82.59
Amount of CSR expenditure spent during the year	49.98	25.40
(c) Shortfall at the end of the year	52.12	57.19
(d) Total of previous years shortfall	191.53	139.41
(e) Reason for shortfall	Amount has been Transferred to Unspent Account for Identified Projects	Amount has been Transferred to Unspent Account for Identified Projects
(f) Nature of CSR activities **	Social Welfare Cause	Social Welfare Cause
(g) Details of related party transaction	25.00	25.40
(h) Where a provision is made w.r.t liability incurred, the movement in provision during the year should be shown separately. *	191.53	139.41

b. Contingent Liabilities and Commitments (To the Extent Not Provided For):

(Rs. in Lacs)

Particulars	As at March 31, 2022	As at March 31, 2021
Contingent Liabilities:		
i) Claims against the Company/ disputed liabilities not acknowledged as debts:		
In respect of Sales Tax demand	364.77	478.75
In respect of Custom Duty Demand	13.2	13.2
ii) Letters of Credit issued by Banks and Outstanding	3,600.0	2,400
iii) Bank Guarantees issued by Banks and Outstanding	8,775.0	4,528
Capital Commitments:		
Estimated amount of Contracts remaining to be executed on Capital Account (net of advance)	-	36

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

C. Related Party Disclosure As Per Accounting Standard 18:

- i) Name of the Related parties and description of relationships -
 - I) *Subsidiary Company*
Supertron Electronics Pte Limited
 - II) *Key Management Personnel*
V.K.Bhandari – CEO and Director
Vibhor Agarwal- Director
Nirmal Kumar Meharia –CFO and Director
 - III) *Relative of Key Management Personnel*
Bhagwani Devi Bhandari (Mother of Mr. V.K. Bhandari)
Nirmala Devi Somani (Sister of Mr. V K Bhandari)
Shobha Bhandari (Spouse of Mr. V K Bhandari)
M.L.Bhandari (Brother of Mr. V K Bhandari)
Nupur Bhandari (Daughter of Mr. V K Bhandari)
Vipul Bhandari (Son of Mr. V K Bhandari)
Sareekah Agarwaal (Wife of Mr. Vibhor Agarwal)
 - IV) *Enterprises in which the Key Management Personnel and his relatives have substantial interest*
Ivory Finvest Limited
R. G. Traders Private Limited
Supertron Telecommunications Private Limited
M.K.Distributors Private Limited
Supertron Infotech Private Limited
Supercomp Electronics Private Limited
Vishnu Kumar Bhandari (HUF)
Supertron Foundation

i. Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties

(Rs. in Lacs)			
Sr No.	Particulars	Transaction	Transaction
		2021-22 (Rs.)	2020-21 (Rs.)
1	Interest on Unsecured Loan:		
	Ivory Finvest Limited	8.79	2.19
	Vishnu Kumar Bhandari	14.10	37.90
	Deepak Bhandari	-	0.42
	Nupur Bhandari	6.46	3.71
	Shobha Bhandari	0.63	-
2	Rent Paid		
	Vishnu Kumar Bhandari	-	2.08
	Sobha Bhandari	10.74	14.74
3	Office Maintenance		
	Sobha Bhandari	0.96	1.65
4	Fees & Subscription		
	Vishnu Kumar Bhandari	0.08	0.08
5	Professional Services		
	Sareekah Agarwaal	41.00	42.00
	Supertron Infotech Private Limited	0.03	0.16
6	Brokerage and Commission:		
	Supercomp Electronics Private Limited	58.45	-

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

Sr No.	Particulars	Transaction	Transaction
		2021-22 (Rs.)	2020-21 (Rs.)
7	Dividend:		
	Vishnu Kumar Bhandari	39.10	13.80
	Nirmala Devi Somani	0.01	0.00
	Shobha Bhandari	5.56	2.78
	Swarnim Engineering Works Private Limited	7.92	3.96
	Supercomp Electronics Private Limited	13.14	6.57
	Ivory Finvest Limited	19.04	9.52
	Bhagwani Devi Bhandari	10.51	0.00
	Vishnu Kumar Bhandari (Huf)	13.65	6.82
	M K Distributors Private Limited	45.30	22.65
	Karmayogi Securites Private Limited	0.15	0.08
	Nupur Bhandari	0.47	0.23
	Manohar Lal Bhandari	-	0.06
	Deepak Bhandari	-	5.75
	Vipul Bhandari	2.22	1.05
8	Receiving of Services:		
	Vishnu Kumar Bhandari	374.42	399.42
	Nirmal Kumar Meharia	47.65	50.70
	Vibhor Agarwal	97.50	113.22
	Vipul Bhandari	127.14	79.14
	Shobha Bhandari	61.00	36.00
	Deepak Bhandari	37.30	17.78
9	Sale of Goods		
	Supercomp Electronics Private Limited	736.61	122.87
10	Purchase of Goods		
	Supercomp Electronics Private Limited	1,725.10	-
11	CSR Expenditure		
	Supertron Foundation	25.00	25.40
12	Purchase of Property		
	Supercomp Electronics Private Limited	89.51	-
	Shobha Bhandari	350.00	-
13	Loan Taken		
	Ivory Finvest Limited	270.00	-
	Vishnu Kumar Bhandari	280.00	170.00
	Shobha Bhandari	150.00	-
14	Loan Repayment		
	Ivory Finvest Limited	65.00	-
	Vishnu Kumar Bhandari	-	430.00
15	CLOSING BALANCE:		
	Unsecured Loan		
	Ivory Finvest Limited	205.00	-
	Shobha Bhandari	150.00	-
	Vishnu Kumar Bhandari	400.00	120.00
	Nupur Bhandari	60.00	60.00
	Investment in Subsidiary Company		
	Supertron Electronics Pte Limited	0.53	0.53
	Advance Given		
	Supertron Electronics Pte Limited	-	26.26

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

d) Expenditure in Foreign Currency:

(Rs. in Lacs)

Particulars	2021-22	2020-21
Foreign Travel	6.37	0.00
Professional/Consultancy Fees/Others	-	42.22

e) CIF Value of Imports

(Rs. in Lacs)

Particulars	2021-22	2020-21
Import of Finished Goods	1,31,350	1,03,050

f) Foreign Exchange Earnings:

(Rs. in Lacs)

Particulars	2021-22	2020-21
Incentives Receipt	10,089	6,736
Export of Goods (on FOB Basis)	114	-

g) Earnings Per Share:

(Rs. in Lacs)

Particulars	2021-22	2020-21
Profit after tax available for Equity Shareholders (Rs.)	10,338.63	5,203.25
Weighted average number of shares – outstanding Earnings per share Rs.	104.94	104.94
(Basic & Diluted) (Equity Shares of Rs.10/- each)	98.52	49.59

h) Disclosure of Transactions of with Struck Off Companies

The company did not have any transaction with companies struck off under Section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the financial year.

i) No transactions to report against the following disclosure requirement as notified by MCA pursuant to amended Schedule III:

- Crypto Currency or Virtual Currency
- Benami Property held under prohibition of Benami Property Transactions Act, 1988 and rules made there under
- Related to borrowed funds- wilful defaulters

j) Utilisation of Borrowed funds and share premium:

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

- k)** The Company's sole business segment is Information, Communication & Technology Products, hence the need for separate disclosure as required under Accounting Standard 17 - Segment Reporting is not applicable.
- l)** The previous year's figures have been accordingly re-grouped/re-classified to conform to the current year's classification.

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SUPERTRON ELECTRONICS PRIVATE LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **Supertron Electronics Private Limited** (the "Holding Company") and its subsidiary (collectively referred to as "the Company" or "the Group") which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2022, profit and its cash flows for the year ended on that date.

Basis for Opinion

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

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

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the Consolidated Financial Statements and our auditor's report thereon.

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated 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.

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

The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the state of affairs, financial position, financial performance, profit/loss and cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.

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

In preparing the Financial Statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Boards of Directors are also responsible for overseeing the Group's financial reporting process.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is

INDEPENDENT AUDITORS' REPORT (Contd.)

not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

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

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

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

We did not audit the financial statements of Supertron Electronics Pte Limited (Wholly Owned foreign subsidiary), whose financial statements reflect total assets of Rs. 3,23,68,161 (0.21%) as at March 31, 2022, total revenues of Rs. 9,72,93,784 (0.17%) and net cash flows amounting to Rs. 2,37,07,304 for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by auditors in the country where subsidiary is situated and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on such audited financial statements.

