

30th
Annual
Report

2021-22



Anugraha Valve Castings Limited

Anugraha Valve Castings Limited

30th Annual Report

BOARD OF DIRECTORS

Shri R. Baskaran, [DIN : 00002341]
Chairman & Managing Director

Shri B. Anandkumar, [DIN : 00002339]
Joint Managing Director

Shri R. Vidhya Shankar, [DIN : 00002498], Independent Director

Shri L. Kamesh, [DIN : 09072891], Independent Director

Shri Ramnath Dureja, [DIN : 00005183], Non-Executive Director

Shri Ajay J Shah, [DIN : 00294193], Non-Executive Director

AUDIT COMMITTEE

Shri B. Anandkumar
Shri R. Vidhya Shankar
Shri L. Kamesh

NOMINATION AND REMUNERATION COMMITTEE

Shri R. Vidhya Shankar
Shri L. Kamesh
Shri Ramnath Dureja

STATUTORY AUDITOR

CA R. Maheswaran,
Chartered Accountant
IIA/GF.Dee Cee Victoria Apartments,
78-1, East Lokamanya Street,
R.S.Puram, Coimbatore - 641 002.

COST CONSULTANT

Ramakrishnan & Co,
Cost Accountants
TB 302, Beatel Apartment,
Nanjundapuram Road, Nanjundapuram,
Coimbatore - 641 036.

INTERNAL AUDITORS

M. Eswaramoorthi & Co., Chartered Accountants, Sultanpet, Sulur (TK), Coimbatore – 641 669.

COMPANY LAW CONSULTANTS

KSR & Co Company Secretaries LLP,
No.365, 7C, Mayflower Signature,
13, Avinashi Road, Peelamedu,
Coimbatore - 641 004.

LEGAL ADVISORS

Ramani & Shankar
Advocates
"Brindavan" 152, Kalidas Road,
Ramnagar, Coimbatore - 641 009.

BANKERS

State Bank of India

Commercial Branch (07536),
Krishna Towers, No.1087/A-F,
Avinashi Road, Coimbatore - 641 037.

REGISTRAR & SHARE TRANSFER AGENT ["RTA"]

S.K.D.C. Consultants Limited,

"Surya", 35, Mayflower Avenue,
Behind Senthil Nagar, Sowripalayam Road,
Coimbatore - 641 028.

DEPOSITORY PARTICIPANTS ["DP"]

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED ["CDSL"]

Marathon Futurex, 25th Floor,
N.M.Joshi Marg, Lower Parel (East),
Mumbai, Maharashtra - 400 013.

NATIONAL SECURITIES DEPOSITORY LIMITED ["NSDL"]

4th Floor, Trade World, A Wing,
Kamala Mills Compound, Senapati Bapat Marg,
Lower Parel, Mumbai, Maharashtra - 400 013.

COMPANY INFORMATION**CIN : U27109TZ1992PLC003873**

REGD. OFFICE & WORKS	S.F.NO.391/2, S.G. PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407 PHONE: 0422 - 2360124, 2360910. WEBSITE: www.anugrahavalvecastings.com EMAIL: secretarial@anugrahavalve.com
UNIT II	S.F NO. 391/1, 394/1D, 394/2, SENGODA GOUNDEN PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407
UNIT III (ICD)	S.F.NO. 400/5, SENGODA GOUNDEN PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407
UNIT IV	S.F.NO. 578, 579-A, KANJAPALLI VILLAGE, ANNUR - KARUMATHAMPATTI ROAD, COIMBATORE - 641 653
UNIT V	S.F.NO. 307, SENGODA GOUNDEN PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407
UNIT VI	S.F.NO. 168/1,2, 170/2,3B, 171/5, PADHUVAMPALLI VILLAGE PANCHAYAT, SULUR TK., COIMBATORE - 641 659
UNIT VII	S.F.NO.35/1A2, 35/1B2. 37/2, SELAMBARAYANPALAYAM, SUNDAMEDU ROAD, PADUVAMPALLI VILLAGE, SULUR TK, COIMBATORE – 641 659.
WIND MILL I	S.F.NO. 668, DHANUKKARKULAM VILLAGE, RADHAPURAM TALUK, TIRUNELVELI DISTRICT - 627 116
WIND MILL II	S.F.NO. 373, VADAKKUKAVALAKURICHI VILLAGE, VEERAKERALAMPUDUR TALUK, TIRUNELVELI DISTRICT - 627 860
WIND MILL III	S.F.NO. 2/1, KADUVETTI VILLAGE, ALANGULAM TALUK, TIRUNELVELI DISTRICT - 627 854
WIND MILL IV	S.F.NO. 15/1 & 18/1C, KADUVETTI VILLAGE, ALANGULAM TALUK, TIRUNELVELI DISTRICT - 627 854
WIND MILL V	S.F.NO. 25/5, MYVADI VILLAGE, MADATHUKULAM TALUK,TIRUPPUR DISTRICT - 642 203
WIND MILL VI	S.F.NO. 718/2, SAMUGA RENGAPURAM, RADHAPURAM, TIRUNELVELI DISTRICT - 627 111
ADMINISTRATIVE OFFICE	D.NO. 434, CROSS CUT ROAD, LAWRENCE COMPLEX, COIMBATORE - 641 012

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NOTICE

Notice is hereby given that the **Thirtieth Annual General Meeting** of the members of the Company will be held at **10.45 AM on Saturday, the 24th day of September, 2022** at **Sree Annapoorna Sree Gowrishankar Hotels (P) Ltd., Sai Baba Colony Branch, Sri Valli Complex, 174, N.S.R Road, Sai Baba Colony, Coimbatore - 641 011** to transact the following businesses.

ORDINARY BUSINESS

1. **TO RECEIVE, CONSIDER AND ADOPT THE STANDALONE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2022 TOGETHER WITH DIRECTORS' REPORT AND AUDITOR'S REPORT THEREON.**
2. **TO APPOINT A DIRECTOR IN PLACE OF SHRI AJAY J SHAH [DIN: 00294193], NON-EXECUTIVE DIRECTOR, WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS HIMSELF FOR RE-APPOINTMENT.**
3. **TO APPOINT STATUTORY AUDITOR AND FIX REMUNERATION**

SPECIAL BUSINESS

4. **TO CONSIDER AND IF THOUGHT FIT TO PASS WITH OR WITHOUT MODIFICATION THE FOLLOWING RESOLUTIONS AS SPECIAL RESOLUTIONS.**

APPROVAL FOR RE-APPOINTMENT OF SHRI R. BASKARAN AS CHAIRMAN & MANAGING DIRECTOR AND FIXING REMUNERATION

"RESOLVED THAT, pursuant to the provisions of Sections 196, 197 and 198 of the Companies Act, 2013 and other applicable rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013, the consent of the members of the company be and is hereby accorded to re-appoint **Shri R. Baskaran, as Chairman & Managing Director from 01/10/2022 until 30/09/2027** with a remuneration for a period of three years from 01/10/2022 until 30/09/2025 subject to increase from time to time as detailed hereunder:

Terms and Conditions:**A. Salary:**

- (i) Salary of ₹. 25,00,000/- per month
- (ii) Bonus of ₹. 25,00,000/- per annum being one month's salary

B. Perquisites:

- (i) Reimbursement of medical expenses incurred in India or abroad including hospitalization, nursing home and surgical charges for himself and his wife.
- (ii) Personal accidents and Mediciam insurance policy for self and his wife, premium not to exceed ₹. 1,00,000/- per annum.
- (iii) Leave Travel Assistance for self and family once in a year in accordance with the Company's Rules.
- (iv) Gratuity as per the company's policy.
- (v) Other benefits like, Provident Fund, Pension, Leave etc. as per the Rules of the Fund, Act and Company.

Provided the aggregate cost to the Company per annum on the perquisites mentioned under Clause (b) above shall not exceed ₹. 25,00,000/- being one month's salary.

C. Leave

As per Company's Rules

D. Termination of Appointment

Three months' notice on either side.

RESOLVED FURTHER in the event of absence or inadequacy of profits in any financial year during the tenure of his re-appointment, the remuneration to the Chairman and Managing Director by way of salary and perquisites shall be paid as "Minimum Remuneration" and shall not exceed the limits specified in Section II of Part II of Schedule V to the Companies Act, 2013 from time to time or such other limits as may be notified by the Government from time to time"

5. TO CONSIDER AND IF THOUGHT FIT TO PASS WITH OR WITHOUT MODIFICATION THE FOLLOWING RESOLUTIONS AS SPECIAL RESOLUTIONS.

APPROVAL FOR RE-APPOINTMENT OF SHRI B. ANANDKUMAR AS JOINT MANAGING DIRECTOR AND FIXING REMUNERATION

"RESOLVED THAT, pursuant to the provisions of Sections 196, 197 and 198 of the Companies Act, 2013 and other applicable rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013, the consent of the members of the Company be and is hereby accorded to re-appoint **Shri B. Anandkumar, as Joint Managing Director from 01/10/2022 until 30/09/2027** with a remuneration for a period of three years from 01/10/2022 until 30/09/2025 subject to increase from time to time as detailed hereunder:

Terms and Conditions:

A. Salary:

- (i) Salary of ₹.22,00,000/- per month
- (ii) Bonus of ₹.44,00,000/- per annum being two month's salary.

B. Perquisites:

- (i) Reimbursement of medical expenses incurred in India or abroad including hospitalization, nursing home and surgical charges for himself and his wife.
- (ii) Personal accidents and Mediciam insurance policy for self and his wife, premium not to exceed ₹.1,00,000/- per annum.
- (iii) Leave Travel Assistance for self and family once in a year in accordance with the Company's Rules.
- (iv) Gratuity as per the company's policy.
- (v) Other benefits like, Provident Fund, Pension Fund, Leave etc. as per the Rules of the Fund, Act and Company.

Provided the aggregate cost to the Company per annum on the perquisite mentioned under Clause (b) shall not exceed 10% of his Annual Salary.

C. Leave

As per Company's Rules

D. Termination of Appointment

Three months' notice on either side.

RESOLVED FURTHER in the event of absence or inadequacy of profits in any financial year during the tenure of his re-appointment, the remuneration to the Joint Managing Director by way of salary and perquisites shall be paid as "Minimum Remuneration" and shall not exceed the limits specified in Section II of Part II of Schedule V to the Companies Act, 2013 from time to time or such other limits as may be notified by the Government from time to time"

By Order of the Board

Place: Coimbatore

Date: 20th August 2022

R. BASKARAN

Chairman & Managing Director

DIN: 00002341

NOTES**I. INSTRUCTIONS FOR PARTICIPATING IN 30TH ANNUAL GENERAL MEETING**

- (1) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING OF THE COMPANY IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF / HERSELF AND THE PROXY NEED NOT BE A MEMBER.** The proxy form duly stamped and executed, should be deposited at the Registered Office of the Company at least **forty-eight hours** before the time fixed for the commencement of the meeting.

A person can act as proxy on behalf of Members not exceeding 50 (fifty) and holding in the aggregate not more than 10 (ten) percent of the total share capital of the Company carrying voting rights. A member holding more than 10 (ten) percent of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and same person shall not act as Proxy for any other person or shareholder. A Proxy does not have the right to speak at the meeting and can vote only on a poll.

- (2) Corporate Members, intending to send their authorized representative, are requested to send certified true copy of the Board Resolution authorizing their representatives to attend, vote at the AGM.
- (3) In case of Joint Holders, the joint holder who is higher in the order of names will be entitled to vote.
- (4) Members / Proxies / Authorized representatives are requested to bring duly filled and signed attendance slip along with their copy of Annual Report to the AGM. Proxy Form along with Attendance slip forms part of this Report as **Annexure I & Annexure II** respectively.
- (5) The Members will be allowed to pose questions during the course of the Meeting. The members are however requested to send their **queries in advance** on or before **17th September 2022** to secretarial@anugrahavalve.com so that they can be taken up at the meeting. Please note that opportunity to raise questions will be granted subject to availability of time at the meeting.
- (6) Those members who wish to be a **SPEAKER** at the meeting shall send the request in this regard to email id - secretarial@anugrahavalve.com on or before **17th September 2022**.
- (7) Notice of the meeting along with the Annual Report has been sent by e-mail to the shareholders of the Company. Those shareholders who have not submitted their email ids shall receive the Annual reports through Post. Members may also note that the Notice of the 30th Annual General Meeting and the Annual Report for 2021-22 will be available on the Company's website at the web link: <http://anugrahavalvecastings.com/annualreport/>.
- (8) Register of Contract, Register of Director, Key Managerial Personnel and their shareholding, Register of Proxy shall be available for inspection at the venue during the meeting.
- (i) Only those members of the company who are holding shares either in physical form or in dematerialized form, as on the cut-off date [Saturday, 17th September 2022] will be eligible to attend and exercise vote at the meeting. A person who is not a Member as on the cut-off date should treat this Notice for information purpose only.
- (ii) Members may note the help line number of company – Mr. P. SenthilKumar, Sr. Manager – Accounts - 9585540962, available for them to contact for any clarification for registering of their email or for registering to vote.
- (9) A Statement setting out the Material Facts in terms of Section 102 (1) of the Companies Act, 2013 and applicable Secretarial Standards, relating to special business to be transacted at the Annual General Meeting ("AGM") is attached to the notice.

(10) TRANSFERS OF UNPAID AMOUNTS & SHARES TO INVESTOR EDUCATION AND PROTECTION FUND.

Pursuant to Section 125 of the Companies Act, 2013 unclaimed dividends up to the Financial Year ended 31st March 2014 have been transferred to Investor Education and Protection Fund (IEPF). In terms of the Companies Act, 2013, any dividend remaining unclaimed for a period of seven years from the due date of transfer to the Unpaid Dividend account and shares in relation thereto are required to be transferred to the IEPF. Members shall not be able to claim any unpaid or unclaimed dividend transferred to IEPF from the Company thereafter. The Members, whose unclaimed dividends/shares have been transferred to IEPF, may claim the same by making an application to the IEPF Authority in Form No.IEPF-5 available on www.iepf.gov.in.

The company has uploaded the details of unpaid and unclaimed amounts lying on the website of the company at the web-link <http://www.anugrahavalvecastings.com/wp-content/uploads/2020/08/List-of-Shares-to-IEPF-2014-15.pdf>. These details are also available on the website of the Ministry of Corporate Affairs at the web-link: www.iepf.gov.in.

(11) INFORMATION TO SHAREHOLDERS

- (i) Members who have not en-cashed their dividend warrants towards the Dividend for the year ended 31st March 2015 or thereafter are requested to write to the Company.
- (ii) Members are requested to note that the Unclaimed Dividend for the year ended 31st March 2015 declared at the Annual General Meeting held in 19th September 2015 is due to be transferred to the IEPF on 19th October 2022.
- (iii) Company has extended the facility of electronic credit of dividend, whenever declared, directly to the respective bank accounts of the Member(s) through the Electronic Clearing Service (ECS)/ National Electronic Clearing Service (NECS)/Real Time Gross Settlement (RTGS)/Direct Credit, etc. In the absence of electronic credit facility, the Company will issue cheques/DD for distribution of declared dividend, if any. Members who wish to change such bank account details are therefore requested to advise the Company/RTA/DP about such change, with complete details of bank account.