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, based on our audit and on the consideration of report of the

INDEPENDENT AUDITORS' REPORT (Contd.)

other auditors on separate financial statements of a subsidiary as was audited by other auditors, as noted in the "Other Matter" paragraph, we report, to the extent applicable, 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 (as required in respective country) of account as required by law have been kept by the Holding Company so far as it appears from our examination of those books and the reports of the other auditors;
- (c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the relevant books of account;
- (d) In our opinion the aforesaid Consolidated Financial Statements comply with the Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder;
- (e) On the basis of written representations received from the directors of the holding company and the reports of the statutory auditors of its subsidiary company as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting with reference to Financial Statements of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Consolidated Financial Statements. Refer Note 26(b) to the Consolidated Financial Statements;
 - ii. The Holding Company and its subsidiary did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and,

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2022.
- iv.
 - (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

INDEPENDENT AUDITORS' REPORT (Contd.)

- v. The Board of Directors of the Company have not proposed any dividend for the year ended March 31, 2022.
2. With respect to other matters to be included in the Auditors' Report, Section 197(16) of the Act regarding the managerial remuneration is not applicable to the Company, since it is Private Limited Company.
3. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, since the subsidiary is incorporated outside India and the provisions

of Companies (Auditors Report) Order, 2020 is not applicable. Hence, we have nothing to report in this regard.

For D. K. Chhajer & Co.
Chartered Accountants
Firm Registration No. 304138E

Garima Sancheti
Partner
Membership No. 413816
UDIN: 22413816AZCMRW3182

Place: Kolkata
Date: September 02, 2022

ANNEXURE A

TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF SUPERTRON ELECTRONICS PRIVATE LIMITED

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In terms of the information and explanations sought by us and given by the Holding Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief and based on the consideration of report of respective auditors of the subsidiary company incorporated outside India, we state that:

(xxi) As the subsidiary is incorporated outside India and the provisions of Companies (Auditors Report) Order, 2020 is not applicable. Hence, we have nothing to report in this regard.

For D. K. Chhajer & Co.

Chartered Accountants

Firm Registration No. 304138E

Garima Sancheti

Partner

Membership No. 413816

UDIN: 22413816AZCMRW3182

Place: Kolkata

Date: September 02, 2022

ANNEXURE B

TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF SUPERTRON ELECTRONICS PRIVATE LIMITED

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting of "Supertron Electronics Private Limited" ("the Company"). The Company has only one foreign subsidiary, it doesn't have any subsidiary Company, jointly controlled company or associate company which are incorporated in India.

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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company and its subsidiaries, which are incorporated in India, 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 our judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For D. K. Chhajer & Co.
Chartered Accountants
Firm Registration No. 304138E

Garima Sancheti
Partner
Membership No. 413816
UDIN: 22413816AZCMRW3182

Place: Kolkata
Date: September 02, 2022

CONSOLIDATED BALANCE SHEET

AS AT MARCH 31, 2022

(Rs. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	1,049.36	1,049.36
(b) Reserves and Surplus	3	33,500.47	23,261.08
Total (A)		34,549.83	24,310.44
(2) Non-Current Liabilities			
(a) Long Term Borrowings	4	2,973.00	456.24
Total (B)		2,973.00	456.24
(3) Current Liabilities			
(a) Short-Term Borrowings	5	39,038.43	26,083.62
(b) Trade Payables	6		
- total outstandings dues of micro enterprises and small enterprises		-	-
- total outstandings dues of creditors other than micro enterprises and small enterprises		71,900.04	54,274.09
(c) Other Current Liabilities	7	2,222.03	1,563.62
(d) Short-Term Provisions	8	375.95	240.61
Total (C)		1,13,536.45	82,161.94
Total (A+B+C)		1,51,059.28	1,06,928.62
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant & Equipment	9	1,730.26	847.40
(ii) Intangible Assets		57.87	4.85
(iii) Capital Work in Progress		-	15.20
(b) Non-current investments	10	815.49	815.49
(c) Deferred Tax Assets (Net)	11	61.70	18.59
(d) Other Non Current Assets	12	2,441.41	629.63
Total (D)		5,106.73	2,331.16
(2) Current Assets			
(a) Inventories	13	54,801.88	32,045.85
(b) Trade Receivables	14	73,054.80	55,969.44
(c) Cash and Bank Balances	15	7,809.36	9,545.53
(d) Short-term loans and advances	16	10,149.70	6,750.79
(e) Other Current Assets	17	136.81	285.85
Total (E)		1,45,952.55	1,04,597.46
Total (D+E)		1,51,059.28	1,06,928.62

Significant Accounting Policies

1

Additional Notes to Accounts

25 & 26

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED MARCH 31, 2022

(Rs. in Lacs)

Particulars	Note No.	For the year ended March 31, 2022	For the year ended March 31, 2021
I. Revenue from operations (Gross)	18	5,59,832.66	4,57,449.13
II. Other Income	19	615.85	744.61
III. Total Income (I +II)		5,60,448.51	4,58,193.74
IV. Expenses:			
Purchases of Stock-in-Trade	20	5,52,065.57	4,33,180.64
Changes in inventories of Stock-in-trade	21	(22,756.03)	4,464.16
Employee Benefit Expense	22	7,414.05	5,762.63
Finance Costs	23	1,961.38	1,946.96
Depreciation and Amortisation Expense	9	125.56	115.77
Other Expenses	24	7,679.50	5,586.40
Total Expenses		5,46,490.03	4,51,056.56
V Profit before tax (III - IV)		13,958.48	7,137.18
VI Profit after tax			
Current tax		3,605.11	1,875.65
Deferred tax		(43.10)	47.34
Tax in respect of earlier years		0.97	(1.26)
VII Profit after tax		10,395.50	5,215.45
VIII Earning per equity share of Rs. 10 each	26(g)		
Basic & Diluted		99.07	49.70

Significant Accounting Policies

Additional Notes to Accounts

1
25 & 26

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2022

(Rs. in Lacs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	13,958.48	7,137.18
Adjustments for:		
Foreign Currency Fluctuation Reserve	1.29	1.57
Depreciation and Amortisation expense	125.56	115.77
Discard/(Profit) on Sale of Fixed Asset	6.55	15.99
Provision for Doubtful Debts	79.80	91.56
Interest Income	(366.23)	(401.20)
Finance Costs	1,961.37	1,946.96
Profit on Sale of Investment	(135.44)	
Operating Profit before working capital changes	15,631.38	8,907.83
Adjustments for:		
(Increase)/Decrease in Trade and other receivables	(17,085.36)	(8,762.23)
(Increase)/Decrease in Inventories	(22,756.03)	4,464.16
(Increase)/Decrease in Other Current Assets	-	-
(Increase)/Decrease in Other Non Current Assets	(1,811.79)	1,136.59
(Increase)/Decrease in Loans & Advances	(3,393.92)	430.21
Increase/(Decrease) in Trade Payables	17,625.97	81.85
Increase/(Decrease) in Current Liabilities	658.41	(913.68)
Increase/(Decrease) in Provisions	130.82	4.00
Cash generated from Operations	(11,000.52)	5,348.73
Direct Taxes paid	(3,686.39)	(1,493.58)
Net Cash from Operating Activities	(14,686.91)	3,855.15
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(1,058.08)	(50.57)
Sale of fixed assets	5.30	-
Purchase of Investment	(550.00)	(10.00)
Interest received	515.27	337.55
Sale of Investment	685.44	-
Net Cash (used in)/from Investing Activities	(402.07)	276.98
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid	(157.40)	(78.70)
Repayment from Long Term Borrowings	(120.08)	(264.20)
Proceeds from Long Term Borrowings	3,573.49	500.00
Proceeds from Short Term Borrowings	12,018.16	(230.90)
Finance Costs	(1,961.36)	(1,946.96)
Net Cash (used in)/from Financing Activities	13,352.81	(2,020.76)
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(1,736.17)	2,111.37
Cash and Bank Balances at beginning of the year	9,545.53	7,434.16
Cash and Bank Balances at end of the year (Refer Note 15)	7,809.36	9,545.53

Notes:

- a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 on 'Cash Flow Statements'.

As per our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.1 CORPORATE INFORMATION

Supertron Electronics Private Limited (the 'Holding Company') is engaged in distribution of Information Technology and Telecommunication products with pan India presence.

Supertron Electronics Pte Limited, a wholly owned subsidiary is engaged in distribution of Information Technology and Telecommunication products in Singapore.