(12) DEMATERIALISATION OF SHARES:

- (i) Members holding shares in physical form are requested to get their shares dematerialized at the earliest to avoid any inconvenience in future while transferring the shares [ISIN: INE629Z01015]. If any and consolidate their holdings into one folio in case they hold shares under multiple folios in the identical order of names with the Company/RTA/DP. As at 31st March 2022, 91.78% of the total equity capital of the Company was held in dematerialised form with NSDL and CDSL.

To seek guidance about the dematerialization procedure, members are requested to send e-mail to the Company/RTA at e-mail: info@skdc-consultants.com, green@skdc-consultants.com.

- (ii) The Members may also visit the website of the Depositories viz. (i) NSDL at the web-link: <https://nsdl.co.in/faqs/faq.php> or (ii) CDSL at the web-link: <https://www.cdslindia.com/investors/open-demat.aspx>, for understanding the dematerialisation process.
- (iii) Members are requested to please quote their folio numbers/Client ID and DP ID in all correspondences to the Company or RTA or Depository Participants.
- (iv) As an Annexure to the Annual Report [ANNEXURE NO. IV], a form is being attached to all shareholders holding shares in physical/demat form who have not provided their email ids to the company requesting for updation of email id, Permanent Account Number and Bank account details, change in registered address along with documentary proof. Notice of Annual General Meeting along with annexures thereto and instructions for participation shall then be sent to such shareholders upon receipt of these details by email. Members may contact the RTA in case of any queries relating to their shares.

- (v) Every member, being an individual has a right to nominate any nominee of his choice. Members are requested to write to the registered office of the company or to the RTA for more information on nomination facility and/or to get a copy of Nomination form.

(13) DATES OF BOOK CLOSURE

The Register of Members and Share Transfer Books of the Company will remain closed from Saturday, 17th September 2022 to Saturday, 24th September 2022 (both days inclusive). The members eligible for participation in the meeting shall be as per those registered in the Register of Members maintained by the company or by the Depository Participant/Registrar and Share transfer agent of the company as at "cut-off date" being 17th September 2022.

Members seeking clarifications on the Annual Report are requested to send in written queries to the Company at least one week before the date of the Meeting. This would enable the Company to compile the information and provide replies in the meeting.

By Order of the Board

Place: Coimbatore

Date: 20th August 2022

R. BASKARAN

Chairman & Managing Director

DIN: 00002341

STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102(1) OF THE COMPANIES ACT, 2013 ANNEXED TO THE NOTICE OF THE 30TH ANNUAL GENERAL MEETING OF THE COMPANY IN RESPECT OF ITEM NO: 4 AND 5 OF THE SAID NOTICE:**Item No. 4:**

Shri R. Baskaran was re-appointed as Chairman and Managing Director for a period of 5 years with effect from 01/10/2017 to hold office until 30/09/2022 with a remuneration for three years and his appointment and remuneration was approved by the board and shareholders. The remuneration was revised for the remaining tenure of office and was recommended by the Nomination and Remuneration Committee and approved by the Board of Directors and shareholders. His period of office is expiring by 30/09/2022. The proposal of his re-appointment as Chairman and Managing Director for a period of five years from 01/10/2022 until 30/09/2027 and fixing remuneration for a period of three years was recommendation by the Nomination and Remuneration Committee at their meeting held on 20/08/2022 and approved by the Board of the Directors at their meeting held on 20/08/2022.

The appointee is holding 837421 equity shares in the Company. He is not a member of any committee in the company. He is not holding directorship in any other Company. He had attended all the board meetings held during the financial year 2021-22.

The appointee is 79 years and approval of members by way of special resolution is necessary. Hence the resolution under item no.4 is placed for approval of members by way of special resolution.

The detailed information required as per Section II (A) of Part II of Schedule V of the Companies Act, 2013 is provided hereunder:

I. GENERAL INFORMATION

- | | | |
|--|---|--|
| (ii) Nature of Industry | : | Steel and Alloy Steel Foundry |
| (ii) Commencement of Commercial Production | : | 1993 |
| (iii) Financial Performance | : | The Company earned Net Profit before tax of ₹.5.37 Crores for the Financial year 2021-22 |
| (iv) Export Performance | : | ₹. 209.06 Crores for the year 2021-22 |
| (v) Foreign Investment/Collaborators | : | Nil |

II. INFORMATION ABOUT SHRI R. BASKARAN**(i) Background**

Shri R. Baskaran had been trading in automobile spare parts for over 35 years. He commenced manufacturing activity by promoting this company about 30 years back. Needless to say, he has dedicated his full time and efforts to the growth and development of the Company.

(ii) Past Remuneration

₹. 326.05 Lakhs per annum.

(iii) Awards / Recognitions**(a) Awards:**

With the dedicated work force and committed management of him, the company has won many awards such as "Export Excellence Award - 2007", "Star Performer Award - 2009", "Asia Pacific International Award - 2013". He has also won many accolades for himself. Few of those are as follows - Honorary Doctorate of Foundry Science from the Yorker International University, Certificate of Excellence as Entrepreneur of the Year from Manufacturing Today – Conference & Awards 2012 CMA – ROOTS, Best Entrepreneur Award from Coimbatore Management

Association, GK Sundaram Award from The Indian Chamber of Commerce and Industries, Mahindra Pumps Best Exporters Award – 2017-18 from The Indian Institute of Foundry Men, Coimbatore, Top Exporter for the year 2017-18 – National Award from Engineering Export Promotion Council, Calcutta and Top Exporter for the year 2017-18 – Regional Award from Engineering Export Promotion Council, Chennai.

(b) Recognitions

Under his valuable guidance and supervision, the company has achieved the following recognitions:

ISO 14001:2004

OHSAS 18001:2007

ISO 9001:2008

ISO 3834-2 (EN 729 – 2)

(iv) Job Profile and his Suitability

He has been the back bone of the Company and his hard work has helped the company for its growth. The entire work force as a huge team moves under his able guidance. Customers find his down to earth approach very appealing and he is certainly the most suitable leader to head the Company.

At the age of 79 he is fully capable of leading the Company in the right direction and his excellent hands on understanding of the nuances of the business and overseas relationships based on immense travel and interaction with international clients provides the Company right path in its development.

(v) Remuneration Proposed**(A) Salary:**

- (i) Salary of ₹. 25,00,000/- per month
- (ii) Bonus of ₹. 25,00,000/- per annum being one month salary

(B) Perquisites:

- (i) Reimbursement of medical expenses incurred in India or abroad including hospitalization, nursing home and surgical charges for himself and his wife.
- (ii) Personal accidents and Mediclaim insurance policy for self and his wife, premium not to exceed ₹.1,00,000/ per annum.
- (iii) Leave Travel Assistance for self and family once in a year in accordance with the Company's Rules.
- (iv) Gratuity as per the company's policy.
- (v) Other benefits like, Provident Fund, Pension, Leave etc. as per the Rules of the Fund, Act and Company. Provided the aggregate cost to the Company per annum on the perquisites mentioned under Clause (b) above shall not exceed ₹. 25,00,000/- being one month's salary.

(C) Leave

As per Company's Rules

(D) Termination of Appointment

Three months' notice on either side.

(vi) Comparative Remuneration Profile with Respect to Industry, Size of the Company, Profile of the Position and Person:

The remuneration package is competitive and is at par with the packages offered in the industry of this size though there is still enough room for improving the package.

(vii) Pecuniary relationship : NIL.

III. OTHER INFORMATION

- (i) Reasons for inadequate profits : The profits are considered inadequate because the total remuneration payable to both the executive directors set out in the Item 4 & 5 exceeds the ceiling of 10% of net profits calculated as per Section 198 of the Companies Act, 2013 prescribed for managerial Remuneration under Section 197(1) of the Companies Act, 2013
- (ii) Steps taken or proposed to be taken for improvement : The company has taken various measures to cater the needs of the customers and also contemplating value addition to its products, Ability to deliver high quality yields, higher Price and repeat orders.
- (iii) Expectation in production and profits in measurable terms : Production and Profit during the current fiscal are expected to increase over last year unless there are any unforeseen even impacting the growth of the business.

DISCLOSURE AS PER SECTION 200 OF COMPANIES ACT, 2013**(1) Financial and operating performance of the company during the three preceding financial years:**

The Company has achieved Turnover and Net Profit during the three preceding year as follows:

Financial Year	(Amount ₹. in Crores)	
	Sales	Net Profit
2018 - 19	210.51	10.56
2019 - 20	226.30	12.73
2020 - 21	201.11	17.82

(2) Remuneration or commission drawn by Shri R. Baskaran concerned in any other capacity : Nil

(6) Whether remuneration policy for directors differs from remuneration policy for other employees and if so, an explanation for the difference: Yes

Remuneration policy for directors approved by Board and for employees remuneration approved by management as per Factories Act, 1948.

Every year on 1st April, based on the performance of the Company, employees are given a hike in salary of 10%.

(7) The securities held by the director, including options and details of the shares pledged as at the end of the preceding financial year : Nil

None of the Directors except Shri R. Baskaran and Shri B. Anandkumar [his son]; and his relatives, is in any way concerned or interested in this resolution.

The members are requested to consider and approve the proposal under Item No. 4 as special resolution.

Item No. 5

Shri B. Anandkumar, was appointed as Joint Managing Director, for a period of 5 years with effect from 01/10/2017 to hold office until 30/09/2022 with a remuneration for three years and his appointment and remuneration was approved by the board and shareholders. The remuneration was revised for the remaining tenure of office and was recommended by the Nomination and Remuneration Committee and approved by the Board of Directors and shareholders. His period of office is expiring by 30/09/2022. The proposal of his re-appointment as Joint Managing Director for a period of five years from 01/10/2022 until 30/09/2027 and fixing remuneration for a period of three years was recommendation by the Nomination and Remuneration Committee at their meeting held on 20/08/2022 and approved by the Board of the Directors at their meeting held on 20/08/2022.

The appointee is holding 663862 equity shares in the Company. He is a member of Audit Committee in the company. He is not holding directorship in any other Company. He had attended all the Board Meetings and Audit Committee Meetings held during the financial year 2021-22.

The detailed information required as per Section II (A) of Part II of Schedule V of the Companies Act, 2013 about Shri B. Anandkumar is as under

I. GENERAL INFORMATION

(i) Nature of Industry	:	Steel and Alloy Steel Foundry
(ii) Commencement of Commercial Production	:	1993
(iii) Financial Performance	:	The Company earned Net Profit before tax of ₹. 5.37 Crores for the Financial year 2021-22.
(iv) Export Performance	:	₹. 209.06 Crores for the year 2021-22
(v) Foreign Investment/Collaborators	:	Nil

II. INFORMATION ABOUT SHRI B. ANANDKUMAR**(i) Background**

Shri B. Anandkumar is a Post Graduate in Business Administration, London. He looks after administration, sales and marketing. He looks after day to day operations along with the Chairman & Managing Director. He is responsible for creating an Interactive Customer Relationship (ICR) System.

(ii) Past Remuneration

₹. 309.20 Lakhs per annum.

(iii) Award / Recognition

The Company has won many Awards and recognitions under his wonderful combination.

(iv) Job Profile and his Suitability

By virtue of his long experience in the company, he is very suitable for the post and responsibility associated with the post.

(v) Remuneration Proposed**A. Salary:**

- (i) Salary of ₹. 22,00,000/- per month
- (ii) Bonus of ₹. 44,00,000/- per annum being two months' salary.

B. Perquisites:

- (i) Reimbursement of medical expenses incurred in India or abroad including hospitalization, nursing home and surgical charges for himself and his wife.
- (ii) Personal accidents and Mediclaim insurance policy for self and his wife, premium not to exceed ₹. 1,00,000/ per annum.
- (iii) Leave Travel Assistance for self and family once in a year in accordance with the Company's Rules.
- (iv) Gratuity as per the company's policy.
- (v) Other benefits like, Provident Fund, Pension Fund, Leave etc. as per the Rules of the Fund, Act and Company.

Provided the aggregate cost to the Company per annum on the perquisite mentioned under Clause (b) shall not exceed 10% of his Annual Salary.

C. Leave

As per Company's Rules

D. Termination of Appointment

Three months' notice on either side.

(vi) Comparative Remuneration Profile with Respect to Industry, Size of the Company, Profile of the Position and Person:

The remuneration package is very reasonable and has been designed to serve as a motivating package.

(vii) Pecuniary relationship : NIL.**III. OTHER INFORMATION**

- | | | |
|---|---|--|
| (i) Reasons for inadequate profits | : | The profits are considered inadequate because the remuneration set out in the Item 4 & 5 exceeds the ceiling of 10% of net profits calculated as per Section 198 of the Companies Act, 2013 prescribed for managerial Remuneration under Section 197(1) of the Companies Act, 2013 |
| (ii) Steps taken or proposed to be taken for improvement | : | The company has taken various measures to cater the needs of the customers and also contemplating value addition to its products, Ability to deliver high quality yields, higher Price and repeat orders. |
| (iii) Expectation in production and profits in measurable terms | : | Production and Profit during the current fiscal are expected to increase over last year unless there are any unforeseen even impacting the growth of the business. |

DISCLOSURE AS PER SECTION 200 OF COMPANIES ACT, 2013**(1) Financial and operating performance of the company during the three preceding financial years:**

The Company has achieved Turnover and Net Profit during the three preceding financial years as follows:

Financial Year	(Amount ₹. in Crores)	
	Sales	Net Profit
2018 - 19	210.51	10.56
2019 - 20	226.30	12.73
2020 - 21	201.11	17.82

(2) Remuneration or commission drawn by Shri B. Anandkumar concerned in any other capacity: Nil**(3) Professional qualifications and experience:**

Professional qualification: Nil

Experience: 25 years of experience in Steel Foundry Industry

(4) Relationship between remuneration and performance:

There is a significant relationship between remuneration scheme and employee performance in Anugraha Valve Castings Limited.

(5) Principle of proportionality of remuneration within the company, ideally by a rating methodology which compares the remuneration of directors to that of other directors on the board who receives remuneration and employees or executives of the company:

The executive directors are paid a remuneration based on their performance. The non-executive directors are paid sitting fees only and no other form of remuneration. Remuneration of employees and executives of the Company are reviewed in accordance with the Human Resources policy of the Company.

(6) Whether remuneration policy for directors differs from remuneration policy for other employees and if so, an explanation for the difference: Yes.

Remuneration policy for directors approved by Board and for employees remuneration approved by management as per Factories Act, 1948.

Every year on 1st April, based on the performance of the Company, employees are given a hike in salary of 10%.

(7) The securities held by the director, including options and details of the shares pledged as at the end of the preceding financial year: Nil

None of the Directors except Shri B. Anandkumar and Shri R. Baskaran (his father); and his relatives, are in any way concerned or interested in this resolution.

The members are requested to consider and approve the proposal under Item No. 5 as special resolution for varying the salary of Shri B. Anandkumar, Joint Managing Director, aged 51 years, during his remaining tenure of office.