1.2 The Consolidated Financial Statements have been prepared in accordance with the Accounting Standards (AS) – 21 on "Consolidated Financial Statements"

1.3 The Consolidated Financial Statements relate to Supertron Electronics Private Limited (the "Holding Company") and its wholly owned subsidiary, Supertron Electronics Pte Limited incorporated in Singapore.

1.4 CONSOLIDATION PROCEDURE

- i. The financial statements of the Holding Company and its wholly owned subsidiary have been prepared based on a line-by-line consolidation by adding together the book value of like items of assets and liabilities, revenue and expenses as per the respective financial statements. Intra group balances and Intra group transactions and the unrealised profits on stocks arising out of intra group transactions have been eliminated.
- ii. As far as possible, the consolidated financials are prepared using uniform accounting policies for similar material transactions and other events in similar circumstances otherwise as stated elsewhere.
- iii. Minority Interest's share of net profit of consolidated subsidiaries for the year is identified and adjusted against revenue of the group in order to arrive at the net revenue attributable to the shareholders of the Company. The excess of loss over the minority interest in the equity is adjusted in minority interest.
- iv. Minority Interest's share of net assets of consolidated subsidiaries is identified and presented in the consolidated Balance Sheet separate from liabilities and equity of the Company's shareholders.
- v. In terms of AS – 11 on "The Effect of Changes in Foreign Exchange Rate", foreign subsidiary is integral part of the operations of the Company. Financial Statements of the Subsidiary have been translated at the following exchange rates:

(a) Revenue and Expenses: At the average exchange rate during the year.

(b) All other assets and liabilities: Closing rates prevailing at the year end.

Any exchange difference arising on consolidation is recognised in the statement of Profit and Loss.

1.5 OTHER SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF PREPARATION

These consolidated financial statements have been prepared under the historical cost convention, on an accrual basis and comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules 2014 and Companies (Accounting Standards) Amendment Rules, 2016 and relevant provisions of the Companies Act, 2013, to the extent notified. Accounting policies unless specifically stated to be otherwise, is consistent with generally accepted accounting principles.

(b) USE OF ESTIMATES

The preparation of Consolidated financial statements requires the management to make estimates, judgements and assumptions that affects the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and reported amount of revenues and expenses for the year. Although these estimates are based on the management's best knowledge of the current events and actions, actual results could differ from the estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

(c) CURRENT AND NON CURRENT CLASSIFICATION

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current - non-current classification of assets and liabilities.

(d) PROPERTY, PLANT & EQUIPMENT

Tangible Assets are stated at acquisition cost, net of accumulated depreciation and accumulated

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

impairment losses. The cost of assets comprises its purchase price net of recoverable taxes plus directly attributable costs of bringing the assets to the working condition for its intended use. Subsequent expenditures related to an item of Plant Property & Equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements. Gains and losses arising from the disposal of Plant Property & Equipment are recognised in the Statement of Profit and Loss.

In case of Holding Company, depreciation on Property, Plant and Equipment is provided under the Straight-Line Method (SLM) at the rates determined based on the useful life of the respective assets and residual values in accordance with Schedule III of the Companies Act, 2013.

Depreciation on Plant Property & Equipment added / disposed off during the year is provided on pro rata basis with reference to the date of addition / disposal.

In case of Subsidiary Company, no assets have been capitalised till March 31, 2021.

(e) INTANGIBLE ASSETS

- a) Cost incurred on intangible assets, resulting in future economic benefits are capitalised as intangible assets. Intangible Assets are stated at cost less accumulated amortization and cumulative impairment losses, if any.
- b) Computer software is amortised over a period of three years.

(f) BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of the assets up to the date such assets are ready for their intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. Other borrowing costs are recognised as expenses in the period in which they are incurred.

(g) INVESTMENTS

Current Investments are stated at lower of cost and fair value. Long-Term Investments are stated

at cost; Provision for diminution, if any, in the value of long-term investment is made only if such a decline is other than temporary. Gain / Losses on disposal of Investments are recognised as income / expenditure.

(g) VALUATION OF INVENTORIES

- i) Closing Stock: -At cost or net realisable value whichever is lower. The Cost is computed on FIFO basis.
- ii) Obsolete/rejected items: -Nil/Estimated realisable value.
- iii) Cost includes purchase price, freight, custom duty (excluding Additional duty of Customs & Custom duty refundable), clearing & forwarding charges in case of imported goods whereas it includes only invoice value less GST if any, in case of domestic purchases.

(h) RECOGNITION OF REVENUE

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

- a) Revenue from sale of goods is recognised upon passage of title which generally coincides with delivery of material to the customers. The Group collects GST on behalf of the government and, therefore, these are not economic benefits flowing to the Group. Hence, they are excluded from revenues.
Sales figures are net of rebates and discounts.
- b) Revenue from services are recognised pro-rata as and when the services are rendered. The Group collects GST on behalf of the Government and therefore, it is not and economic benefit flowing to the Group and hence excluded from revenue

(i) OTHER INCOME

- a) Dividend income is recognised when the Group's right to receive the payment is established by the Balance Sheet date.
- b) Interest income is recognised on a time proportion basis taking into account the amount outstanding and rate applicable.
- c) Insurance and other claims are accounted for as and when accepted.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

Purchases are shown as net off discount received and foreign exchange gains/ losses on import of trading goods but include purchase expenses like custom duty, clearing charges, freight, interest on import purchases, etc.

(j) FOREIGN CURRENCY TRANSACTIONS:

Initial Recognition

Transactions in foreign currencies are accounted at the exchange rate prevailing on the date of transaction.

Subsequent Recognition

The exchange differences arising on the settlement of such transactions are recognised in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currencies outstanding at the end of the reporting period are translated into the functional currency at the exchange rate prevailing on the reporting date. Non-monetary items are translated using the exchange rates prevailing on the transaction date, subsequently measured at historical cost and not retranslated at period end. The resultant translation differences, if any, are recognised in the Statement of Profit and Loss.

(k) DERIVATIVE INSTRUMENTS

The Group uses forward exchange contracts to hedge its risks associated with foreign currency fluctuations relating to the underlying transactions, highly probable forecast transactions and firm commitment. In respect of forward exchange contracts with the underlying transactions, the premium or discount arising at the inception of such contracts is amortised as expense or income over the life of contract. Other forward exchange contracts outstanding on the Balance Sheet date are marked to market and in case of gain/loss the same is provided for in the financial statement. Any profit and loss arising on the cancellation of forward exchange contracts are recognised as income or expense for the period.

(l) EMPLOYEE BENEFITS

1. Short-term employee benefits

Short-term employee benefits are recognised as an expense at the undiscounted amount in the period in which employee services are rendered.

2. Post employment benefits

Defined Contribution Plans

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the Group recognises contribution payable to the Provident Fund Scheme as expenditure when an employee renders the related services.

The Company has no obligation other than contribution payable to the respective funds.

Defined Benefit Plans

Gratuity Liability being a defined benefit obligation, is required for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

The Group treats accumulated leaves expected to be carried forward beyond twelve months as long term employee benefit for measurement purpose. Such long-term compensated absences are provided for on the actuarial valuation using the projected unit credit method at the end of each financial year. Actuarial gains / losses are immediately taken to the Statement of Profit and Loss and are not deferred.

(m) TAXATION ON INCOME

Income tax expense comprises current tax and deferred tax.

In case of the Holding Company,

- i. Current tax is determined as the amount of tax payable in respect of taxable income for the year based on applicable tax rates and laws.
- ii. Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised only if there is reasonable / virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realised. Such assets are reviewed as at each Balance Sheet date to reassess the realisability thereof. Deferred

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted by the Balance Sheet date.

In case of the foreign Company, tax liabilities and assets are recognised in accordance with local laws.

(n) EARNINGS PER SHARE

Basic Earnings Per Share is calculated by dividing the net profit or loss for the year attributable to equity shareholders of the Holding Company by the weighted average number of equity shares of the Holding Company outstanding during the year. For the purpose of calculating diluted earnings per share, net profit or loss for the year attributable to equity shareholders of the Holding

Company and the weighted average number of shares outstanding of the Holding Company during the year is adjusted for the effect of all dilutive potential equity shares.