For and on behalf of the Board

Place: Coimbatore

Date: 20th August 2022

R. BASKARAN

Chairman & Managing Director

DIN: 00002341

Anugraha Valve Castings Limited

30th Annual Report

BOARD'S REPORT TO THE SHAREHOLDERS

1) TOTHE MEMBERS

Your Directors take pleasure in presenting 30th Annual Report and Audited Financial Statements for the year ended 31st March, 2022.

2) FINANCIAL HIGHLIGHTS

Details	(₹.In Lakhs)	
	Year ended 31 st March 2022	Year ended 31 st March 2021
Sales & Other Income	24814.76	21630.84
Profit before Finance Cost and depreciation	1490.19	2771.81
Less: Finance Cost	27.77	57.23
Depreciation	925.76	933.00
Profit after finance cost and depreciation	536.66	1781.58
Less: Provision for		
Current Tax	97.00	321.15
Deferred Tax	39.88	64.71
Profit after Tax	399.78	1395.72
Surplus brought forward from previous year	17712.50	16456.36
Less: Transfer to General Reserve	0.00	139.57
Dividend Proposed	0.00	0.00
Dividend - 2020-21	70.53	0.00
Corporate Dividend Tax	0.00	0.00
Balance carried to Balance Sheet		

3) OPERATIONS

During the financial year 2021-22, your Company has registered a turnover of ₹.229.82 Crores increased by 14.28 % compared to ₹.201.11 Crores in the previous year and earned a Profit before tax of ₹.5.37 Crores as against ₹.17.82 Crores in the previous financial year.

Cash and Bank Balances as at 31st March 2022 was at ₹.6.85 Crores. The Company was able to continue its sustained efforts in judicious management of working capital, receivables, inventories and other working capital parameter through regular monitoring.

4) THE STATE OF AFFAIRS OF THE COMPANY

The Company has adopted the various business excellence models, Quality Management Systems (QMS), Environmental Management System (EMS), Occupational Health & Safety (OH&S), The Company's committed to take efforts towards continuous improvement in Quality and operational efficiency. During the year there has been no change in the nature of its business.

5) FUTURE PROSPECTS

During the first quarter of the Financial Year 2022-23, the global economic environment was on a negative growth path. The company's operation is closely linked to chemical and refinery industries and depends on inflow of orders. Due to abnormal increase the Raw materials and consumables cost, the first quarter's performance of the year was not good.

6) DIVIDEND

Your Directors did not recommend any Dividend for the FY 2021-22 in order to conserve the resources for the future.

7) PARTICULARS OF LOANS, GUARANTEES, SECURITIES OR INVESTMENTS

During the year your Company has not granted any Loans, Guarantee, Security or made any Investment. Loans outstanding as at the end of the financial year granted by the Company have been disclosed in the financial statements of the Company in Note No.10 of Notes forming part of financial statements.

8) TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND

As per section 125 of the Companies Act, 2013, after completion of seven years from the date of transfer to unpaid dividend account, the unclaimed dividend amount has to be transferred to the Investor Education and Protection Fund (IEPF). Accordingly, the unclaimed dividend amount for the financial year 2014-15 becomes due for transfer to IEPF and has been transferred. The shares on which dividend remain unclaimed for a period of seven years also transferred to the designation account of IEPF.

9) CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

The Company's Corporate Social Responsibility (CSR) activities / projects are focused towards education, health care, sustainable livelihood, basic infrastructure development and safe drinking water in line with the CSR policy of your company. The CSR policy may be accessed at the Company's website at the link: <http://www.anugrahalvalvecastings.com/csr/>

The Company would also undertake other need based social initiatives in compliance with Schedule VII to the Companies Act, 2013.

The "Annual Report on CSR Activities" is annexed to the Board's Report as **ANNEXURE NO.V**.

10) BUSINESS RISK MANAGEMENT POLICY

Board has formulated and implemented risk management policy for the Company which enables identification of elements of risk, which may threaten the existence of the company. Procedures have been put in place to enable risk assessment and ascertain whether minimization procedures are being followed by the Company and steps are taken by the Board to mitigate these risks. The company has also formulated a separate hedging policy for mitigating foreign exchange risks.

11) DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 134 (5) of the Companies Act, 2013 your Directors state that:

- (i) In the preparation of the Annual Financial Statements for the year ended 31st March 2022, the applicable accounting standards have been followed and that there were no material departures;
- (ii) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company for the financial year ended 31st March 2022 and the profits of the Company for that year;
- (iii) They have taken proper and sufficient care for 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;
- (iv) They have prepared the annual accounts on a going concern basis;
- (v) They have devised proper systems to ensure compliance with the provisions of all Applicable Laws and that such system were adequate and operating effectively.

12) CHANGES IN BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL

(i) Directors:

In terms of section 152(6) of the Companies Act 2013, Shri Ajay J Shah, Non-Executive Director retires by rotation and being eligible, seeks re-appointment at the ensuing Annual General Meeting of the company.

There are no other changes in the Board of Directors during the financial year 2021-22

(ii) Key Managerial Personnel

There are no changes in the Key Managerial Personnel of the Company during the financial year 2021-22. Shri R. Baskaran, Chairman & Managing Director and Shri B. Anandkumar, Joint Managing Director continued to be the Key managerial personnel of the Company. The period of office of Chairman and Managing Director and Joint Managing Director is ending by 30/09/2022 and their re-appointment has been recommended by Nomination and Remuneration Committee and approved by the Board of Directors subject to approval of members. The re-appointment and fixing of remuneration of Chairman and Managing Director and Joint Managing Director being placed at the ensuing annual general meeting for approval by the Members.

13) DECLARATION BY INDEPENDENT DIRECTORS

In accordance with Section 149 (7) of the Companies Act 2013, Shri R. Vidhya Shankar and Shri L. Kamesh, Independent Directors have given a written declaration to the Company confirming that they meet the criteria of independence as prescribed under the Act.

14) REMUNERATION POLICY AND CRITERIA FOR SELECTION AND TERMS FOR APPOINTMENT, REMOVAL OR RETIREMENT OF DIRECTORS

The Company's 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 may be accessed in the Company's website at <http://www.anugrahavalecastings.com/nomination-remuneration-policy/>

15) PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

Particulars of employees pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5(2) & Rule 5(3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, is provided below.

Names of the top ten employees in terms of remuneration drawn and their details [including employees drawing more than ₹.1,02,00,000/-(One Crore and two Lakhs) per annum]:

			(₹.In Lakhs)
Sl. No.	Name of Employee	Designation	Gross Remuneration Per Annum
1	Mr. R. Baskaran	Chairman & Managing Director	326.05
2	Mr. B. Anandkumar	Joint Managing Director	309.20
3	Mr. A. Rajendran	Chief Executive (Production Planning & Control)	23.40
4	Mr. M. Sivakumar	Vice President (HR)	22.60
5	Mr. B. Unnikrishnan	Vice President (Machine Shop)	19.96
6	Mr. P. Kamaraj	General Manager (Finance & Accounts)	14.27
7	Mr. T. Radhakrishnan	Manager (Quality Systems)	9.82
8	Mr. K. Arulprakasam	DGM (Production Planning & Control)	9.75
9	Mr. S. Velumani	DGM (QA/Lab)	9.44
10	Mr. P. Kathiresan	AGM (Pattern Shop)	8.10

Statement with details of employees including other related disclosures has been uploaded in the website of the Company under the web-link: www.anugraha-valvecastings.com/employees/disclosure

16) ANNUAL RETURN

Pursuant to Section 92(3) read with section 134(3)(a) of the Companies Act, 2013, copy of the Annual Return of the Company is placed on the website of the Company and is accessible at the web-link: <http://www.anugraha-valvecastings.com/MGT-7/>

17) MEETINGS AND ATTENDANCE OF BOARD AND COMMITTEES

(i) BOARD MEETINGS CONDUCTED DURING THE FINANCIAL YEAR 2021-22

The following Four (4) Meetings of the Board of Directors were held during the Financial Year 2021-22;

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting			
			07/05/2021	27/08/2021	18/12/2021	19/03/2022
Shri R. Baskaran	4	4	✓	✓	✓	✓
Shri B. Anandkumar	4	4	✓	✓	✓	✓
Shri Ramani Vidhya Shankar	4	4	✓	✓	✓	✓
Shri L. Kamesh	4	4	✓	✓	✓	✓
Shri Ramnath Dureja	4	3	✓	✓	✓	X
Shri Ajay J Shah	4	3	✓	✓	✓	X

The intervening gap between two Board meetings did not exceed the prescribed gap of 120 days as per provisions of the Companies Act, 2013.

Three Board meetings were chaired by Shri Ramani Vidhya Shankar.

The Board of directors passed resolutions by circulation on 20th August 2021 with unanimous consent from all directors.

(ii) MEETING OF INDEPENDENT DIRECTORS

A separate meeting of Independent directors was held on 19th March 2022.

(iii) AUDIT COMMITTEE & ITS MEETINGS

The Audit Committee met Four (4) times during the year. The attendance of members as under:

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting			
			07/05/2021	27/08/2021	18/12/2021	19/03/2022
Shri B. Anandkumar	4	4	✓	✓	✓	✓
Shri Ramani Vidhya Shankar	4	4	✓	✓	✓	✓
Shri L. Kamesh	4	4	✓	✓	✓	✓

No recommendations of Audit Committee which were not accepted by the Board of directors.

(iv) NOMINATION AND REMUNERATION COMMITTEE & ITS MEETINGS

The Nomination and Remuneration Committee met One (1) times during the year. The attendance of members as under:

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting
			19/03/2022
Shri Ramani Vidhya Shankar	1	1	✓
Shri L. Kamesh	1	1	✓
Shri Ramnath Dureja	1	-	X

(v) CORPORATE SOCIAL RESPONSIBILITY & ITS MEETINGS

The Nomination and Remuneration Committee met One (1) time during the year. The attendance of members as under:

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting
			27/08/2021
Shri R. Baskaran	1	1	✓
Shri L. Kamesh	1	1	✓
Shri Ajay J Shah	1	1	✓

Pursuant to provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules 2014 the Board of Directors have been empowered to take up the role of CSR Committee and the CSR Committee earlier constituted was dissolved with effect from 18/12/2021.

18) INTERNAL AUDIT

The company has appointed M. Eswaramoorthi & Co., Chartered Accountants, Coimbatore as internal auditors. Periodic reports are submitted by the internal auditors which are reviewed by the Audit Committee and noted by the Board of directors of the company. Timely action is taken to enhance internal control mechanisms in the company.

19) INTERNAL FINANCIAL CONTROLS WITH RESPECT TO FINANCIAL STATEMENTS

The Audit Committee evaluates the Internal Financial Controls which provide a reasonable assurance in respect of providing financial and operation information, complying with applicable statutes and policies, safeguarding of assets, prevention and detection of frauds, accuracy and completeness of accounting records. Based on records of the Internal Auditor, no material reportable deficiencies or significant weaknesses were found in the functioning of the Internal Financial Controls.

Further, the Board annually reviews the effectiveness of the Company's overall Internal Control Systems in place. The Board of Directors confirm that the Internal Financial Controls are adequate with respect to the financial statements of the Company. A report of Statutory Auditors pursuant to Section 143 (3) (i) of the Companies Act, 2013 certifying the adequacy of Internal Financial Controls is annexed with the Auditor's Report.

During the financial year ended 31st March 2022, no frauds were reported by the Company or by the auditors under Section 143(12) of the Companies Act, 2013.

20) STATUTORY AUDITOR

CA R. Maheswaran, statutory auditor of the company was appointed as statutory auditor of the company from the conclusion of the annual general meeting 2017 to hold office for a period of five years until the conclusion of the annual general meeting to be held for the year 2022. The provisions of Section 139 (2) read with rule 6 of Companies (Audit and Auditors), Rules 2017 is applicable. M/s.K.K.B & Associates, Madurai, Proprietary Firm (FRN.008120S) have been recommended by the Audit Committee at their meeting held on 20/08/2022 and recommended by the Board of Directors at their meeting held on 20/08/2022 for appointment as statutory auditors for a period of five years from the conclusion of the ensuing annual general meeting to be held in the year 2022 until the conclusion of the annual general meeting to be held in the year 2027. Your board recommends the appointment of said auditor at the ensuing annual general meeting.

21) MAINTENANCE OF COST RECORDS

Pursuant to the Provisions of Rule 4 of Companies (Cost Records and Audit) Rules, 2014 of Companies Act, 2013, the Cost Audit is not mandatory for the Company as the Company is having revenues from exports, in foreign exchange, exceeds 75% of total revenue. As per Rule 5 of Companies (Cost Records and Audit) Rules, 2014, Cost Records are being maintained and for this purpose the Company has appointed M/s. Ramakrishnan & Co., Cost Accountants as Cost Consultant of the Company.

22) EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITOR IN HIS REPORT AND FRAUD REPORT BY THE AUDITORS

There were no qualifications, reservations or adverse remarks made by the Statutory Auditor in his report. No frauds reported by the Auditors during the year 2021-22.

23) MATERIAL CHANGES AND COMMITMENTS IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR VIZ., 31st MARCH 2022 AND THE DATE OF THE REPORT

No material changes have occurred and commitments incurred which has affected the financial position of the company between the end of the financial year on 31st March 2022 to the date of this report.

24) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of Energy, Technology Absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in **ANNEXURE NO. VI** and is attached to this report.

25) PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

Pursuant to Section 134 (3) (h) of the Act, read with Rule 8(2) of the Companies (Accounts) Rules 2014, all related party transactions that were made on arm's length basis and were in the ordinary course of the business. There were no materially significant related party transactions made by the company with Promoters or Relative of Promoters or which have potential conflict with interest of the Company at large. Hence there are no transactions to be reported in Form AOC 2.

Details of transactions with Related parties as per provisions of Accounting Standard 18 have been disclosed in Note 28 of the Notes forming part of the financial statements.

26) SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

27) DEPOSITS

The Company has neither accepted nor renewed any deposits from public during the financial year ended 31st March 2022. The company has not accepted any deposits from directors and shareholders during the financial year.

28) SHARE CAPITAL

The Paid up Equity Share Capital as at 31st March, 2022 was ₹. 3,52,65,040/- (divided into 35,26,504 Equity shares of ₹.10/- each fully paid up). During the financial year under review, the Company had,

- (i) not issued shares or securities;
- (ii) not granted stock option or sweat equity to the employees;
- (iii) not bought back any of its securities;
- (iv) not issued any Bonus Shares.

29) DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a stringent policy and formed Internal Complaints Committee for prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention Prohibition and Redressal) Act 2013 and the Rules there under.

The following is a summary of sexual harassment complaints received by the Committee and disposed off during the year 2021-22:

No. of complaints received	:	Nil
No. of complaints resolved	:	Nil

30) HUMAN RESOURCES

Your Company treats its "human resources" as one of its most important assets. Your Company continuously invests in attracting, retaining and developing talent on an ongoing basis. A number of training programs were conducted which were people centric and a few are currently underway. Your Company's thrust is on the promotion of talent internally through rotation and job enlargement of scope of job in line with performance capabilities of employees.

31) DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There were no significant or material orders passed by any Regulators, Courts or Tribunal during the financial year ended 31st March 2022 which may impact the going concern status of the company or its future operations

32) COMPLIANCE WITH SECRETARIAL STANDARDS

Your Company is in compliance with the applicable Secretarial Standards issued by The Institute of Company Secretaries of India during the financial year 2021-22.

33) ACKNOWLEDGEMENTS

Your Directors would like to express their appreciation for the co-operation and assistance received from the Government authorities, the financial institutions, banks, vendors, customers and shareholders. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the entire employees.

Government authorities, the financial institutions, banks, vendors, customers and shareholders. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the entire employees.

By Order of the Board

Place: Coimbatore

Date: 20th August 2022

R. BASKARAN

Chairman & Managing Director

DIN: 00002341

Anugraha Valve Castings Limited

30th Annual Report

ANNEXURE IV

FORM FOR COLLECTION OF INFORMATION FROM SHAREHOLDERS

To
Anugraha Valve Castings Limited,
S.F. No. 391/2, Sengoda Gounden Pudur,
Arasur Village,
Coimbatore - 641 407, TN, India

Folio No. / DP ID / Client ID :

NAME OF FIRST/SOLE SHAREHOLDER :

JOINT SHAREHOLDER 1 :

JOINT SHAREHOLDER 2 :

PAN OF FIRST / SOLE SHAREHOLDER (Attach self-attested copy)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

PAN OF JOINT SHAREHOLDER 1

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

PAN OF JOINT SHAREHOLDER 2

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

EMAIL ID OF THE SOLE/FIRST SHAREHOLDER

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

BANK NAME, BRANCH & ADDRESS (FOR SOLE / FIRST SHAREHOLDER)

PIN																				

BANK ACCOUNT NUMBER

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

(Attach original Cancelled Cheque with your name printed on the Cheque or copy of Bank Passbook attested by your Bank Manager with his seal and date)

BANK ACCOUNT TYPE (Tick in appropriate boxes)

SB		CA		CC		OD	
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MICR CODE (9 Digits)

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IFSC

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Mobile No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

I hereby declare that the particulars given above are correct and complete.

Yours faithfully,

Date :

Place :

Signature of the First / Sole Shareholder

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ("CSR") ACTIVITIES**1. Brief outline on CSR Policy of the Company.****Introduction:**

This policy is framed in terms of Section 135 of the Companies Act, 2013 (the Act) indicating the policy of the company with respect to undertaking certain specified activities by the company towards fulfillment of Corporate Social Responsibility (CSR) of the company.

Broad Objectives:

The aim of this policy is to lay down the parameters within which the company can apply allocated funds as per budget towards CSR activities. The subsidiary aim of this policy is to ensure that while meeting those objectives, the company is able to comply with the statutory scheme of the Act so far as it pertains to the Corporate Social Responsibility. In this process, the company aims to carry out certain activities involving budgeted financial outlay for the purpose of promoting the broad social welfare and development of the environment and wellbeing of people. In accordance with the statutory scheme of the Act, it is necessary to ensure that no amount allocated for CSR Activities are directed to provide exclusive benefits to the employees of the Company. Further the CSR Activities shall be undertaken as far as may be possible for the benefit of people in the local areas. Local areas need not be confined to be areas in and around the factories and units of the Company and it could be extended to cover all areas within the State of Tamilnadu without prejudice to accidental or incidental benefit of such activities accruing to people of other States of India. While undertaking CSR Activities the Company shall ensure that there is no discrimination on the basis of caste, creed, rank, race, religion or any other such narrow factors between the beneficiaries who are entitled to avail the benefits of the CSR Activities. The target segment for receiving benefits of any CSR Activity shall be the under privileged and economically weaker sections of the society. No part of the amount earmarked / allocated for undertaking CSR Activities shall, directly or indirectly, be of any benefit to any political parties or to their cadres exclusively.

CSR Activities:

The CSR activities to be pursued by the company are intended to be confined initially to the areas broadly specified hereunder. The CSR committee is entitled to recommend suitable changes from time to time to this policy depending upon changes to the statutory scheme of the Act and other relevant grounds

Education:

- Formal Schools for Elementary and Primary Education
- Pre-Schools for Child Care.
- Educating Girl children
- Skill Development of Rural Youth

Health care:

- Primary health care centre
- Mother and Child care projects
- Immunization programs with a thrust on polio eradication
- Health care for visually impaired, and physically challenged
- Preventive health care
- Blood Donation, Dental & Eye Checkup Camps, Health Check up Camps, AIDs awareness camps; Camps for educating the masses on food habits, living style and other traditional methods for healthy and long life.

Sustainable Livelihood:

- Formation of Self Help Groups for women empowerment
- Vocational training through our Machine Shop and thereby creating

Employment Opportunity:

- Watershed development
- Partnership with Industrial Training Institutes

Basic Infrastructure Development:

- Basic infrastructure facilities (Laying Roads)
- Safe drinking water
- Sanitation & hygiene
- Renewable sources of energy (Tree Plantation, Solar Lights etc.)

Other Thrust Areas

While undertaking CSR activities, the company may Endeavour to apply funds allocated for CSR purposes in promoting a hospital for the underprivileged and economically weaker sections of the society and also aim to provide a low cost housing project aimed towards slum redevelopment or rehabilitation. The company may also undertake subject to budgetary allocation, innovative programs for rural development and conservation of natural resources. The company may also undertake skill development projects aimed to develop the skills of rural educated youth without any preference or partiality in order that such rural youth are able to gain a way of life with dignity and respect. Any activity undertaken by the company in this respect shall be aimed at harnessing the talents of the rural youth towards the agricultural sector and the MSME sector.

Size of the CSR Budget

The CSR budget shall be equal to 2% of the post tax profits of the company which shall be reckoned in the manner stipulated in the Act. The company is however at liberty to spend more money than the above outer limit if no meaningful completion of projects undertaken is possible or to meet project related cost overrun. If during a financial year, the budgeted / allocated funds could not be deployed completely such remaining funds may be utilized during the next succeeding years towards meeting the objectives and fulfilling the statutory requirements.

Modus Operandi

The Company may execute its CSR objectives by own or declare a trust for the purpose of carrying out the same. If the Company decides to declare a Trust, the members of the CSR committee shall be entitled to be Trustees of the Trust. In addition, a board of Trustees may be formed by inducting men of integrity and repute in order to frame and implement the CSR policy in a manner more beneficial to the society than what the policy professes to achieve. At the end of any financial year or at any time as the board of directors of the company may decide, funds shall be transferred to the trust for being spent by the trust in CSR activities. The trustees shall be bound to follow the objectives of the trust and ensure that the trust money is applied for the purposes of the trust objectives. The name of the trust shall be ANUGRAHA VALVE CASTINGS CSR TRUST of which the company shall be the author. One or more persons may be employed by the Trust for the purpose of undertaking, supervising and monitoring the CSR Activities and for collection of data and studying the benefits attained by such activities by the beneficiaries of the CSR Activities.

Accounts and Audit

There shall be proper books of accounts, registers and records with respect to every activity undertaken as per this CSR Policy. Every project / activity undertaken by the company until the setting up of the trust and by the trust thereafter, shall always be subject to a special audit by an expert with a view to assuring to the board of directors of the company that the activities are undertaken towards achieving the objectives of this policy. The expert shall submit a CSR Audit Report which shall contain a specific statement with respect to the amount actually earmarked / allocated for each activity and the amount actually utilized in undertaking the said activity and any cost overrun / time overrun with respect to each project and in addition to that, if the same project or different project are undertaken at different places, place-wise allocation, utilization, cost overrun, time overrun shall be given.

Partnerships

Collaborative partnerships may be formed with the Government, the District Authorities, the village panchayats, NGOs and other like-minded corporate or non-corporate entities. Company aims to reach, leverage and integrate its CSR Activities with those of other Corporate entities so as confer greater benefits to the under privileged and economically weaker sections of the Society and utilise valuable inputs gained by every participant entity through their experience and expertise. However it must be ensured that the amount of the Company spent on such activities must be capable of being identified and accounted separately.

Information Dissemination

The company's website shall direct to a separate CSR Web Page wherein activities carried out through the Trust will be disseminated on its website. Company will also disclose necessary particulars in the Board's Report to the extent necessary under the Act.

Approval

CSR Policy has been framed by the CSR Committee of the Board of Directors of the Company and duly approved by the Board.

2. Composition of CSR Committee: Sl. No., Name of the Director, Designation / Nature of Directorship, Number of meetings

Sl. No.	Name of the 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)	Shri R. Baskaran	Chairman & Managing Director	1	1
(2)	Shri L. Kamesh	Independent Director	1	1
(3)	Shri Ajay J Shah	Non-Executive Director	1	1

Pursuant to provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules 2014 the Board of Directors have been empowered to take up the role of CSR Committee and the CSR Committee earlier constituted was dissolved with effect from 18/12/2021.

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

The Composition of CSR Committee, CSR Policy and CSR projects approved by the board are available in the weblink: www.anugrahavalvecastings.com/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).

Not Applicable

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 ₹.)	Amount required to be setoff for the financial year, if any (in ₹.)
NIL			

6. Average net profit of the company as per section 135(5):

Average Net Profit: ₹.13,70,13,333/-

7.

a.	Two percent of average net profit of the company as per section 135(5)	₹. 27,40,267/-
b.	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	NIL
c.	Amount required to be set off for the financial year	NIL
d.	Total CSR obligation for the financial year (7a+7b-7c)	₹.27,40,267/-

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

Total Amount Spent for the Financial Year (in ₹.)	Amount Unspent (in ₹.) - NIL				
	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 the Fund	Amount	Date of Transfer
₹. 27,40,267/-	NIL	NIL	NIL	NIL	NIL

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	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 ₹.)	Amount spent in the current financial Year (in ₹.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹.)	Mode of Implementation - Direct (Yes / No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
NIL												

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	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 (in ₹.)	Mode of Implementation - Direct (Yes / No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Regis - tration number
(1)	Eradicating hunger, poverty and mal-nutrition	Children Welfare Expenses	Yes	Tamil Nadu	Coimbatore	1,65,000	No	Graha Foundation	CSR00011518
		Public Welfare Expenses	Yes	Tamil Nadu	Coimbatore	6,24,750	No	Graha Foundation	CSR00011518
(2)	Making Available Safe Drinking Water	Public Welfare Expenses	Yes	Tamil Nadu	Coimbatore	1,92,360	Yes	Nil	Nil
(3)	Promoting Education	Education Fee	Yes	Tamil Nadu	Coimbatore	25,000	Yes	Nil	Nil
						3,43,810	No	Graha Foundation	CSR00011518
(4)	Health Care	Towards purchase of Medical Equipments & Health care expenses	Yes	Tamil Nadu	Coimbatore	1,20,000	Yes	Nil	Nil
						12,74,264	No	Graha Foundation	CSR00011518
TOTAL						27,45,184			

(d) Amount spent in Administrative Overheads : NIL

(e) Amount spent on Impact Assessment, if applicable : NIL

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): ₹. 27,45,184

(g) Excess amount for set off, if any

Sl. No.	Particulars	Amount (in ₹.)
(i)	Two percent of average net profit of the company as per section 135(5)	27,40,267
(ii)	Total amount spent for the Financial Year	27,45,184
(iii)	Excess amount spent for the financial year [(ii)-(i)]	4,917
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	4,917

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

(1)	(2)	(3)	(4)	(5)			(6)
Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹.)	Amount spent in the reporting Financial Year (in ₹.)	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 (in ₹.)
				Name of the Fund	Amount (in ₹.)	Date of transfer	
NIL							

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in ₹.)	Amount spent on the project in the reporting Financial Year (in ₹.)	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 (asset-wise details). : Not Applicable

(a)	Date of creation or acquisition of the capital asset(s).	Nil
(b)	Amount of CSR spent for creation or acquisition of capital asset.	Nil
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	Nil
(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).	Nil

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).

Not required since the company has spent the entire amount required to be spent during the year.

By Order of the Board

Place: Coimbatore
Date: 20th August 2022

R. BASKARAN
Chairman & Managing Director
DIN: 00002341

ANNEXURE VI

A. CONSERVATION OF ENERGY

(i) The steps taken or impact on conservation of energy:

The company continues its efforts to improve energy conservation.

(ii) The steps taken by the company for utilising alternate sources of energy : Nil

(iii) The capital investment on energy conservation equipments : Nil

Disclosure of Particulars with respect to Conservation of Energy.

I. POWER AND FUEL CONSUMPTION

ELECTRICITY	2021-22	2020-21
a) Purchased		
No. of Units	21492948	18119945
Total amount (₹.)	17,20,43,881	15,93,77,513
Rate/Unit (₹.)	8.00	8.80
b) Own Generation		
i) Through diesel Generator Unit		
No. of Units	144913	228556
Units per Ltr. of diesel oil.	3.28	3.34
Cost/units (₹.)	26.10	19.97
ii) Through Wind turbine generator		
No. of Units	10528803	10401009
Total amount (₹.)	6,90,82,550	6,54,25,772
Rate/Unit (₹.)	6.56	6.29
iii) Through Solar Plant		
No. of Units	318986	288782
Total amount (₹.)	20,25,561	18,33,768
Rate/Unit (₹.)	6.35	6.35

II. CONSUMPTION PER UNIT OF PRODUCTION

Sl. No.	Products	Standards (if any)	2021-22	2020-21
(1)	Total Electricity Consumption (in Units)	NIL	21637861	18348501
(2)	Total Quantity manufactured (in Kgs.)	NIL	5450013	4529433
(3)	Electricity Consumption (Per Kg.)	NIL	3.97	4.05

B. TECHNOLOGY ABSORPTION

(i)	The efforts made towards technology absorption	:	NIL
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	:	Not Applicable
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)	:	Not Applicable
(iv)	The details of technology imported	:	Not Applicable
(v)	The year of import;	:	Not Applicable
(vi)	Whether the technology been fully absorbed	:	Not Applicable
(vii)	If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	:	Not Applicable
(viii)	The expenditure incurred on Research and Development	:	NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(₹.In Lakhs)

1.	The Foreign Exchange earned in terms of actual inflows during the year.	20518.42
2.	The Foreign Exchange outgo during the year in terms of actual outflows.	310.72

For and on behalf of the Board

Place: Coimbatore
Date: 20th August 2022

R. BASKARAN
Chairman & Managing Director
DIN: 00002341

INDEPENDENT AUDITOR'S REPORT**To the members of Anugraha Valve Castings Limited****Report on the Audit of the Financial Statements****Opinion:**

I have audited the financial statements of **Anugraha Valve Castings Limited.**, ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Cash Flow Statement for the year ended, and notes forming part of the financial statement including a summary of significant accounting policies and other explanatory information.

In my opinion and to the best of My information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March 2022, its Profit and its cashflows for the year ended on that date.

Basis for opinion

I conducted my audit in accordance with the **Standards on Auditing** specified U/s.143 (10) of the Companies Act, 2013 ["The Act"]. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the Ethical requirements that are relevant to my audit of the financial statements under the provisions of the Act and the Rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, but does not include the financial statements and my auditor's report thereon.

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

In connection with my audit of the financial statements, my 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 my knowledge obtained during the course of my audit or otherwise appears to be materially misstated.

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

Responsibilities of Management and those charged with Governance for the Financial Statements.