(o) CONTINGENCIES/PROVISIONS

Provision are recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the liabilities can be made. Liabilities, which are material and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent and disclosed by way of notes to the accounts. Contingent Assets are neither recognised, nor disclosed.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

2 SHARE CAPITAL

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	Rs.	Number of shares	Rs.
Authorised				
Equity shares of Rs.10/- each with voting rights	1,50,00,000	1,500.00	1,50,00,000	1,500.00
Issued,Subscribed and Fully Paid Up				
Equity shares of Rs.10 each with voting rights	1,04,93,600	1,049.36	1,04,93,600	1,049.36
Total	1,04,93,600	1,049.36	1,04,93,600	1,049.36

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

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
Shares outstanding at the beginning of the year	1,04,93,600	1,049.36	1,04,93,600	1,049.36
Add: Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,04,93,600	1,049.36	1,04,93,600	1,049.36

2.2 Terms/Rights attached to Shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

2.3 There are no fully paid up equity shares pursuant to a contract nor any Bonus shares have been issued during the period of 5 years immediately preceding March 31, 2022.

2.4 No Shares has been brought back during the period of 5 years preceding March 31, 2022.

2.5 During the financial year 2021-22 the Company has paid final dividend of Rs. 1.50 per share pertaining to financial year 2020-21 (Previous Financial Year 2020-21 Rs. 0.75 per share paid for the Financial Year 2019-20).

2.6 Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the Shareholder	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% Held	No. of Shares	No. of Shares
Vishnu Kumar Bhandari	26,06,600	24.84%	18,39,600	17.53%
Ivory Finvest Ltd	12,69,000	12.09%	12,69,000	12.09%
Supercomp Electronics Private Ltd	8,76,250	8.35%	8,76,250	8.35%
Vishnu Kumar Bhandari (HUF)	9,09,750	8.67%	9,09,750	8.67%
M K Distributors Private Ltd	30,20,000	28.78%	8,39,000	8.00%
Ruchir Bhandari	-	-	7,00,250	6.67%
Vipul Bhandari	8,48,500	8.09%	1,40,000	1.33%
Swarnim Engineering Works Private Ltd	5,28,125	5.03%	5,28,125	5.03%
Ambika Prasad Bhandari	-	-	7,67,000	7.31%

2.7 Shareholding of Promoters (given for each class of shares separately)

Shares held by promoters at the end of the March 31, 2022

Promoter name	No. of Shares	%of total shares	% Change during the year
Vishnu Kumar Bhandari	26,06,600	24.84%	41.69%
M K Distributors Private Limited	30,20,000	28.78%	-
Ivory Finvest Limited	12,69,000	12.09%	-
Vishnu Kumar Bhandari (Huf)	9,09,750	8.67%	-
Shobha Bhandari	3,70,400	3.53%	-
Vipul Bhandari	8,48,500	8.09%	506.00%

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)**

Promoter name	No. of Shares	%of total shares	% Change during the year
Nupur Bhandari	31,250	0.30%	0.81%
Gayatri Devi Bhandari	13,750	0.13%	-
Madhur Bhandari	9,375	0.09%	-
Nirmala Devi Somani	500	-	-
Shivani Rahul Somani	100	-	-

Shares held by promoters at the end of the March 31, 2021

Promoter name	No. of Shares	%of total shares	% Change during the year
Vishnu Kumar Bhandari- Director	18,39,600	17.53%	-
M K Distributors Private Limited	30,20,000	28.78%	259.00%
Ivory Finvest Limited	12,69,000	12.09%	-
Vishnu Kumar Bhandari (Huf)	9,09,750	8.67%	-
Ambika Prasad Bhandari	7,67,000	7.31%	-
Ruchir Bhandari	7,00,250	6.67%	-
Shobha Bhandari	3,70,400	3.53%	-
Vipul Bhandari	1,40,000	1.33%	-
Nupur Bhandari	31,000	0.30%	-
Gayatri Devi Bhandari	13,750	0.13%	-
Madhur Bhandari	9,375	0.09%	-
Manohar Lal Bhandari	8,000	0.08%	-
Nirmala Devi Somani	500	-	-
Raj Bhandari	250	-	-
Bhagwani Devi Bhandari	250	-	-
Shivani Rahul Somani	100	-	-

3 RESERVE & SURPLUS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Capital Reserve		
At the Beginning of the year	3.41	3.41
Add: Transferred from Surplus	-	-
Less: Utilisation	-	-
At the end of the year	3.41	3.41
Securities Premium		
At the Beginning of the year	1,868.60	1,868.60
Add: Transferred from Surplus	-	-
Less: Utilisation	-	-
At the end of the year	1,868.60	1,868.60
General Reserve		
At the Beginning of the year	1,635.00	1,435.00
Add: Transferred from Surplus	200.00	200.00
Less: Utilisation	-	-
At the end of the year	1,835.00	1,635.00
Surplus in the Statement of Profit and Loss		
At the Beginning of the year	19,754.07	14,815.75
Add: Foreign currency fluctuation reserve	1.29	1.57
Add: Profit for the year	10,395.50	5,215.45
	30,150.86	20,032.77

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Less: Appropriations		
Transfer to General Reserve	200.00	200.00
Dividend to Equity Shareholders	157.40	78.70
At the end of the Year	29,793.46	19,754.07
	33,500.47	23,261.08

4 LONG TERM BORROWINGS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
From Banks (Secured)		
Vehicle loan		
ICICI Bank Limited	-	1.21
HDFC Bank Limited	27.01	38.22
Daimler Services India Private Limited	12.69	17.46
Toyota Financial Services India Limited	53.93	-
Less: Current Maturities of vehicle loan (Refer Note No 5)	(37.21)	(17.30)
Total A	56.42	39.59
Term Loan from SBI (Refer Note No 4.2)	3,916.66	500.00
Less: Current Maturities of SBI GECL Loan	(1,000.08)	(83.35)
Total B	2,916.58	416.65
Total (A+B)	2,973.00	456.24

4.1 Terms of Repayment of Vehicle Loans

(Amount in Rs.)

	ROI	EMI (Amount in Rs.)	No. of installment	Date of last installment	Security by way of Hypothecation
ICICI Bank Limited	9.36%	1,29,788	60	April'21	Motor Car under HP Agreement
HDFC Bank Limited	9.50%	1,19,321	60	April'24	Motor Car under HP Agreement
Daimler Services India Private Limited	6.56%	48,985	60	July'24	Motor Car under HP Agreement
Toyota Financial Services India Limited	7.25%	1,91,374	32	June'24	Motor Car under HP Agreement

- 4.2.** Term Loan of Rs 40 Crores from State Bank of India has been sanctioned for working capital purpose carrying interest rate of 7.95% pa in pursuance of "Guaranteed Emergency Credit Line (GECL 2.0 under Emergency Credit Line Guratnee Scheme 2.0. Loan to be repaid in 48 EMI's of Rs 83.34 Lacs after a moratorium period of 12 months. the Loan is secured by second charge on Existing primary and Collateral security and hypothecation of entire current assets of the Company. Last date of maturity being February 25, 2026.

5 SHORT TERM BORROWINGS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Secured		
Working capital loan		
Cash Credit account with Scheduled Bank	12,479.94	9,191.90
Channel Finance Facilities from Scheduled Bank	17,352.66	14,652.66
Current Maturities of Long term Borrowing (Refer Note No 4)	37.21	17.30
Current Maturities of SBI GECL Loan	1,000.08	83.35
	-	-

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)**

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
From Others (Unsecured)	-	-
From Banks	4,000.00	-
From Bodies Corporates	3,558.54	1,953.16
From Directors & Shareholders	610.00	185.25
	39,038.43	26,083.62

5.1 Unsecured Loan from Promoters Group carry Interest Rate of 12% and repayable on demand

5.2 Breakup of Working Capital Loan

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Karnataka Bank Ltd	566.89	173.93
State Bank of India	3,712.10	3,604.48
ICICI Bank Ltd	1,600.00	1,038.74
HDFC Bank	3,000.00	3,000.00
Citi Bank NA	3,000.00	-
Union Bank of India	0.95	582.81
IDFC Bank Limited	600.00	791.94
Total	12,479.94	9,191.90

5.3 Terms & Condition of Working Capital Loan

Working capital loan is secured by way of equitable mortgage of immovable properties owned by the Company, Director & his relative and by two group Companies, hypothecation of Stocks and Book Debts, Receivables etc ranking pari passu, Lien on Term Deposits and also personal guarantee of two directors and corporate guarantee of two group Companies. Working capital loan is repayable on demand.

5.4 State Bank of India vide Sanction Reference No SBI/CBK/AMTII/2021-22/1169 dated February 24, 2022 had enhanced total facilities from Rs 561 Crores to Rs 666 Crores as on February 24, 2022 whose disbursements are subject to Joint documentation.

5.5 The Company has availed unsecured loan from ICICI Bank amounting to Rs 40 Crores (Rupees Forty Crores) for working capital requirement carrying Interest Rate linked with Repo Rate + Spread with 90 days tenor for each tranches and facilities remain valid till Dec 22.

5.6 The Company has availed Channel Finance Facilities of Rs. 175 Crores from State Bank of India towards financing of Dell products on terms and conditions as per working capital arrangements with Bank and the same facilities has been hypothecated by way of hypothecation charges on Book debts and Stock of Dell products.

5.7 The Company has availed Channel Finance Facilities of Rs. 40 Crores from Tata Capital Financial Services towards financing of Dell products. The same is unsecured a rate of interest of 9.8%.

5.8 Rate of Interest

Name of the Bank	Basis of Interest Rate
Karnataka Bank Limited	6 Month Treasury bill + 3.99%
State Bank of India	3 Month MCLR + 0.85%
ICICI Bank Ltd	6 Month MCLR +1%
HDFC Bank	1Yr MCLR +1%
Citi Bank NA	6.50%
Union Bank of India	1Month MCLR +1%
IDFC Bank Limited	1Yr MCLR +1.2%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

6 TRADE PAYABLES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Dues of Micro and Small Enterprises	-	-
Other than Micro and Small Enterprises	71,900.04	54,274.09
	71,900.04	54,274.09

6.1 Details relating to Micro, Small and Medium Enterprises:

Particulars	As at March 31, 2022	As at March 31, 2021
1. the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	-	-
2. the amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
3. the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Development Act, 2006	-	-
4. the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
5. the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

6.2 The Company has compiled this information based on intimation received from the suppliers of goods of their status as Micro or Small Enterprises and/or its registration with appropriate authority under the Micro, Small and Medium Enterprises Act, 2006 ("MSMED Act") & based thereupon the Company owes no money to any MSME suppliers of goods.

6.3 The ageing of trade payables is as below:

(Rs. in Lacs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As at 31.03.2022					
Undisputed					
-MSME	-	-	-	-	-
-Others	71,827.05	9.78	1.50	61.71	71,900.04
Disputed					
-MSME	-	-	-	-	-
-Others	-	-	-	-	-
Total	71,827.05	9.78	1.50	61.71	71,900.04
As at 31.03.2021					
Undisputed					
-MSME	-	-	-	-	-
-Others	54,189.38	1.51	29.47	53.73	54,274.09
Disputed					
-MSME	-	-	-	-	-
-Others	-	-	-	-	-
Total	54,189.38	1.51	29.47	53.73	54,274.09

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

7 OTHER CURRENT LIABILITIES

	(Rs. in Lacs)	
	As at March 31, 2022	As at March 31, 2021
Statutory Dues	59.38	157.56
Advance From Customers	621.06	332.35
Interest Accrued but Due	26.88	-
Security Deposits	32.61	33.46
Creditors for Expenses	1,104.45	752.63
Other Payables	377.65	287.62
Total	2,222.03	1,563.62

8 SHORT TERM PROVISIONS

	(Rs. in Lacs)	
	As at March 31, 2022	As at March 31, 2021
Income Tax Receivable (net of provisions for tax)	5.10	0.58
Provision for Leave Encashment	261.75	190.39
Provision for Gratuity	109.10	49.64
	375.95	240.61

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

9 FIXED ASSETS

Sr. No	Particulars	Gross Block				Depreciation/Amortisation				Net Block		(Rs. in Lacs)
		Balance as at 01.04.2021	Addition during the year	Deduction during the year	Balance as at 31.03.2022	Up to April 01, 2021	For the year	Deduction during the year	Adjustment	Up to March 31, 2022	Balance as at March 31, 2022	
I	Tangible Assets											
1	Building *	572.68	868.83	-	1,441.51	102.31	14.67	-	-	116.98	1,324.53	470.37
2	Plant and Equipment	4.95	-	-	4.95	3.97	0.37	-	-	4.34	0.61	0.98
3	Furnitures & Fixtures	246.65	12.47	14.09	245.03	131.95	23.10	13.38	-	141.67	103.36	114.70
4	Vehicles (Cars)	336.10	85.07	31.04	390.13	147.72	42.21	27.49	-	162.44	227.69	188.38
5	Office Equipment	122.52	8.82	69.07	62.27	87.18	13.35	64.70	-	35.83	26.44	35.34
6	Computer	93.75	35.34	47.02	82.07	56.11	22.99	44.66	-	34.44	47.63	37.64
	TOTAL (A)	1,376.65	1,010.53	161.22	2,225.96	529.24	116.69	150.23	-	495.70	1,730.26	847.41
	Previous Year's TOTAL(B)	1,567.44	31.92	222.71	1,376.65	630.07	110.72	211.54	0.00	529.25	847.40	937.38
II	Intangible Assets											
1	Software	20.93	62.76	17.48	66.21	16.08	8.87	16.61	-	8.34	57.87	4.85
2	Patent & Trademark	-	-	-	-	-	-	-	-	-	-	-
	TOTAL (C)	20.93	62.76	17.48	66.21	16.08	8.87	16.61	-	8.34	57.87	4.85
	Previous Year's TOTAL(D)	113.87	3.45	96.39	20.93	102.60	5.05	91.57	-	16.08	4.85	11.27
	B2B Portal											
	Capital Work in Progress	15.20	25.56	40.76	-	-	-	-	-	-	-	15.20
	TOTAL (C)	15.20	25.56	40.76	-	-	-	-	-	-	-	15.20
	Previous Year's TOTAL(D)	-	15.20	-	15.20	-	-	-	-	-	15.20	-
	TOTAL (A+C)	1,412.78	1,098.85	219.46	2,292.17	545.32	125.56	166.84	-	504.04	1,788.13	867.46
	Previous Year's TOTAL (B+D)	1,681.31	50.57	319.09	1,412.78	732.67	115.77	303.11	0.00	545.32	867.46	948.67

(Rs. in Laos)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

9.1 Title deeds of Immovable Property not held in name of the Company

Description of Property	Gross carrying value (Rs. in Lacs)	Held in Name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in name of the Company
Flat at Nirmal Kunj - 956 Sqft	27.22	Milan Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Flat at Nirmal Kunj -300 Sq ft	9	Milan Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Flat at Biren Roy Road Khargola	23.54	Shova Chakraborty Chandrima Chakraborty	No	Since Oct 12	Company intends to Sale the flat
Total	59.76				

9.2 During the year the Company has developed its B2B Portal and the same has been capitalised under Software (Intangible Assets)

10 NON CURRENT INVESTMENT

Other Than Trade:	Face Value	No. of Units		(Rs. in Lacs)	
		March 31, 2022	March 31, 2021	As at March 31, 2022	As at March 31, 2021
<i>Unquoted, Other than Trade</i>					
- Investments in Government Securities (NSC VIII Issue)				0.09	0.09
- In M K Distributors Private Limited	Rs. 10	40	4,000	0.40	0.40
<i>Quoted, Other than Trade</i>					
- Investment in Mutual Fund					
SBI Short Term Debt Fund (under Lien)	Rs. 10	6,34,256	6,34,256	120.00	120.00
SBI Corporate Bond Fund (under Lien)	Rs. 10	4,76,463	4,76,463	125.00	125.00
SBI Debt Fund Series (under Lien)	Rs. 10	8,41,856	55,00,000	550.00	550.00
Bajaj Alliance Secure Gain Fund	Rs. 10	49,324	49,338	20.00	20.00
				815.49	815.49
Aggregate Market Value of Quoted Investments				932.33	955.85
Aggregate Cost of Quoted Investments				815.00	815.00
Aggregate Cost of Unquoted Investments				0.49	0.49

10.1 Investment in NSCs amounting to Rs. 9,000/- (Matured) held in the name of a director of the Company, are pledged with Sales Tax Departments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

11 DEFERRED TAX

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Tax Effects of items constituting Deferred Tax Liability		
Property, Plant and Equipment	(66.87)	(58.23)
Tax Effects of items constituting Deferred Tax Asset		
Provision for Doubtful Debts	35.23	15.31
Provision on Employee Benefits	93.34	61.51
Deferred Tax Assets (Net)	61.70	18.59

12 OTHER NON CURRENT ASSETS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Unsecured Considered Good		
Security Deposits -Rent and others	277.94	248.75
Deposits with Banks (Maturity beyond 12 months)	2,096.50	380.88
(Under Lien with Banks. Refer Note No 17)		
Interest Accrued but not Due (Long Term)	66.97	-
	2,441.41	629.63

13 INVENTORIES

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Stock-in- Trade	54,801.88	32,045.85
(Valued at lower of cost or net realisable value)		
	54,801.88	32,045.85