The Company's Board of Directors is responsible for the matters started in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified u/s 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and deducting 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the financial statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SA's 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 over ride of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013, I am also responsible for expressing my 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 I conclude that a material uncertainty exists, I am required to draw attention in my Independent auditor's report to the related disclosures in the financial

statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, I 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. I describe these matters in my Independent auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my 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 Section 143(11) of the Act, I give in the "**Annexure - A**" a statement on the matters specified in Paragraphs 3 and 4 of the order, to the extent applicable.
2. As required by Section 143 (3) of the Act, I report that:
 - a. I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
 - b. In my opinion, proper books of accounts as required by law have been kept by the company so far as it appears from my examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In my opinion, the aforesaid standalone financial statement comply with the Accounting Standards specified u/s. 133 of the Act, read with Rule 7 of the companies (Accounts) Rule, 2014.
 - e. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate report in "**Annexure - B**".
 - g. With respect to the matters to be included in the Auditor's Report in accordance with Section 197(16) of the Act, the managerial remuneration has been paid/ provided in accordance with the requisite approvals mandated by Section 197 of the Companies Act 2013 with respect to Part II of Schedule V of the Act.

- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, in my opinion and to the best of my information and accordance to the explanations given to me:
- (a) The company did not have any pending litigation which would impact its financial position.
 - (b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - (d) (i) The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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(s) or entity(ies), including foreign entities ("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;
 - (ii) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("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; and
 - (iii) Based on such audit procedures that I had considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- i. Dividend has been declared by the company during the year and in my opinion and according to information and explanations given to me, it is in compliance with section 123 of the Companies Act.

Place: Coimbatore
Date: 20th August 2022

CA R. MAHESWARAN
Chartered Accountant
Membership No. 028062
UDIN : 22028062APYYAU1828

Annexure “A” to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of my report to the members of Anugraha Valve Castings Limited of even date)

In terms of Companies (Auditor's Report) Order 2020, issued by the Central Government of India, in terms of section 143(11) of The Companies Act, 2013, I further report, on the matters specified in paragraph 3 and 4 of the said Order, that:-

1. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

- a) (1) In my opinion and according to the information and explanations given to me, the Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(2) The Company does not have any Intangible assets during the year.

- b) The Company has a program of verification to cover all items of property, plant and equipment in a phased manner over a period of three years, which, in my opinion, is reasonable having regard to the size of the Company and the nature of its assets.

Pursuant to the program, certain property, plant and equipment were physically verified by the management during the year. According to the information and explanations given to me, no material discrepancies were noticed on such verification.

- c) In my opinion and according to the information and explanations given to me and based on the examination of the conveyance deeds provided to me, I report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

In respect of immovable properties given as collateral for loans from banks and financial institutions, the title deeds were deposited with the said banks/ financial institutions and the Company has obtained a confirmation from the said banks that the title deeds are in the name of the Company.

- d) The company has not revalued its Property, Plant & Equipment (including right of use asset) during the year. Accordingly, paragraph 3 (i) (d) of the Order is not applicable.

- e) In my opinion and according to the information and explanations given to me, there are no proceedings initiated or are pending against the company for holding any benami property under The Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, paragraph 3 (i) (e) of the Order is not applicable.

2. a) The Company has physically verified the inventories at reasonable intervals and the discrepancies of 10% or more in the aggregate for each class of inventory noticed on such verification have been properly dealt with in the books of account.

- b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company; except with the statements filed for the Quarter ending on 31.03.2022 to the extent of Raw materials of ₹. 360.00 Lakhs. The said difference is due to the delay in the valuation of reclaimed contaminated castings; which is more particularly described in Note No. 31 (VIII) supra.

3. In my opinion and according to information and explanation given to me, during the year the Company has not made investments in/ provided any guarantee or security/ granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties. Accordingly, paragraph 3 (iii) of the Order is not applicable.

4. In my opinion and according to information and explanation given to me, the company has not granted any loans or provided any guarantees or given any security or made any investments within the meaning of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.
5. In my opinion and according to the information and explanations given to me, the company has not accepted any deposits or amounts which are deemed to be deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013. Accordingly, paragraph 3 (v) of the Order is not applicable.
6. In my opinion and according to the information and explanations given to me, the company has not accepted any deposits or amounts which are deemed to be deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013. Accordingly, paragraph 3 (v) of the Order is not applicable.
7. In my opinion and according to the information and explanations given to me:
 - a) Amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited by the Company with the appropriate authorities.
 - b) No undisputed amounts payable in respect of goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
 - c) There are no statutory dues referred to in sub-clause (a), which have not been deposited on account of dispute.
8. In my opinion and according to the information and explanations given to me, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, paragraph 3 (viii) of the Order is not applicable.
9.
 - a) In my opinion and according to the information and explanations given to me, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
 - b) In my opinion and according to the information and explanations given to me, the company has not been declared as a willful defaulter by any bank or financial institution or other lender.
 - c) In my opinion and according to the information and explanations given to me, the term loans obtained during the year were applied for the purpose for which they were availed.
 - d) In my opinion and according to the information and explanations given to me, the funds raised on short term basis have not been utilised for long term purposes.
 - e) The Company does not have any subsidiaries/ associates/ joint-ventures and accordingly, paragraphs 3 (ix) (e) and 3 (ix) (f) of the Order are not applicable.
 - f) In my opinion and according to the information and explanations given to me, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10.
 - a) In my opinion and according to the information and explanations given to me, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the Order is not applicable.
 - b) In my opinion and according to the information and explanations given to me, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the Order is not applicable.

11. a) Based upon the audit procedures performed and information and explanations given to me by the management, I report that no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year. Accordingly, paragraph 3 (xi) (a) of the Order is not applicable.
b) Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, paragraph 3 (xi) (b) of the Order is not applicable.
c) To the best of my knowledge and according to the information and explanations given to me, no whistle-blower complaints have been received by the Company during the year.
12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable.
13. In my opinion and according to the information and explanations given to me, the transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. a) In my opinion and according to the information and explanations given to me, the company has an internal audit system, commensurate with the size and nature of its business.
b) The reports of the internal auditors for the year under audit were considered by me, as part of my audit procedures.
15. In my opinion and according to the information and explanations given to me, the company has not entered into non-cash transactions with directors or persons connected with them during the year. Accordingly, paragraph 3 (xv) of the Order is not applicable.
16. a) In my opinion and according to the information and explanations given to me, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
b) In my opinion and according to the information and explanations given to me, 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) In my opinion and according to the information and explanations given to me, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3 (xvi) (c) of the Order is not applicable.
d) In my opinion and according to the information and explanations given to me, the Company is not a Core Investment Company (CIC) and it does not have any other companies in the Group. Accordingly, paragraph 3 (xvi) (d) of the Order is not applicable.
17. The company has not incurred any cash losses in the Financial Year and in the immediately preceding Financial Year.
18. There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3 (xviii) of the Order is not applicable.
19. In my opinion and according to the information and explanations given to me and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, my knowledge of the Board of Directors and management plans and based on my examination of the evidence supporting the assumptions, nothing has come to my attention, which causes me to believe that any material uncertainty exists as on the date of the audit report that, the company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. I, however, state that this is not an assurance as to the future viability of the company. I further

state that my reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

20. a) In my opinion and according to the information and explanations given to me, in respect of other than ongoing projects, there are no unspent amounts to be transferred to a fund specified in Schedule VII to the Act.
- b) In my opinion and according to the information and explanations given to me, there are no amount remaining unspent under sub-section (5) of section 135 of the Act, pursuant to any ongoing project, to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.
21. In my opinion and according to the information and explanations given to me, the Company does not have investments in subsidiaries/ associates or joint venture companies. Accordingly, paragraph 3 (xxi) of the Order is not applicable.

Place: Coimbatore
Date: 20th August 2022

CA R. MAHESWARAN
Chartered Accountant
Membership No. 028062
UDIN : 22028062APYYAU1828

Annexure “B” to the Independent Auditor's Report

(Referred to in paragraph 2 (f) under 'Report on other legal and regulatory requirements' section of my report to the Members of Anugraha Valve Castings Limited of even date)

Report on the internal financial controls over financial reporting under clause (i) of sub – section 3 of section 143 of the Companies Act, 2013 (“the Act”)

I have audited the internal financial controls over financial reporting of Anugraha Valve Castings Limited (“the Company”) as at 31st March 2022, in conjunction with my audit of the financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The board of directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' responsibility

My responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (“the Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were established and maintained and if such controls operated effectively in all material respects.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial control 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

Opinion

In my opinion and according to the information and explanations given to me, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control 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.

Place: Coimbatore
Date: 20th August 2022

CA R. MAHESWARAN
Chartered Accountant
Membership No.: 028062
UDIN : 22028062APYYAU1828

Anugraha Valve Castings Limited

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BALANCE SHEET AS AT 31ST MARCH 2022

(₹.in Lakhs)

Particulars	Note No.	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	352.65	352.65
(b) Reserves and Surplus	2	20543.77	20214.52
(c) Money received against share warrants		0.00	0.00
(2) Share Application Money Pending Allotment		0.00	0.00
(3) Non - Current Liabilities			
(a) Long Term Borrowings	3	722.97	0.00
(b) Deferred Tax Liabilities (Net)	4	1138.90	1099.02
(c) Other Long Term Liabilities		0.00	0.00
(d) Long Term Provisions		0.00	0.00
(4) Current Liabilities			
(a) Short - Term Borrowings	5	4642.41	2504.55
(b) Trade Payables			
(i) Total Outstanding dues of micro enterprises and small enterprises and	6	775.26	300.66
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	6	784.00	598.87
(c) Other Current Liabilities	7	87.93	238.24
(d) Short - Term Provisions	8	1437.79	1334.04
TOTAL EQUITY AND LIABILITY		30485.68	26642.55
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant & Equipment	9	13962.79	13560.91
(ii) Intangible Assets		0.00	0.00
(iii) Capital Work In Progress	9	593.27	68.36
(iv) Intangible Assets under Development		0.00	0.00
(b) Non-Current Investments		0.00	0.00
(c) Deferred Tax Assets (Net)		0.00	0.00
(d) Long term Loans and advances	10	517.25	517.25
(e) Other Non-Current Assets	11	262.25	346.51

Anugraha Valve Castings Limited**30th Annual Report****(₹.in Lakhs)**

Particulars	Note No.	Figures as at the end of the Current reporting period 31st March 2022	Figures as at the end of the Previous reporting period 31st March 2021
(2) Current Assets			
(a) Current Investments		0.00	0.00
(b) Inventories	12	5529.03	3628.54
(c) Trade Receivables	13	6824.49	5956.60
(d) Cash and Bank Balances	14	685.26	759.26
(e) Short – Term Loans and advances	15	0.00	0.00
(f) Other Current assets	16	2111.34	1805.12
TOTAL ASSETS		30485.68	26642.55

- See accompanying notes to financial statements

To be read with my report annexed herewith

R. BASKARAN
Chairman & Managing Director
DIN : 00002341

B. ANANDKUMAR
Joint Managing Director
DIN : 00002339

CA R. MAHESWARAN
Chartered Accountant
M. No.: 028062

Place: Coimbatore
Date: 20th August 2022

Anugraha Valve Castings Limited

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STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

(₹.in Lakhs)

Particulars	Note No.	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
REVENUE			
I. Revenue from Operations	17	24209.57	21518.00
II. Other Income	18	605.19	112.84
III. Total Income (I+II)		24814.76	21630.84
EXPENSES			
Cost of materials consumed	19	8591.15	5093.58
Other manufacturing expenses	20	10019.39	8354.84
Changes in stock - WIP	21	-785.44	308.23
Employee benefits expense	22	4697.35	3949.10
Finance costs	23	27.77	57.23
Depreciation and Amortisation Expenses	09	925.76	933.00
Other expenses	24	1162.12	1153.28
IV. Total Expenses		24638.10	19849.26
V. Profit Before Exceptional and Extraordinary Items & Tax (III-IV)		176.66	1781.58
VI. Exceptional Items : Income - Reclamation of Contaminated Castings of earlier year – Note 31 (VIII)		360.00	0.00
VII. Profit Before Extraordinary Items & Tax (V+VI)		536.66	1781.58
VIII. Extraordinary Items		0.00	0.00
IX. Profit before Tax (PBT) (VII-VIII)		536.66	1781.58
X. Tax Expense of Continuing Operations:			
Current Tax	25	97.00	321.15
Deferred Tax		39.88	64.71
XI. Profit / (loss) after Tax for the period from continuing operations (PAT) (IX-X)		399.78	1395.72
XII. Profit/(Loss) from Discontinuing operations		0.00	0.00
XIII. Tax Expense of Discontinuing Operations		0.00	0.00
XIV. Profit/(Loss) from Discontinuing Operations (After Tax) (XII-XIII)		0.00	0.00
XV. Profit/(loss) for the period (XI-XIV)		399.78	1395.72
XVI. Earnings per equity share- Basic & Diluted		11.34	39.58

- See accompanying notes to financial statements

To be read with my report annexed herewith

R. BASKARAN
Chairman & Managing Director
DIN : 00002341

B. ANANDKUMAR
Joint Managing Director
DIN : 00002339

CA R. MAHESWARAN
Chartered Accountant
M. No.: 028062

Place: Coimbatore
Date: 20th August 2022

Anugraha Valve Castings Limited

30th Annual Report

CASH FLOW STATEMENT AS PER ACCOUNTING STANDARD 3

(₹.in Lakhs)

Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
A. Cash Flow from Operating Activities		
Net Profit before Tax	536.66	1781.57
Adjustment for Depreciation	925.76	933.00
Finance Cost	27.77	57.23
(Profit)/Loss on Sale of Property, Plant and Equipment	8.94	-0.29
Deferred Tax Income	0.00	0.00
Operating Profit before working capital changes	1499.13	2771.51
(Increase) / Decrease in Inventories	-1900.50	241.47
(Increase) / Decrease in Sundry Debtors	-867.89	-264.05
Increase) / Decrease in Other Back Balance	-0.11	11.04
(Increase) / Decrease in Loans and Advances	0.00	1.14
(Increase) / Decrease in Other Current Asset	-306.21	186.09
(Increase) / Decrease in Trade Payables	659.73	-269.49
Increase / (Decrease) in Current Liabilities	-150.31	-499.09
Increase / (Decrease) in Provisions	103.74	804.69
Cash from Operating Activities	-962.42	2983.31
Less:		
Tax Relating to Current Year	94.00	367.00
MAT Credit Entitlement	0.00	0.00
Tax Relating to earlier years	3.00	-45.85
Net Cash from Operating Activities	-1059.42	2662.16
B. Cash Flow from Investing Activities		
Purchase of Property, Plant and Equipment	-1919.39	-512.77
Proceeds from Sale of Property, Plant and Equipment	57.91	4.53
(Increase) / Decrease in Long Term Loans and Advances	0.00	68.55
Increase/Decrease in Non-current Assets	84.26	0.00
Net Cash from Investing Activities	-1777.22	-439.69
C. Cash Flow from Financing Activities		
Dividend and Distribution Tax	-70.53	0.00
Increase / (Decrease) in Bank Borrowings - Short Term	2137.86	-968.31
Increase / (Decrease) in Bank Borrowings - Long Term	722.97	-1021.24
Interest on Bank Borrowings	-27.77	-57.23
Net Cash Flow from Financing Activities	2762.53	-2046.78
Increase / (Decrease) in Cash and Cash equivalents	-74.11	175.69
Cash and Cash equivalents at the beginning of the year	748.78	573.08
Cash and Cash equivalents at the end of the year	674.67	748.78