14 TRADE RECEIVABLE

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Outstanding for a period exceeding six months from the date they become due		
Unsecured Considered Good	452.23	471.61
Doubtful	435.20	449.10
Less: Provision for Doubtful Debts	(139.56)	(59.75)
	747.87	860.96
Others (Unsecured Considered Good)	72,306.93	55,108.48
	73,054.80	55,969.44

14.1 The Company has taken a Credit insurance Policy to secure its debtors.

14.2 The Company has initiated legal proceedings against Sundry Debtors of Rs. 344.48 Lacs (Previous year Rs. 395.39 Lacs)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

The ageing of trade receivables are as below:

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2022						
Undisputed Trade receivables						
-Considered Good	72,306.93	170.68	95.21	165.59	20.75	72,759.16
-Doubtful						
Disputed Trade receivables						
-Considered Good						-
-Doubtful	-	24.38	-	61.29	349.53	435.20
Gross Total	72,306.93	195.06	95.21	226.88	370.28	73,194.36
Expected loss (%)						
Allowance for doubtful trade receivables		3.66		9.19	126.71	139.56
Net Total	72,306.93	191.40	95.21	217.69	243.57	73,054.80
As at 31.03.2021						
Undisputed Trade receivables						
-Considered Good	55,108.48	73.53	254.93	23.24	119.91	55,580.09
-Doubtful						
Disputed Trade receivables						
-Considered Good						
-Doubtful	-	33.72	226.96	31.16	157.26	449.10
Gross Total	55,108.48	107.25	481.89	54.40	277.17	56,029.19
Expected loss (%)						
Allowance for doubtful trade receivables	-	-	22.80	4.98	31.97	59.75
Net Total	55,108.48	107.25	459.09	49.42	245.20	55,969.44

15 CASH & BANK BALANCES

	As at March 31, 2022	As at March 31, 2021
<i>Cash and Cash Equivalent</i>		
-Balances with Banks in Current Account	2,322.22	1,716.49
-Cash on hand	9.34	13.46
<i>Other Bank Balances</i>		
-Deposits with Banks (under Lien)	7,574.30	8,196.46
	9,905.86	9,926.41
Less: Deposits with Banks disclosed under Other Non-Current Assets	(2,096.50)	(380.88)
	7,809.36	9,545.53

16 SHORT TERMS LOANS AND ADVANCES

	As at March 31, 2022	As at March 31, 2021
<i>(Unsecured and Considered Good)</i>		
Advance to Suppliers	575.12	1,199.60
Balance with Statutory Bodies	8,053.29	4,241.37
Additional duty of Customs (SAD) Refundable Account	209.30	209.30
Prepaid Expenses	33.41	28.41
Income Tax Receivable (net of provisions for tax)	619.21	384.95

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
Advance Recoverable in cash or in kind or for value to be received	18.71	46.50
Customs duty Refundable Claim (Refer Note 16.2)	640.66	640.66
	10,149.70	6,750.79

16.1 The Company has filed for refund of Special Additional Duty of Custom with Commisioner of Custom, Chennai

16.2 The Company has filed for refund of Excess Custom Duty with Deputy Commissioner of Custom Bangalore.

17. OTHER CURRENT ASSETS

(Rs. in Lacs)

	As at March 31, 2022	As at March 31, 2021
(Unsecured and Considered Good)		
Interest Accrued but not Due	136.81	285.85
	136.81	285.85

18. REVENUE FROM OPERATIONS

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Sale of Goods	5,41,316.13	4,38,471.66
Sale of Services	18,516.53	18,977.47
	5,59,832.66	4,57,449.13

18.1 The Company deals in IT products and Peripherals only.

19. OTHER INCOME

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Interest Income	366.23	401.20
Other Receipts	249.62	343.41
	615.85	744.61

20. PURCHASE OF STOCK IN TRADE

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Purchase of Goods and Services	5,52,065.57	4,33,180.64
	5,52,065.57	4,33,180.64

20.1 Foreign exchange losses of Rs. 439.34 Lacs (Previous year gain of Rs. 23.97 Lacs) has been adjusted with Purchases.

21. CHANGES IN INVENTORIES OF STOCK IN TRADE

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Opening Stock	32,045.85	36,510.01
Less : Closing Stock	54,801.88	32,045.85
	(22,756.03)	4,464.16

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

22. EMPLOYEE BENEFITS EXPENSES

Particulars	(Rs. in Lacs)	
	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Salaries, Wages and Bonus etc.	6,513.49	4,952.87
Contribution to provident and other funds	187.27	156.52
Contribution to Gratuity Trust fund	89.47	24.90
Director Remuneration	499.77	563.06
Staff welfare expenses	124.05	65.28
	7,414.05	5,762.63

2.1 Information in accordance with the requirements of the Accounting Standard-15 on 'Employee Benefits':

i. Provident Fund

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards Provident fund, which is a defined contribution plan. The Company has no obligations other than to make the specified contributions. The contributions are charged to the Statement of Profit and Loss as they accrue. The amount recognised as an expense towards contribution to provident fund for the year aggregated to Rs. 1,75,68,768 /- (previous year: Rs. 1,44,36,387/-).

ii. Employee State Insurance Scheme

The Company makes contribution for Employee State Insurance (ESI) Scheme towards defined contribution plan. During the year the Company has contributed Rs. 11,58,170 /- (Previous Year Rs. 12,15,809 /-)

iii. Gratuity

The Company's Gratuity Fund Scheme, a defined benefit plan, covers the eligible employees and is administered through gratuity fund trust. Such gratuity funds, whose investments are managed by insurance companies/ trustees themselves, make payments to vested employees or their nominees upon retirement, death, incapacitation or cessation of employment, of an amount based on the respective employees salary and tenure of employment. Vesting occurs upon completion of five years of service. The present value of obligation net of fair value of plan assets is determined based on the actuarial valuation using the Projected Unit Credit Method at each Balance Sheet date.

The Company has already applied for registration of Supertron Employees Gratuity trust fund in Income Tax Department which is pending for consideration. The Company is contributing its gratuity liability on regular basis.

22.2 The following table sets forth the particular in respect of the Defined Benefit Plans of the Company

I. TABLE SHOWING CHANGE IN THE PRESENT VALUE OF DEFINED BENEFIT OBLIGATION:	(Rs. in Lacs)				
	2021-22	2020-21	2019-20	2018-19	2017-18
Present Value Of Benefit Obligation As At The Beginning Of The Current Period	369.43	304.91	232.70	244.57	206.02
Interest Cost	24.92	20.84	18.08	19.03	14.83
Current Service Cost	51.42	41.47	27.61	40.05	45.78
Past Service Cost	-	-	-	-	11.51
(Benefit Paid)	(14.00)	(1.26)	(22.54)	(4.91)	(3.00)
Actuarial (Gains)/Losses On Obligations	36.08	3.47	49.05	(66.03)	(30.57)
Present Value Of Benefit Obligation As At The End Of The Current Period	467.85	369.43	304.91	232.70	244.57

II. TABLE OF FAIR VALUE OF PLAN ASSETS:	(Rs. in Lacs)				
	2021-22	2020-21	2019-20	2018-19	2017-18
Fair Value Of Plan Assets At The Beginning Of The Period	319.79	230.17	257.33	245.47	144.32
Expected Return On Plan Assets	21.57	15.73	19.99	19.10	10.39
Contributions	30.00	50.00	-	-	97.50
(Benefit Paid)	(14.00)	(1.26)	(22.54)	(4.91)	(3.00)
Actuarial Gains/(Losses) On Plan Assets	1.38	25.15	(24.61)	(2.32)	(3.74)
FAIR VALUE OF PLAN ASSETS AT THE END OF THE PERIOD	358.74	319.79	230.17	257.33	245.47

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

III. TABLE OF RECOGNITION OF ACTUARIAL GAINS/LOSSES:	2021-22	2020-21	2019-20	2018-19	2017-18
Actuarial (Gains)/Losses On Obligation For The Period	36.08	3.47	49.05	(66.03)	(30.57)
Actuarial (Gains)/Losses On Asset For The Period	1.38	25.15	24.61	2.32	3.74
Subtotal	37.46	28.62	73.66	(63.70)	(26.82)
ACTUARIAL (GAINS)/LOSSES RECOGNIZED IN STATEMENT OF PROFIT AND LOSS	37.46	28.62	73.66	(63.70)	(26.82)

(Rs. in Lacs)