To be read with my report annexed herewith

R. BASKARAN
Chairman & Managing Director
DIN : 00002341

B. ANANDKUMAR
Joint Managing Director
DIN : 00002339

CA R. MAHESWARAN
Chartered Accountant
M. No.: 028062

Place: Coimbatore
Date: 20th August 2022

Anugraha Valve Castings Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

1. SHARE CAPITAL

(A) Authorized, Issued, Subscribed, Paid - up share capital and par value per share

(₹.in Lakhs)		
Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
Authorized Share Capital		
40,40,000 Equity Shares of ₹.10/- each (Previous year 40,40,000 equity shares of ₹.10/- each)	404.00	404.00
10,00,000 Unclassified shares of ₹.10/- each (Previous year 10,00,000 Unclassified shares of ₹.10/- each)	100.00	100.00
Issued, Subscribed & Paid Up Share Capital		
35,26,504 equity shares of ₹.10/- each (Previous year 35,26,504 equity shares of ₹.10/- each)	352.65	352.65
TOTAL	352.65	352.65

(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

Number of shares outstanding as the beginning of the year	3526504	3526504
Add: Number of shares allotted as fully paid-up bonus shares during the year	Nil	Nil
Number of shares allotted during the year as fully paid-up pursuant to a contract without payment being received in cash	Nil	Nil
Number of shares allotted to employee pursuant to ESOPs/ESPs	Nil	Nil
Number of shares allotted for cash pursuant to public issue	Nil	Nil
Less: Number of shares bought back during the year.	Nil	Nil
Number of shares outstanding as at the end of the year	3526504	3526504

(C) Shares in the company held by each shareholder holding more than 5% shares

Sl. No.	Name of the shareholder	Number of shares held in the company	Percentage of shares held
1.	R. BASKARAN	837421	23.75%
2.	B. GRAHALAKSHMI	700480	19.86%
3.	B. ANANDKUMAR	663862	18.82%
4.	A. KAVITHA	618357	17.53%
5.	A. NIKITA	209761	5.95%
TOTAL		3029881	85.92%

Anugraha Valve Castings Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Shares held by promoters at the end of the year 31st March'2022

Sl. No.	Promoter Name	Number of shares	Percentage of shares held	Percentage changes during the year
1.	R. BASKARAN	837421	23.75%	0.09%
2.	B. GRAHALAKSHMI	700480	19.86%	0.00%
3.	B. ANANDKUMAR	663862	18.82%	0.00%
4.	A. KAVITHA	618357	17.53%	0.00%
5.	A. NIKITA	209761	5.95%	0.00%
	TOTAL	3029881	85.92%	0.09%

Shares held by promoters at the end of the year 31st March'2021

Sl. No.	Promoter Name	Number of shares	Percentage of shares held	Percentage changes during the year
1.	R. BASKARAN	834231	23.66%	0.47%
2.	B. GRAHALAKSHMI	700490	19.86%	0.00%
3.	B. ANANDKUMAR	663862	18.82%	0.00%
4.	A. KAVITHA	618357	17.53%	0.00%
5.	A. NIKITA	209761	5.95%	0.00%
	TOTAL	3026701	85.82%	0.47%

(D) Details of allotments of shares for consideration other than cash, allotments of bonus shares and shares bought back (during the period of five years from 01/04/2017 to 31/03/2022)

Particulars	Amount
(1) Allotment of shares as fully paid-up pursuant to contracts without payments being received in cash	Nil

2. RESERVES AND SURPLUS

(₹.in Lakhs)				
Particulars	Figures as at the end of the Previous reporting period 31 st March 2021	Additions during the year	Deductions during the year	Figures as at the end of the Current reporting period 31 st March 2022
General Reserve	2502.02	0.00	0.00	2502.02
Surplus	17712.50	399.78	70.53	18041.75
TOTAL	20214.52	399.78	70.53	20543.77

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Note: Deductions during the year	31 st March 2022
Transfer to General Reserve	0.00
Dividend for FY 2020-21	70.53
Dividend - Proposed	0.00
Corporate Dividend Tax	0.00
TOTAL	70.53

3. LONG TERM BORROWINGS

Particulars	(₹.in Lakhs)	
	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
Term Loan From Banks		
Term Loan from M/s State Bank of India, Commercial Branch, Coimbatore.	722.97	0.00
Term Loans are Repayable in 16 Quarterly instalments from 01 st January 2023.		
The above loan is guaranteed by Directors Shri R. Baskaran and Shri B. Anandkumar and also by Mrs. B. Grahalakshmi (W/o Shri R. Baskaran) and Mrs. A. Kavitha (W/o Shri B. Anandkumar)		
TOTAL	722.97	0.00

4. DEFERRED TAX LIABILITIES (NET)

Opening balance	1099.02	1034.31
Total reversible timing difference in books maintained as per Companies Act 2013		
WDV as per Companies Act 2013 (1)	11016.92	11547.68
Total reversible timing difference in books maintained as per Income Tax Act 1961		
WDV as per Income Tax Act 1961 (2)	7105.86	7773.58
Net reversible timing difference (1) - (2)	3911.07	3774.10
Deferred tax liability recognised for the year	39.88	64.71
Add : Deferred tax income/(expense)	39.88	64.71
CLOSING	1138.90	1099.02

Anugraha Valve Castings Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

5. SHORT - TERM BORROWINGS

(₹.in Lakhs)		
Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
(A) LOANS REPAYABLE ON DEMAND		
Secured		
Working Capital Loans from M/s. State Bank of India, Commercial Branch, Coimbatore, repayable on demand, secured on the Current Assets of the Company viz. Raw Materials, Stock in Process, Finished Goods, Receivables and other Current Assets of the Company.	4470.53	2504.55
The above loan is guaranteed by Directors Shri R. Baskaran and Shri B. Anandkumar and also by Mrs. B. Grahakshmi (W/o Shri. R. Baskaran) and Mrs. A. Kavitha (W/o Shri. B. Anandkumar)		
Current Maturities of Long Term Borrowings	171.88	0.00
(B) LOANS AND ADVANCES FROM RELATED PARTIES	0.00	0.00
(C) PUBLIC DEPOSITS (UNSECURED)	0.00	0.00
TOTAL	4642.41	2504.55

6. TRADE PAYABLES

Trade Payables ageing schedule: As at 31st March,2022

Particulars	Outstanding for following periods from due date of payment					
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	775.26	-	-	-	775.26
(ii) Others	-	764.38	-9.87	28.57	0.92	784.00
(iii) Disputed dues- MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
TOTAL	-	1,539.64	-9.87	28.57	0.92	1,559.26

Trade Payables ageing schedule: As at 31st March,2021

Particulars	Outstanding for following periods from due date of payment					
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	300.66	-	-	-	300.66
(ii) Others	-	569.59	28.36	0.92	-	598.87
(iii) Disputed dues- MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
TOTAL	-	870.25	28.36	0.92	-	899.53

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

7. OTHER CURRENT LIABILITIES

(₹.in Lakhs)		
Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
(a) Interest Accrued and due on borrowings	0.00	0.00
(b) Unpaid/unclaimed dividends	9.57	9.50
(c) Other payables		
- TDS & TCS Payables	34.02	33.70
- GST Payables	2.41	43.91
- Electricity Charges Payable	41.28	150.48
- Rent Advance Received	0.65	0.65
TOTAL	87.93	238.24

8. SHORT - TERM PROVISIONS

Employee Benefits Payable	1434.82	1316.07
Provision for income tax	0.00	15.00
Provision for Interest Payable	2.97	2.97
TOTAL	1437.79	1334.04

ANUGRAHA VALVE CASTINGS LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

9. PROPERTY, PLANT AND EQUIPMENT – TANGIBLE

Reconciliation of the gross carrying amounts and net carrying amounts at the beginning and at the end of the year

Description	Gross Carrying Amount			Accumulated Depreciation			Net Carrying Amount	
	As on 01 st April 2021	Additions during the year	Deletions during the year	As on 31 st March 2022	As on 1 st April 2021	For the year the year	As on 31 st March 2022	As on 31 st March 2021
Land	2013.23	957.37	24.74	2945.86	0.00	0.00	0.00	2013.23
Buildings	6030.17	52.95	41.04	6042.08	1452.20	202.82	1645.57	4577.97
Plant & Equipment	10536.04	355.94	151.64	10740.34	4872.94	507.24	5237.43	5663.10
Wind Mills	3311.87	0.00	0.00	3311.87	2721.06	70.66	2791.72	590.81
Solar Plant	526.02	0.00	0.00	526.02	340.11	23.35	363.45	185.91
Furniture & Fixtures	994.99	15.04	8.12	1001.91	768.38	53.87	815.48	226.61
Vehicles	396.08	0.00	0.00	396.08	178.14	37.67	215.81	217.94
Office equipments	536.43	13.18	5.70	543.91	451.56	30.15	476.30	84.87
Books	9.41	0.00	0.00	9.41	8.93	0.00	8.93	0.48
TOTAL	24354.24	1394.48	231.24	25517.48	10793.32	925.76	11554.69	13560.92
								13962.79

For FY 2021-22
Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)

CWIP/ITAUD	Amount in CWIP for a period of (₹.in Lakhs)					Movements in Capital Work in Progress			
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Opening CWIP	2021-22	2020-21	
Projects in progress	593.27	-	-	-	593.27	Add : Additions to CWIP	629.21	80.87	
Projects temporarily suspended	-	-	-	-	-	Less : Additions to fixed assets	104.29	108.59	
						Closing CWIP	593.27	68.36	

iv) Capital-Work-in Progress (CWIP)/ITAUD whose completion is overdue

CWIP/ITAUD	Amount in CWIP for a period of (₹.in Lakhs)			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects 1	-	-	-	-
Projects 2	-	-	-	-

ANUGRAHA VALVE CASTINGS LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

9(a) PROPERTY, PLANT AND EQUIPMENT – TANGIBLE

Reconciliation of the gross carrying amounts and net carrying amounts at the beginning and at the end of the year

Description	Gross Carrying Amount				Accumulated Depreciation			Net Carrying Amount		
	As on 01 st April 2020	Additions during the year	Deletions during the year	As on 31 st March 2021	As on 1 st April 2020	For the year	Adjustments during the year	As on 31 st March 2021	As on 31 st March 2020	As on 31 st March 2021
Land	2013.23	0.00	0.00	2013.23	0.00	0.00	0.00	0.00	2013.23	2013.23
Buildings	5933.77	96.40	0.00	6030.17	1252.06	200.14	0.00	1452.20	4681.71	4577.97
Plant & Equipment	10174.33	418.73	57.02	10536.04	4433.60	492.75	53.42	4872.93	5740.73	5663.11
Wind Mills	3311.87	0.00	0.00	3311.87	2640.74	80.32	0.00	2721.06	671.13	590.81
Solar Plant	526.02	0.00	0.00	526.02	313.42	26.70	0.00	340.12	212.60	185.90
Furniture & Fixtures	991.51	3.48	0.00	994.99	714.12	54.27	0.00	768.39	277.40	226.60
Vehicles	392.24	13.00	9.16	396.08	149.42	37.42	8.70	178.14	242.82	217.94
Office equipments	531.28	8.89	3.74	536.43	413.71	41.40	3.55	451.56	117.57	84.87
Books	9.41	0.00	0.00	9.41	8.93	0.00	0.00	8.93	0.47	0.48
TOTAL	23883.66	540.50	69.92	24354.24	9926.00	933.00	65.67	10793.33	13957.66	13560.91

For FY 2020-21
Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)

iv) Capital-Work-in Progress (CWIP)/ITAUD whose completion is overdue

CWIP/ITAUD	Amount in CWIP for a period of				Amount in CWIP for a period of		
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Less than 1 year	1-2 years	2-3 years
Projects in progress	3.08	65.28	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-	-	-

10. LONG-TERM LOANS AND ADVANCES

(₹.in Lakhs)		
Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
(A) Capital Advances		
(i) Secured, Considered good	0.00	0.00
(ii) Unsecured, Considered good	0.00	0.00
(iii) Doubtful	0.00	0.00
Total (A)	0.00	0.00
(B) Loans and Advances		
(i) Secured, Considered good	0.00	0.00
(ii) Unsecured, Considered good-to M/s. Sun Ark Aluminium Industries Private Limited, Sivakasi	503.85	503.85
(iii) Doubtful	0.00	0.00
Total (B)	503.85	503.85
(C) Other Loans and Advances – Rent Advance etc.		
(i) Secured, Considered good	0.00	0.00
(ii) Unsecured, Considered good	13.40	13.40
(iii) Doubtful	0.00	0.00
Total (C)	13.40	13.40
TOTAL (A) + (B) + (C)	517.25	517.25

11. OTHER NON-CURRENT ASSETS

(a) Security Deposits		
(i) Secured, Considered good	0.00	0.00
(ii) Unsecured, Considered good	262.25	346.51
(iii) Doubtful	0.00	0.00
Less: Allowance for bad and doubtful advances	0.00	0.00
TOTAL	262.25	346.51

12. INVENTORIES

(a) Raw Materials		
- S.S. Scrap*	1426.71	754.60
- M.S. Scrap	110.86	100.29
- Others	638.51	324.86
(b) Work-in-progress	2517.09	1731.66
(c) Stores and spares	633.46	619.59
(d) Patterns and Tools	202.40	97.54
TOTAL	5529.03	3628.54

*Refer Note No.31 (VIII)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

13. TRADE RECEIVABLES

Trade Receivables ageing schedule as at 31st March, 2022

(₹.in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	5,795.67	1,010.39	18.43	-	-	6,824.49
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

Trade Receivables ageing schedule as at 31st March, 2021

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	5,171.91	767.53	17.16	-	-	5,956.60
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

14. CASH AND BANK BALANCES

Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
(A) CASH AND BANK BALANCES		
(i) CASH AND CASH EQUIVALENTS		
Cash in hand	10.43	8.04
Demand deposits with banks	664.24	740.74
Total (i)	674.67	748.78
(ii) OTHER BANK BALANCES		
Unpaid dividend bank account	9.56	9.50
Bank deposits with more than 12 months	1.03	0.98
Total (ii)	10.59	10.48
TOTAL (i)+(ii)	685.26	759.26

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

15. SHORT TERM LOANS AND ADVANCES

(₹.in Lakhs)		
Particulars	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Current reporting period 31 st March 2021
A. Loans and Advances		
(i) Secured, Considered good	0.00	0.00
(ii) Unsecured, Considered good	0.00	0.00
(iii) Doubtful	0.00	0.00
(Total A)	0.00	0.00
B. Others - Rent, Salary & Bonus		
(i) Secured, Considered good	0.00	0.00
(ii) Unsecured, Considered good	0.00	0.00
(iii) Doubtful	0.00	0.00
(Total B)	0.00	0.00
TOTAL (A)+(B)	0.00	0.00

16. OTHER CURRENT ASSETS

Advances recoverable in cash or in kind or for value to be received	597.26	436.37
Tax Payments pending Adjustments	152.60	166.37
Prepaid Expenses	17.75	12.41
LIC Group Gratuity Fund	785.75	728.81
Receivable GST	70.71	40.47
Rebate Receivable IGST	317.14	407.57
Receivable from TNEB	13.12	13.12
TDS and TCS Receivable	7.99	0.00
Income tax refund receivable	149.02	0.00
TOTAL	2111.34	1805.12

17. REVENUE FROM OPERATIONS

(A) Sale of Products		
- Finished Goods	22269.47	19400.34
- Patterns	586.96	618.51
- Waste	32.09	25.27
- Tools	93.67	66.89
TOTAL (A)	22982.19	20111.01
(B) Other Operating Revenue		
- Export Incentives	471.50	665.25
- Power Generation Income	711.08	672.59
- Testing Charges, Freight and Discount Received	44.80	69.15
TOTAL (B)	1227.38	1406.99
Total Revenue from Operations (A) + (B)	24209.57	21518.00

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

18. OTHER INCOME

Particulars	(₹.in Lakhs)	
	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
Interest Income	11.16	94.45
Profit on Sale of Assets	26.23	0.89
Rent Received	1.20	1.30
Miscellaneous Receipts (Compensation & Others)	30.55	16.20
Foreign Exchange Rate Fluctuation	536.05	0.00
TOTAL	605.19	112.84

19. COST OF MATERIAL CONSUMED

Raw material consumed		
- S.S.Scrap	4979.31	2784.07
- M.S.Scrap	2025.47	1235.31
- Others	1586.37	1074.20
TOTAL	8591.15	5093.58

20. OTHER MANUFACTURING EXPENSES

Power and Fuel		
- Electricity Charges	1746.25	1571.54
- Diesel Consumption	205.95	156.85
Stores & Spares, Packing Material Consumed		
- Consumption of Pattern & Tools	519.41	650.07
- Consumption of Consumables	2992.55	2210.01
- Consumption of Packing Materials	329.74	239.80
Transport Charges for Purchases	188.72	166.06
Testing Charges Paid	329.17	251.51
Quality Certification Expenses	275.38	339.23
Repairs - Plant and Machinery	595.21	524.84
Maintenance - Electricals	66.37	51.17
Labour Charges	2770.64	2193.76
TOTAL	10019.39	8354.84

21. CHANGES IN INVENTORIES OF WORK-IN-PROGRESS

Particulars	(₹.in Lakhs)	
	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
Opening stock	1731.66	2039.89
Closing stock	2517.09	1731.66
TOTAL	-785.44	308.23

22. EMPLOYEE BENEFIT EXPENSES

Salaries, wages and bonus	3638.05	3069.00
Contribution to PF, ESI and Gratuity	276.64	184.88
Directors' Remuneration	633.00	572.63
Staff Welfare Expenses	149.66	122.59
TOTAL	4697.35	3949.10

23. FINANCE COSTS

(i) Interest for Bank Loan	27.77	57.23
(ii) Processing Charges	0.00	0.00
(iii) Net Gain/Loss in Foreign Currency Transactions/ Translation	0.00	0.00
TOTAL	27.77	57.23

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022
24. OTHER EXPENSES

Particulars	(₹.in Lakhs)	
	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
Rent	30.93	38.12
Insurance	66.78	80.15
Rates and Taxes	120.26	152.47
Donation	12.84	0.40
Payment to Statutory Auditors		
- Statutory Audit Fees	2.00	2.00
- Taxation Matters	1.00	1.00
- Other Services	2.08	4.79
Transportation, Forwarding and Clearing charges	371.37	344.70
Bank Charges	47.76	45.22
Telephone, Postage, Printing and Stationery	31.58	29.77
Interest Expenses – Others:		
- Interest for TDS	0.57	0.07
- Interest for GST	0.69	0.93
- Interest for Others	0.01	0.46
- Interest for Income Tax	3.36	0.00
Loss on Sale of assets and Discardment	35.16	0.60
Travelling and Vehicle Maintenance	43.39	39.26
Legal, Professional and consultancy charges	83.34	88.75
Selling Expenses	73.19	63.46
Directors' Sitting Fees	6.30	6.30
Computer Maintenance and Office Equipments	41.94	36.31
Pollution Control Expenses	37.01	25.78
Training Expenses	0.13	0.02
CSR Expenditure	27.43	26.17
Books and Periodical Expenses	1.47	0.01
AGM Expenses	0.34	0.54
Board Meeting Expenses	0.06	0.00
Pooja Expenses	10.87	9.00
Loss on sale of MEIS	0.00	21.19
Repairs – Factory Buildings	87.98	51.79
Electricity Charges – Guest House	0.34	0.31
Electricity Charges - Office	0.89	0.94
Discount - Others	12.64	11.12
Foreign Exchange Rate Fluctuation	0.00	65.75
Other Miscellaneous Expenses	8.41	5.90
TOTAL	1162.12	1153.28

SELLING EXPENSES

Advertisement	3.04	4.97
Sales Promotion	48.32	40.64
Packing Expenses	21.83	17.85
TOTAL	73.19	63.46

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

25. CURRENT TAX

Particulars	(₹.in Lakhs)	
	Figures as at the end of the Current reporting period 31 st March 2022	Figures as at the end of the Previous reporting period 31 st March 2021
Income Tax	94.00	367.00
MAT Credit Entitlement	0.00	0.00
Earlier year Income Tax	3.00	-45.85
TOTAL	97.00	321.15

26. DISCLOSURE IN RESPECT OF ACCOUNTING STANDARD-15 "EMPLOYEE BENEFITS"

Particulars	Gratuity (Funded)	
	2021-22	2020-21
Expenses Recognized during the year		
Current Service Cost	64.24	65.47
Interest Cost	46.15	44.76
Expected Return on Plan assets	(53.31)	(39.32)
Actuarial Loss/(Gain) during the year	23.18	(30.00)
Expenses recognized in profit & Loss Account	80.26	40.91
Actual Return on Plan Assets		
Expected Return on Plan assets	53.31	49.29
Actual Return on Plan assets	53.31	49.29
Net Asset / (Liability) recognized in the Balance Sheet		
Present value of the obligation at the year end	766.61	617.42
Fair Value of Plan assets at the year end	785.75	642.14
Funded Status- Surplus/(deficit)	19.14	70.49
Net Asset/(Liability) recognized in the Balance Sheet	19.14	70.49
Change in Present value of obligation during the year		
Present value of obligation at the beginning of the year	659.37	706.35
Current Service Cost	64.24	74.71
Interest Cost	46.16	47.09
Benefits paid	(26.34)	(39.32)
Actuarial loss/(gain) on obligation	23.18	(119.92)
Present value of obligation at the year end	766.61	668.91
Changes in Assets during the year		
Fair Value of plan assets at the beginning of the year	741.77	642.14
Expected return on plan assets	53.31	49.29
Contributions made	24.98	76.71
Benefits Paid	(26.34)	(39.32)
Fair value of plan assets at the year end	766.61	728.82
Actuarial Assumptions		
Discount Rate	7.00%	7.00%
Salary Escalation	7.00%	7.00%

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

27. SEGMENT INCOME

The Company has identified the operations of Wind Turbine Generators and Solar Plant as separate segment as per Accounting Standard 17, "Segment Reporting" issued by the institute of Chartered Accountants of India and the financial information for the year ended 31st March 2022 is as under:

Statement of Profit & Loss of Wind Turbine Generator and Solar Plant for the year ended 31st March 2022

(₹.in Lakhs)		
Particulars	2021-22	2020-21
A. Wind Turbine Generator Income		
Income Power Generation Income	690.83	654.26
Total (i)	690.83	654.26
Expenditure		
Maintenance & Banking Charges	178.81	179.88
Depreciation	70.66	80.32
Total (ii)	249.47	260.20
Net Profit / (Loss) (i-ii)	441.36	394.06
B. Solar Plant Income		
Income Power Generation Income	20.26	18.34
Total (i)	20.26	18.34
Expenditure		
Depreciation	23.34	26.70
Total (ii)	23.34	26.70
Net Profit / (Loss) (i-ii)	-3.08	-8.36

Carrying Amount of Assets and Liabilities relating to the Segment as on 31st March 2022

Particulars	2021-22	2020-21
Assets		
Land	95.20	95.20
Wind Turbine Generators	3311.87	3311.87
Solar Plant	526.02	526.02
Liabilities		
Term Loan with the State Bank of India (for Solar Plant)	0.00	0.00

The Secondary Segment Reporting based on geographical location of Customers & assets

(₹.in Lakhs)		
Particulars	2021-22	2020-21
Assets		
(i) Revenue by Geographic market		
(a) Local	2076.17	1355.04
(b) Export	20906.03	18755.97
(ii) Segment Assets by geographic Market	0.00	0.00
(iii) Capital Expenditure by geographic market	0.00	0.00

28. DISCLOSURE OF RELATED PARTY TRANSACTIONS AS PER ACCOUNTING STANDARD-18

LIST OF RELATED PARTY :

NAME OF THE RELATED PARTY	NATURE OF RELATION
Shri R. Baskaran	Chairman & Managing Director
Shri B. Anandkumar	Joint Managing Director
Smt. B. Grahalakshmi	Relative of Director
Nikita Educational Advisory Board	Related Concern

(₹.in Lakhs)

NAME OF THE RELATED PARTY	NATURE OF TRANSACTION	2021-22	2020-21
Shri R. Baskaran, Chairman & Managing Director	Remuneration (Including Sitting Fees)	326.05	304.21
Shri B. Anandkumar, Joint Managing Director	Remuneration (Including Sitting Fees)	309.20	270.64
Smt. B. Grahalakshmi	Rent Paid	12.00	12.00
Nikita Educational Advisory Board	Rent Received	(1.20)	(1.20)

29. EXPENSES AND EARNINGS IN FOREIGN CURRENCY

Particulars		2021-22	2020-21
A. Expenditure in Foreign Currency:			
(a) Foreign Traveling Expenses	:	0.00	0.00
(b) Bank Charges & Other Interest	:	36.13	49.62
(c) Import Raw Materials	:	83.86	711.54
(d) Capital goods	:	107.71	0.00
(e) Components and Spare Parts	:	6.58	15.97
(f) Professional & Consulting Fees	:	21.15	28.39
(g) Term Loan Interest	:	2.65	19.47
(h) Others	:	52.63	44.71
TOTAL		310.71	869.70
B. Earnings in Foreign Exchange			
Export of goods calculated on FOB basis	:	20518.42	18110.47

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

30. EARNINGS PER SHARE

(₹.in Lakhs)		
Particulars	2021-22	2020-21
Profit after Tax	399.78	1395.72
Less: Extra-ordinary Items	0.00	0.00
Profit after tax after Extra-ordinary Items	399.78	1395.72
No. of equity shares of ₹.10/- each (No. in Lakhs)	35.27	35.27
Basic Earnings per Share (₹.)	11.34	39.58

31. OTHER NOTES ATTACHED FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

I. Company Information

Anugraha Valve Castings Limited (the Company) is a Public Limited Company domiciled in India with its Registered Office located at S.F.No.391/2, Sengoda Gounden Pudur, Arasur Village, Coimbatore - 641 407, Tamil Nadu. The Company is engaged in the business of Manufacturing and Exporting of Industrial Valve Castings.

II. Significant Accounting Policies

a) The financial statements are prepared under the historical cost convention, in accordance with the applicable Accounting Standards and on the basis of going concern. The Company has been consistently following accrual system of accounting for accounting its income and expenditure.

b) Use of Estimates:

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reported period. Difference between the actual results and estimates are recognized in the period in which the results are known or materialize.

c) Material consumption is net of credit availed under GST scheme.

d) The Property, Plant & Equipment are stated at cost less Goods and Service Tax. All incidental expenses incurred to acquire and install the Property, Plant and Equipment have been included in the value of the respective Property, Plant & Equipment cost.

Depreciation on the Property, Plant & Equipment has been provided on straight-line method except Wind Turbine Generators and Solar Plants for which Written down Value method is adopted. The Company has adopted the useful life as specified in Schedule II to the Companies Act, 2013.

e) Valuation of Inventories at Cost and Net Realisable value whichever is lower.

- Raw materials, Stores and Spares at moving average cost.
- Work-in-progress stock at Material Cost plus conversion cost at the stage of completion.
- Pattern and Tools stock at Cost.

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

- f) Foreign currency transactions are accounted at equivalent Rupee values based on exchange rates prevailing on the date of transaction. The difference on account of fluctuation in the rate of exchange prevailing on the date of transaction and the date of realization amounting to ₹. 536.05 lakhs is transferred to Profit and Loss Account. Foreign exchange monetary assets and liabilities are restated at the rates prevailing at the year end and the difference has been recognized in the Profit and Loss Account as per the Accounting Standard 11(Revised 2003), "Accounting for the effects of changes in foreign exchange rates" issued by the Institute of Chartered Accountants of India.

g) Accounting for Foreign Exchange Derivative Contracts:

The company uses foreign exchange forward contracts and options to reduce the cost or to hedge its risks associated with foreign currency fluctuations to underlying transactions, and for future receivables for certain firm commitments or forecasted transactions. In respect of hedge contracts, for firm commitment or forecasted transactions, the attributable gain or loss is taken to profit and loss account.

h) Employee Benefits:

(i) Short Term

Short term employees benefits comprise of Salary, Bonus and leave encashment are recognized as expense as per the Company's Scheme and charged to the Profit and Loss account. Company's Contribution to Employees State Insurance Corporation of India is a defined contribution plan and such contributions paid or payable during the year are charged to the Profit and Loss account.

(ii) Post Retirement

Post Retirement Benefit comprise of Provident Fund and Gratuity which are accounted as follows:

a. Provident Fund

This is a defined contribution plan and contributions made to the fund in accordance with applicable rules/statutes are charged to revenue. The Company has no further obligations for future provident fund benefits other than contributions made to the fund.

b. Gratuity

This is a defined benefit plan. Contributions are made to the fund administered by the Life Insurance Corporation of India (LIC). Gratuity liability is charged to the Profit and Loss account based on actuarial valuation using Projected Unit Credit Method.

- i) Deferred tax resulting from timing differences between book and tax profits is accounted for using tax rates and tax laws that have been enacted at the balance sheet date. Current tax is provided on the basis of regular computation.
- j) The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.
- k) Since the Company does not have any Non-resident shareholders, disclosure of particulars of foreign currency remittance on account of dividend does not arise.

III. Contingent Liability: There are no contingent liability as on 31st March 2022.

Anugraha Valve Castings Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

IV. Taxation

Current tax: Current year Income Tax is ₹.97.00 Lakhs.

V. Details of dues to Micro, Small and *Medium Enterprises as per MSMED Act, 2006

(₹.in Lakhs)			
Sl. No.	Particulars	31 st March 2022	31 st March 2021
(1)	The Principal amount and the interest due there on remaining unpaid to any supplier as at the end of year		
	a. Principal Amount unpaid*	0.00	0.00
	b. Interest Due	0.00	0.00
(2)	Payment and Interest made to Micro, Small and Medium Enterprises beyond the appointment day during the year		
	a. Payment made beyond the Appointment date	0.00	0.00
	b. Interest paid beyond the Appointment date	Nil	Nil
	c. Interest due and payable	0.00	0.00
(3)	The amount of interest due and payable for the period of delay in making payment	0.00	0.00
(4)	Interest due for earlier years	Nil	Nil

* No outstanding due to Medium Enterprises

* The payment was made before due date as determined as per the credit terms issued by the MSMEs.