IV. ACTUAL RETURN ON PLAN ASSETS:	2021-22	2020-21	2019-20	2018-19	2017-18
Expected Return On Plan Assets Actuarial Gains/(Losses) On Plan Assets	21.57	15.73	19.99	19.10	10.39
Actuarial Gains/(Losses) On Plan Assets	1.38	25.15	(24.61)	(2.32)	(3.74)
ACTUAL RETURN ON PLAN ASSETS	22.95	40.88	(4.62)	16.77	6.65

(Rs. in Lacs)

V. RECONCILIATION OF NET ASSET/LIABILITY IN THE BALANCE SHEET	2021-22	2020-21	2019-20	2018-19	2017-18
Fair Value Of Plan Assets At The End Of The Period	358.74	319.79	(304.90)	257.33	245.47
(Present Value Of Benefit Obligation As At The End Of The Period)	(467.85)	(369.43)	230.17	(232.70)	(244.57)
Funded Status	(109.10)	(49.64)	(74.74)	24.63	0.90
NET (LIABILITY)/ASSET RECOGNIZED IN THE BALANCE SHEET	(109.10)	(49.64)	(74.74)	24.63	0.90

(Rs. in Lacs)

VI. EXPENSES RECOGNIZED IN THE INCOME STATEMENT:	2021-22	2020-21	2019-20	2018-19	2017-18
Current Service Cost	51.42	41.47	27.61	40.05	45.78
Interest Cost	24.92	20.84	(1.91)	(0.07)	4.44
Past Service Cost	-	-	-	-	11.51
(Expected Return On Plan Assets)	(21.57)	(15.73)	-	-	-
Actuarial (Gains)/Losses	34.70	(21.68)	73.66	(63.71)	(26.83)
EXPENSE RECOGNIZED IN STATEMENT OF PROFIT AND LOSS	89.47	24.90	99.37	(23.73)	34.91

(Rs. in Lacs)

VII. BALANCE SHEET RECONCILIATION:	2021-22	2020-21	2019-20	2018-19	2017-18
Opening Net Liability	49.64	74.74	(24.63)	(0.90)	61.69
Expense As Above	89.47	24.90	99.37	(23.73)	34.91
(Employer's Contribution)	(30.00)	(50.00)	-	-	(97.50)
NET LIABILITY/(ASSET) RECOGNISED IN THE BALANCE SHEET	109.10	49.64	74.74	(24.63)	(0.90)

(Rs. in Lacs)

VIII. OTHER DETAILS:	2021-22	2020-21	2019-20	2018-19	2017-18
No Of Members	592.00	584.00	588.00	625.00	865.00
Salary Per Month	121.83	100.57	93.12	75.64	85.92

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)**

(Rs. in Lacs)

IX. CATEGORY OF ASSETS:	2021-22	2020-21	2019-20	2018-19	2017-18
Insurer Managed Funds	358.74	319.79	230.17	257.33	245.47
TOTAL	358.74	319.79	230.17	257.33	245.47

(Rs. in Lacs)

X. EXPERIENCE ADJUSTMENT:	2021-22	2020-21	2019-20	2018-19	2017-18
On Plan Liability (Gains)/Losses	56.66	1.09	25.30	(22.58)	(16.69)
On Plan Assets (Losses)/Gains	1.38	25.15	(24.61)	(2.32)	(3.74)

(Rs. in Lacs)

XI. ASSUMPTIONS:	2021-22	2020-21	2019-20	2018-19	2017-18
Discount Rate	0.07	0.07	0.07	0.08	0.08
Rate Of Return On Plan Assets	0.07	0.07	0.07	0.08	0.08
Salary Escalation	0.06	0.06	0.06	0.06	0.08
Attrition Rate	0.04	0.04	0.04	0.04	0.04

23. FINANCE COSTS

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Interest Expense	1,844.13	1,810.97
Other borrowing costs	117.25	135.99
	1,961.38	1,946.96

24. OTHER EXPENSES

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Vehicle Expenses	28.79	16.93
Travelling Expenses	141.04	19.30
Repair & Maintenance Expense	91.99	35.76
Conveyance Expenses	125.43	88.20
Insurance Expenses	710.81	371.62
Freight and Handling charges	2,359.54	1,899.86
Professional and legal expenses	434.47	335.19
Electricity and Maintenance charges	45.04	41.44
Postage, Telephone, Fax and courier services etc	57.92	56.03
Commission paid	341.61	65.22
Auditors' Remuneration	-	-
-Audit Fees	19.38	16.36
-Certification	1.00	1.00
-Tax Audit Fees	1.00	1.00
Rent Paid	821.09	755.58
Bad Debt written off	37.66	12.19
Provision for Doubtful Debts	79.80	91.56
Subscription and Membership Fees	25.96	6.35
Sales Tax Paid	143.39	14.04
Donation	-	1.48
Advertisement & Business Promotion	1,316.18	830.65
Consumable Stores	0.32	0.77
Loss on Currency Derivatives	97.59	247.01

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

(Rs. in Lacs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Rates and Taxes	6.89	8.06
Office Maintenance	168.12	111.65
Printing & Stationery	104.85	78.56
Bank Charges	289.79	307.22
Corporate Social Responsibility Expenses (Refer Note No 26(a))	102.10	82.59
Miscellaneous Expenses	127.74	90.78
	7,679.50	5,586.40

25. FINANCIAL RATIO

(Rs. in Lacs)

Ratio	Formula	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
• Current ratio (in times)	<i>Current Assets/ Current Liabilities</i>	1,45,952.55	1,13,536.45	1.29	1.28	0.57%	
• Debt - Equity Ratio (in times)	<i>Long Term+Short Term borrowings/ Equity</i>	42,011.43	34,549.83	1.22	0.41	197.54%	Higher Utilisation of Cash Credit and Additional Borrowings from SBI GECL
• Debt Service Coverage Ratio (in times)	<i>Net Operating Income=PBT + Non Cash Expenses+Finance Cost/ (Interest+Principal repayments)</i>	14,084.04	1,037.29	13.58	91.41	(85.14%)	Repayment of SBI GECL of Rs 10 Crores in the next FY
• Return On Equity Ratio (in %)	<i>Profit for the year/ Average Total Equity</i>	10,395.50	29,430.14	35.32	32.83	7.61%	Due to Improved Operating Margins
• Inventory Turnover Ratio (in times)	<i>COGS/Average Inventory</i>	5,29,309.53	43,423.87	12.19	12.72	(4.20%)	
• Trade Receivables turnover Ratio (in times)	<i>Turnover /Average Trade Receivables</i>	5,59,832.66	64,512.12	8.68	8.82	(1.64%)	
• Trade Payables Turnover Ratio (in times)	<i>Turnover /Average Trade Payables</i>	5,59,832.66	63,087.07	8.87	6.44	37.75%	Primarily due to increase in turnover
• Net Capital Turnover Ratio (in times)	<i>Turnover/Average Working Capital</i>	5,59,832.66	24,862.99	22.52	20.06	12.24%	Due to Faster Business Turnout Period
• Net Profit Ratio (in %)	<i>Net Profit/Turnover</i>	10,395.50	5,59,832.66	1.86%	0.01	62.70%	Due to Improved Operating Margins and Cost Control
• Return on Capital Employed (in %)	<i>EBIT/Total Asset minus Current Liability</i>	15,919.85	37,522.83	0.42	0.36	17.19%	Due to Improved Operating Margins and Cost Control

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

26. ADDITIONAL INFORMATIONS AND DISCLOSURES

a. Corporate Social Responsibility

A Corporate Social Responsibility (CSR) committee has been formed by the Company as per provisions of Section 135 of the Companies Act, 2013. The areas for CSR activities is to provide Education, Nourishment, Health and Shelter to the Children, Youth and Elderly of underprivileged of our society. Disclosures of Corporate Social Responsibility expenditure are in line with the requirement of Guidance Note on "Accounting for Expenditure on Corporate Social Responsibility Activities"

(Rs. in Lacs)

Particulars	2021-22	2020-21
Amount of CSR expenditure to be incurred during the year	102.10	82.59
Amount of CSR expenditure spent during the year	49.98	25.40
(c) Shortfall at the end of the year	52.12	57.19
(d) Total of previous years shortfall	191.53	139.41
(e) Reason for shortfall	Amount has been Transferred to Unspent Account for Identified Projects	Amount has been Transferred to Unspent Account for Identified Projects
(f) Nature of CSR activities **	Social Welfare Cause	Social Welfare Cause
(g) Details of related party transaction	25.00	25.40
(h) Where a provision is made w.r.t liability incurred, the movement in provision during the year should be shown separately. *	191.53	139.41

* Transferred to Unspent Account maintained at ICICI Bank for Projects to be executed later

**The Company has incurred CSR expenditure directly and through its Related Trust M/s Supertron Foundation during the financial year ending March 31, 2022 for social welfare cause.

B. CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR):

(Rs. in Lacs)

Particulars	As at March 31, 2022	As at March 31, 2021
Contingent Liabilities:		
i) Claims against the Company/ disputed liabilities not acknowledged as debts:		
In respect of Sales Tax demand	364.77	478.75
In respect of Custom Duty Demand	13.2	13.2
ii) Letters of Credit issued by Banks and Outstanding	3,600.0	2,400
iii) Bank Guarantees issued by Banks and Outstanding	8,775.0	4,528
Capital Commitments:		
Estimated amount of Contracts remaining to be executed on Capital Account (net of advance)	-	36

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

c. RELATED PARTY DISCLOSURE AS PER ACCOUNTING STANDARD 18:

- i) Name of the Related parties and description of relationships -
- I) *Subsidiary Company*
Supertron Electronics Pte Limited
 - II) *Key Management Personnel*
V.K.Bhandari – CEO and Director
Vibhor Agarwal- Director
Nirmal Kumar Meharia –CFO and Director
 - III) *Relative of Key Management Personnel*
Bhagwani Devi Bhandari (Mother of Mr. V.K. Bhandari)
Nirmala Devi Somani (Sister of Mr. V K Bhandari)
Shobha Bhandari (Spouse of Mr. V K Bhandari)
M.L.Bhandari (Brother of Mr. V K Bhandari)
Nupur Bhandari (Daughter of Mr. V K Bhandari)
Vipul Bhandari (Son of Mr. V K Bhandari)
Sareekah Agarwaal (Wife of Mr. Vibhor Agarwal)
 - IV) *Enterprises in which the Key Management Personnel and his relatives have substantial interest*
Ivory Finvest Limited
R. G. Traders Private Limited
Supertron Telecommunications Private Limited
M.K.Distributors Private Limited
Supertron Infotech Private Limited
Supercomp Electronics Private Limited
Vishnu Kumar Bhandari (HUF)
Supertron Foundation

i. Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties

(Rs. in Lacs)			
Sr No.	Particulars	Transaction	Transaction
		2021-22 (Rs.)	2020-21 (Rs.)
1	Interest on Unsecured Loan:		
	Ivory Finvest Limited	8.79	2.19
	Vishnu Kumar Bhandari	14.10	37.90
	Deepak Bhandari	-	0.42
	Nupur Bhandari	6.46	3.71
	Shobha Bhandari	0.63	-
2	Rent Paid		
	Vishnu Kumar Bhandari	-	2.08
	Sobha Bhandari	10.74	14.74
3	Office Maintenance		
	Sobha Bhandari	0.96	1.65
4	Fees & Subscription		
	Vishnu Kumar Bhandari	0.08	0.08
5	Professional Services		
	Sareekah Agarwaal	41.00	42.00
	Supertron Infotech Private Limited	0.03	0.16

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)**

(Rs. in Lacs)

Sr No.	Particulars	Transaction	Transaction
		2021-22 (Rs.)	2020-21 (Rs.)
6	Brokerage and Commission:		
	Supercomp Electronics Private Limited	58.45	-
7	Dividend:		
	Vishnu Kumar Bhandari	39.10	13.80
	Nirmala Devi Somani	0.01	-
	Shobha Bhandari	5.56	2.78
	Swarnim Engineering Works Private Limited	7.92	3.96
	Supercomp Electronics Private Limited	13.14	6.57
	Ivory Finvest Limited	19.04	9.52
	Bhagwani Devi Bhandari	10.51	0.00
	Vishnu Kumar Bhandari (Huf)	13.65	6.82
	M K Distributors Private Limited	45.30	22.65
	Karmayogi Securites Private Limited	0.15	0.08
	Nupur Bhandari	0.47	0.23
	Manohar Lal Bhandari	-	0.06
	Deepak Bhandari	-	5.75
	Vipul Bhandari	2.22	1.05
8	Receiving of Services:		
	Vishnu Kumar Bhandari	394.42	399.42
	Nirmal Kumar Meharia	66.04	50.70
	Vibhor Agarwal	252.29	113.22
	Vipul Bhandari	129.28	79.14
	Shobha Bhandari	64.00	36.00
	Deepak Bhandari	41.44	17.78
9	Sale of Goods		
	Supercomp Electronics Private Limited	736.61	122.87
10	Purchase of Goods		
	Supercomp Electronics Private Limited	1,725.10	-
11	CSR Expenditure		
	Supertron Foundation	25.00	25.40
12	Purchase of Property		
	Supercomp Electronics Private Limited	89.51	-
	Shobha Bhandari	350.00	-
13	Loan Taken		
	Ivory Finvest Limited	270.00	-
	Vishnu Kumar Bhandari	280.00	170.00
	Shobha Bhandari	150.00	-
14	Loan Repayment		
	Ivory Finvest Limited	65.00	-
	Vishnu Kumar Bhandari	-	430.00
15	CLOSING BALANCE:		
	Unsecured Loan		
	Ivory Finvest Limited	205.00	-
	Shobha Bhandari	150.00	-
	Vishnu Kumar Bhandari	400.00	120.00
	Nupur Bhandari	60.00	60.00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

d) EXPENDITURE IN FOREIGN CURRENCY:

(Rs. in Lacs)

Particulars	2021-22	2020-21
Foreign Travel	6.37	0.00
Professional/Consultancy Fees/Others	-	42.22

e) CIF VALUE OF IMPORTS

(Rs. in Lacs)

Particulars	2021-22	2020-21
Import of Finished Goods	1,31,350	1,03,050

f) FOREIGN EXCHANGE EARNINGS:

(Rs. in Lacs)

Particulars	2021-22	2020-21
Incentives Receipt	10,089	6,736
Export of Goods (on FOB Basis)	114	-

g) EARNINGS PER SHARE:

(Rs. in Lacs)

Particulars	2021-22	2020-21
Profit after tax available for Equity Shareholders (Rs.)	10,395.50	5,215.45
Weighted average number of shares – outstanding	104.94	104.94
Earnings per share Rs. (Basic & Diluted) (Equity Shares of Rs.10/- each)	99.07	49.70

h) Disclosure of Transactions of with Struck Off Companies

The company did not have any transaction with companies struck off under Section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the financial year.

i) No transactions to report against the following disclosure requirement as notified by MCA pursuant to amended Schedule III:

- Crypto Currency or Virtual Currency
- Benami Property held under prohibition of Benami Property Transactions Act, 1988 and rules made there under
- Related to borrowed funds- wilful defaulters

j) Utilisation of Borrowed funds and share premium:

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022 (Contd.)

k) The Company's sole business segment is Information, Communication & Technology Products, hence the need for separate disclosure as required under Accounting Standard 17 - Segment Reporting is not applicable.

l) INTEREST IN OTHER ENTITIES:

The subsidiary considered in preparation of these consolidated financial statements is:

Name of the Entity	Principal activities	Proportion of ownership interest		Country of Incorporation
		As at March 31, 2022	As at March 31, 2021	
Supertron Electronics Pte Limited	Distribution of Information Technology and Telecommunication products	100%	100%	Singapore

m) Additional Information pursuant to Schedule III of the Companies Act, 2013

Name of the Company	Net Assets (total assets minus total liabilities)		Share in profit or loss	
	As % of consolidated net assets	Amount (Rs.)	As % of consolidated profit or loss	Amount (Rs.)
Parent				
Supertron Electronics Private Limited	99.70%	34,446.58	99.45%	10,338.45
Foreign Subsidiary				
Supertron Electronics Pte Limited	0.30%	103.26	0.55%	57.05
Total	100%	34,549.84	100%	10,395.50

n) The previous year's figures have been accordingly re-grouped/re-classified to conform to the current year's classification.

In terms of our report of even date

For and on behalf of the Board

For **D K Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Vishnu Kumar Bhandari
Chief Executive Officer & Director
DIN 00176658

Nirmal Kumar Meharia
Chief Financial Officer & Director
DIN 03152656

Garima Sancheti
Partner
Membership No. : 413816

Raju Chandak
Company Secretary
ACS18070

Place : Kolkata
Dated: September 02, 2022.

Notes

[illegible]

[illegible]



Supertron Electronics Private Limited
Supertron House, 2 Cooper Lane
Kolkata - 700001