* There was no delay in payment by the Company

VI. Details of CSR Expenditure during the year:

(₹.in Lakhs)			
Sl. No.	Particulars	31 st March 2022	31 st March 2021
(1)	Amount Required To Be Spend By The Company (A)	27.40	22.72
(2)	Amount Of Expenditure Incurred On		
	1) Construction/ Acquisition of Any Asset	0.00	0.00
	2) On Purpose Other Than (1) Above	27.45	22.72
(3)	Shortfall at the End of The Year	0.00	0.00
(4)	Total of Previous Years Shortfall	0.00	0.00
(5)	Reason For Shortfall	Nil	Nil
(6)	Nature of CSR Activities:		
	Rural Transformation	1.92	19.09
	Charity	7.90	0.00
	Health Care	13.94	2.16
	Education	3.69	4.91
(7)	Details of Related Party Transactions in Related to CSR Expenditure as per relevant Accounting Standard:		
	Contribution to Graha Foundation In Relation to CSR Expenditure	24.07	0.00
	Total of CSR Spend (B)	27.45	26.16
	Excess of CSR Spend (A-B)	(0.05)	(3.44)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

VII. Ratio Analysis:

Sl. No.	Ratio Analysis	Numerator	Denominator	31 st March 2022	31 st March 2021	of % Variance	Reason for variance in excess of 25%
(1)	Current Ratio	Current Assets (Total Current Assets as per Balance Sheet)	Current Liabilities (Total Current Liabilities as per Balance Sheet)	1.96	2.44	(19.69)	—
(2)	Debt Equity Ratio	Total Debt (Total Debt includes Long term borrowings and short term borrowings and interest accrued on these debts.	Shareholder's Equity (Total Shareholders' funds – Share Capital & Reserves)	0.26	0.12	110.84	The increase in ratio is due to increase in long term debt as compared to last year.
(3)	Debt Service Coverage Ratio	Net Operating Income (Net Profit after tax + non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of fixed assets, etc.	Debt Service (Current Debt Obligation Interest & Lease payment + Principal Repayment)	8.62	0.00	—	—
(4)	Return on Equity Ratio	Profit for the period (Net Profit after taxes - preference dividend if any)	Average Share holders Equity	0.02	0.05	(59.24)	The decrease in ratio is because of decrease in Profit due to increase in prices of raw materials and decrease in export incentives during the year.
(5)	Inventory Turnover Ratio	Cost of Goods sold (Opening Stock + Purchases - Closing Stock)	Average Inventory	1.34	0.90	49.96	The increase in ratio is due to increase in inventory to mitigate the fluctuation of prices of Raw material.
(6)	Trade Receivables Turnover Ratio	Net Credit Sales	Average Trade Receivables	2.45	2.32	5.76	—
(7)	Trade Payables Turnover Ratio	Total Purchases	Annual Net Credit Purchases	5.71	3.24	(76.97)	The increase in ratio is due to increase in price of raw materials
(8)	Net Capital Turnover Ratio	Net Sales	Average Working Capital	3.15	1.59	97.54	The increase in ratio is due to increase in net working capital.
(9)	Net Profit Ratio	Net Profit	Net Sales	0.02	0.07	(74.89)	The decrease in ratio is because of decrease in Profit due to increase in prices of raw materials and decrease in export incentives during the year.
(10)	Return on Capital employed	EBIT (Profit before Interest and Taxes)	Capital Employed (Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability)	0.02	0.08	(72.90)	The decrease in ratio is due to increase in capital employed and decrease in profits during the year.
(11)	Return on Assets	Net Profit	Total Assets	0.02	0.07	(73.65)	The decrease in ratio is due to increase in assets and decrease in profits.

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022**VIII. Reclamation of Contaminated Castings of earlier year :**

During the year 2008-09, certain Exported castings weighing about 196.058 tons ; were rejected by the Buyer as it contained Cobalt contamination. Hence the Company obtained it back by incurring huge expenses. The total loss then incurred due to this was ₹. 797.89 Lakhs. As instructed by the M/s. Bhabha Atomic Research Centre, Trombay, Mumbai - 400085; the said castings were beneath the earth as per their stipulations; so that the said contamination got rid of the castings. The said authorities inspected the castings and approved about 138.91 tons. Hence they are recognized in the books at a value of ₹. 2.59 Lakhs per ton, totaling to ₹. 360.00 Lakhs.

Accordingly it is brought back into the books and recognized as Raw materials during this year end of 31st March 2022. This is being treated as an Exceptional Item.

- IX.** The Company has borrowings from State Bank of India, Commercial Branch, Coimbatore on the security of current assets and the relevant Quarterly returns and statements of Stock and Book Debts are regularly filed with the said Bank. Such statements filed with the said Bank were in agreement with the Books of accounts except with the statements filed for the Quarter ending on 31st March 2022 to the extent of Raw materials of ₹. 360.00 Lakhs. The said difference is due to the delay in the valuation of reclaimed contaminated castings; which is more particularly described in Note No.31 (VIII) supra.
- X.** The Company has sent confirmation letters to the creditors and debtors as on 31st March 2022. The amount disclosed in the accounts is subject to any adjustments if any required on reconciliation of the balances.
- XI.** Previous year figures are regrouped and rearranged wherever necessary to suit this year's presentation.
- XII.** There are no items to be reported under the item no. 6 (y) of the General instructions for the Preparation of Balance Sheet to Schedule III of The Companies Act 2013; other than those reported elsewhere in the Notes to Accounts .
- XIII.** All the figure during the year have been Rounded off Rupees in Lakhs.

To be read with my report annexed herewith

R. BASKARAN
Chairman & Managing Director
DIN : 00002341

B. ANANDKUMAR
Joint Managing Director
DIN : 00002339

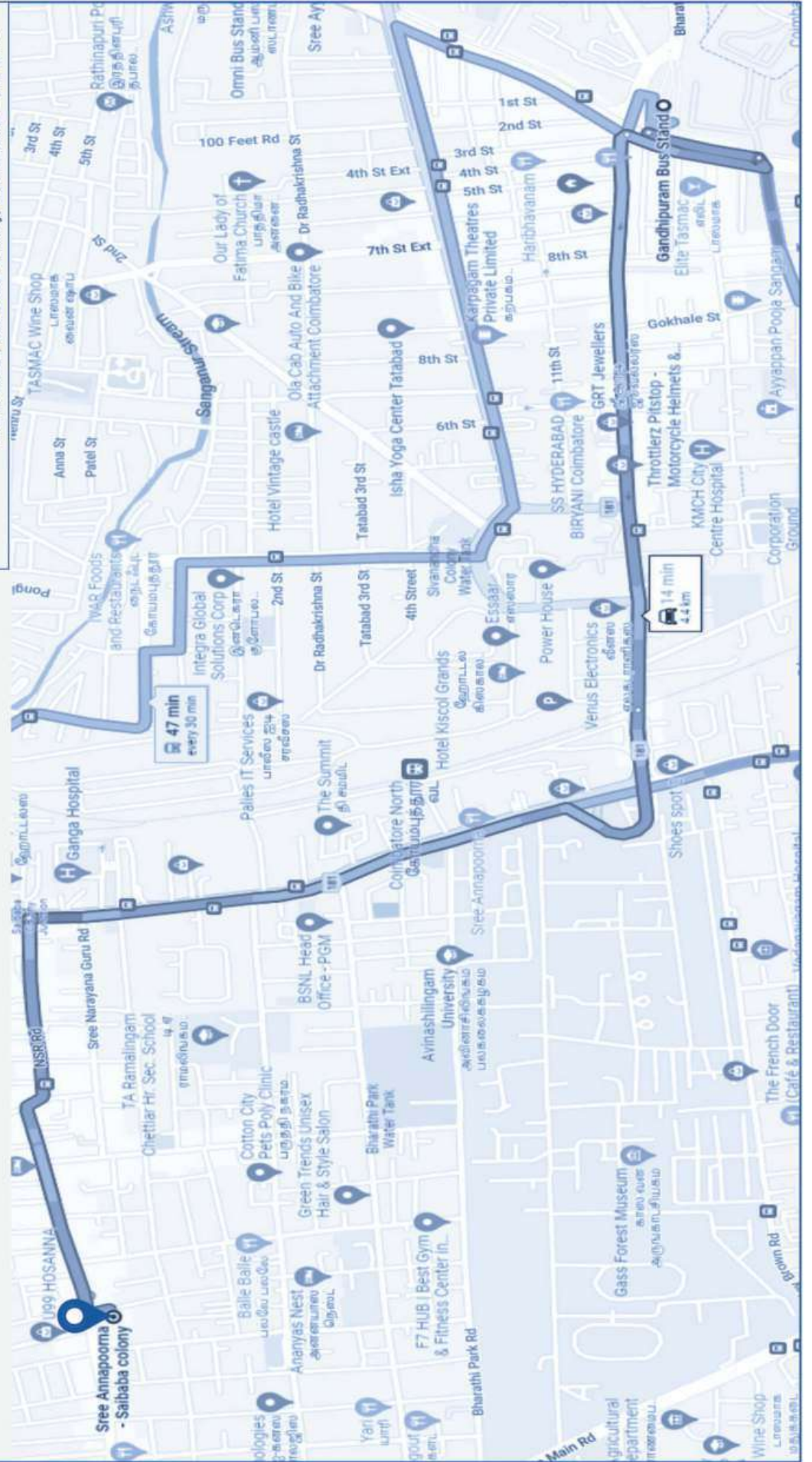
CA R. MAHESWARAN
Chartered Accountant
M. No.: 028062

Place: Coimbatore
Date: 20th August 2022

30th Annual General Meeting (AGM)

Date : 24th September 2022
 Day : Saturday
 Time : 10.45 AM
 Venue : **Sree Annapoorna Sree Gowrishankar Hotels**
 174, Sri Valli Complex, Sai Baba Colony Branch,
 N.S.R Road, Sai Baba Colony, Coimbatore - 641 011.

Route Map to AGM Venue





Anugraha Valve Castings Limited

CIN : U27109TZ1992PLC003873

Registered Office: 391/2, Sengoda Gounden Pudur, Arasur Village, Coimbatore – 641 407

Tel. No.: +91 422 2360124, +91 422 2360910, Fax: + 91 422 2360026

E-Mail:secretarial@anugrahavalve.com; Website: www.anugrahavalvecastings.com

Annexure II ATTENDANCE SLIP

Folio No. :
DP ID :
Client ID :
No. of shares held :

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

Name and Address of Member (In case of Joint Holder please fill details in additional Attendance Slip which can be obtained from the Company on or before 15 th September 2022)	Venue
	Sree Annapoorna Sree Gowrishankar Hotels 174, Sri Valli Complex, Sai Baba Colony Branch, N.S.R Road, Sai Baba Colony, Coimbatore - 641 011.
	Day, Date and Time
	Saturday, 24 th September, 2022 at 10.45 AM

I certify that I am a Member / Proxy / Authorized Representative for the Member of the Company

I hereby register my presence at the 30th Annual General Meeting of the Company

Name of attending Member / *Proxy /
Authorized Representative

Signature of Member / *Proxy /
Authorized Representative

*Strike out whichever is not applicable

Member / Proxy holder are requested to bring copies of annual report and attendance slip to the Annual General Meeting. No attendance slip will be issued at the venue of AGM.

- Physical copy of the Annual Report for 2021-22 and Notice of the AGM along with Attendance Slip and Proxy Form have already been sent in the permitted mode(s) to all Members.
- A proxy need not be a Member of the Company.
- Members are requested to-
 - Avoid being accompanied by non-member and/or relative or children;
 - Bring their copies of Annual report to the meeting, as the Company will not be able to provide another copy in view of the increased cost of paper and printing expenses;
 - Be in their seats at the meeting hall atleast 15 minutes before the scheduled time for commencement of the meeting to avoid interruptions in the proceedings.
 - Please wear masks at all times during your presence at the venue. In case of not wearing masks entry may be restricted at the venue.
 - Please use sanitizers made available at the venue immediately upon arrival at the venue.
- Members intending to appoint Proxy(s) are requested to complete the proxy form send herewith and deposit the same at the Registered Office of the company at least 48 hours before the time fixed for holding the meeting.



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CIN : U27109TZ1992PLC003873

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E-Mail:secretarial@anugrahavalve.com; Website: www.anugrahavalvecastings.com

Annexure I

FORM NO. MGT 11 / PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Name of the Member(s) :	
Registered Address	
Email ID	
Folio No.	
DP ID	
Client ID	

I/We, being the member(s) holding Shares of the above named Company, hereby appoint:

1. Name	
Address	
Email Id	
Signature	

, or failing him/her;

2. Name	
Address	
Email Id	
Signature	

, or failing him/her;

3. Name	
Address	
Email Id	
Signature	

, or failing him/her;

as my/our Proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 30th Annual General Meeting of the Company at **Sree Annapoorna Sree Gowrishankar Hotels, 174, Sri Valli Complex, Sai Baba Colony Branch, N.S.R Road, Sai Baba Colony, Coimbatore - 641 011 on Saturday the 24th September, 2022 at 10.45 A.M.** and at any adjournment thereof in respect of the following resolutions, in the manner as indicated below:

Resolution No.	Description	Type of Resolution	Optional	
			For	Against
1	To Receive, Consider and Adopt the Standalone Audited Financial Statements of the Company for the Financial Year Ended 31 st March 2022 Together with Directors' Report and Auditor's Report Thereon.	Ordinary		
2	To consider re-appointment of Shri Ajay J Shah [DIN: 00294193], non-executive director, who retires by rotation and being eligible, offers himself for re-appointment.	Ordinary		
3	To appoint Statutory Auditor and Fix Remuneration	Ordinary		
4	Approval for re-appointment of Shri R. Baskaran, Chairman & Managing Director and Fixing Remuneration.	Special		
5	Approval For Re-appointment of Shri B. Anandkumar As Joint Managing Director and Fixing Remuneration.	Special		

Signed this _____ day of _____ 2022

Signature of Shareholder(s) : _____

Signature of Proxy holder(s) : _____



Note :

1. This form of proxy, in order to be effective, should be duly completed and deposited at the Registered Office of the company, not less than 48 hours before the commencement of the Meeting
2. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 30th AGM
3. It is optional to put a '✓' mark in the appropriate column against the Resolution indicated in the Box, if you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he / she think appropriate
4. Please complete all details including details of member(s) in above box before submission.
5. Member may note that a person shall not act as a Proxy for more than 50 members and holding in aggregate not more than ten percent of the total voting share capital of the Company. However, a single person may act as a Proxy for a member holding more than ten percent of the total voting share capital of the Company provided that such person shall not act as a Proxy for any other person. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriated resolution/authority as applicable. The Proxy-holder shall provide proof of identity at the time of attending the Meeting.

Anugraha Valve Castings Limited

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