



2020-21
40TH ANNUAL
REPORT

Go Green Initiative - Electronic Mode of service of documents:

We as a responsible corporate citizen welcome and support the “Go Green Initiative in Corporate Governance” by the Ministry of Corporate Affairs (‘MCA’) which enables the Company to do paperless compliances. The above initiative will go a long way in conserving paper which is a natural resource and also result in substantial savings on printing and posting of Annual Reports to the shareholders of the Company.

In this regard, we seek your whole-hearted support for this initiative. We would request you update your email address with the respective Depository Participants in case of electronic shareholding or register your email addresses with the Company’s Registrar and Transfer Agents in case of physical shareholding, to get Annual Reports and other communications through e-mail instead of paper mode.

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Company Details**HARIYANA SHIP- BREAKERS LIMITED****CIN: L61100MH1981PLC024774**Registered office: 156, Maker Chambers VI, 220 Jamnalal Bajaj Marg,
Nariman Point, Mumbai - 400021

Tel: 022 - 22043211; Fax- 22043215

E-mail: secretarial.hariyana@gmail.com; Website: www.hariyanagroup.com**BOARD OF DIRECTORS**

Mr. Shantisarup Reniwal	Chairman & Executive Director
Mr. Rakesh Reniwal	Managing Director
Mrs. Unnati Reniwal	Executive Director
Mr. Manohar Wagh	Independent & Non-Executive Director
Mr. Pradeep Lilaram Bhatia	Independent & Non-Executive Director
Mr. Tejasbhai Thakker	Independent & Non-Executive Director

KEY MANAGERIAL PERSON

Mr. Rakesh Reniwal	Managing Director
Mr. Sanjeev Shantisarup Reniwal	Chief Executive Officer
Mr. Kirti S Desai	Chief Financial Officer
Ms. Shalinder Kaur Saddal	Company Secretary and Compliance Officer (from 07/10/2019 till 30/11/2020)
Ms. Dhvani Dinesh Punamiya	Company Secretary and Compliance Officer (Appointed w.e.f 13/02/2021)

Joint Statutory Auditors	M/s. P. D. Goplani & Associates Chartered Accountant [ICAI Firm Registration No. 118023W]	M/s. Lahoti Navneet & Co Chartered Accountants [ICAI Firm Registration No. 116870W]
Secretarial Auditors	M/s. Dilip Bharadiya & Associates, Company Secretaries [ICSI Firm Registration No. S2005MH080800]	
Registrar and Share Transfer Agent	M/s. Link Intime (India) Pvt. Ltd. (Merger of M/s. Sharex Dynamic (India) Private Limited with M/s. Link Intime India Private Limited via order dated July 16, 2020 passed by Regional Director)	

BANKER(S)

Punjab National Bank

BRANCH OFFICE

Hariyana House, 2165/A-2, 2nd Floor, Sanskar Mandal Chowk, Bhavnagar - 364 002

With effect from 1st July, 2020, Company's branch Office has been shifted to: Hariyana Ship Breakers Limited, Atlanta Building, Plot No 2171-72/C, Opp Joggers Park, G-1 Attabhai Road, Bhavnagar- 364991, Gujarat

SHIP BREAKING YARD

Plot No.14, Ship Breaking Yard, Alang, District Bhavnagar, Gujarat- 364001

HARIYANA SHIP- BREAKERS LIMITED

(CIN: L61100MH1981PLC024774)

156, Maker Chambers VI, 220, Jamnalal Bajaj Marg, Nariman Point, Mumbai- 400021

Website: www.hariyanagroup.com; Email: secretarial.hariyana@gmail.com;

Tel: 022-22043211; Fax: 22043215

E-COMMUNICATION REGISTRATION FORM

Dear Members,

The Ministry of Corporate Affairs and the Securities and Exchange Board of India have commenced Green Initiative by allowing paperless compliances by Companies. The Companies can send Annual Reports and General Notices in electronic mode to Members who have registered their e-mail addresses for the purpose.

It is a welcome move for the society at large as this will reduce paper consumption to a great extent and allow Shareholders to contribute towards a Greener Environment. This is a golden opportunity for every Shareholder of the Company to contribute to the Corporate Social Responsibility initiative of the Company.

We therefore invite all our Members to contribute to the cause by filling up the form given below to receive communication from the Company in electronic mode. You can also download the enclosed registration form which is available on the website of the Company i.e. www.hariyanagroup.com.

Let's be part of this 'Green Initiative'!

Please note that as a Member of the Company you will be entitled to receive all such communication in physical form, upon request.

Best Regards,
Shantisarup Reniwal
Chairman

E - COMMUNICATION REGISTRATION FORM

Folio No. / DP ID and Client ID:

.....

Name of 1st Registered Holder:

.....

Name of Joint Holder(s):

.....

Registered Address:

.....

.....

E-mail ID (to be registered):

.....

I/ We Member(s) of Hariyana Ship- Breakers Limited agree to receive communication from the Company in electronic mode.

Please register my above e-mail address in your records for sending communication through E-mail.

Date:

Signature:

Note: Member(s) are requested to provide the e-mail ID very carefully, as all the communication from the Company shall be sent to the e-mail ID provided through this form. The Shareholders are also requested to keep the Company informed as and when there is any change in the registered E-mail address.

NOTICE

Notice is hereby given that the 40th Annual General Meeting (“AGM” or “the Meeting”) of the members of Hariyana Ship- Breakers Limited will be held on Thursday, September 30, 2021 at 09.00 a.m. through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) to transact, with or without modification(s), as may be permissible, the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt :
 - a. the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2021 including the Audited Balance Sheet as at March 31, 2021, the Statement of Profit and Loss for the year ended on that date and Cash Flow Statement together with the Reports of the Board of Directors and Statutory Auditors thereon; and
 - b. the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2021 including the Audited Balance Sheet as at March 31, 2021, the Statement of Profit and Loss for the year ended on that date and Cash Flow Statement together with the Report of the Statutory Auditors thereon.
2. To appoint a Director in place of Mrs. Unnati Reniwal (DIN: 00041306), who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS

3. To approve revision in remuneration of Mr. Rakesh Shantisarup Reniwal (DIN: 00029332), Managing Director of the Company and in this regard, pass the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to recommendation of the Nomination and Remuneration Committee and approval of the Board in its meeting held on August 14, 2021 and pursuant to the provisions of the Sections 197 and 198 read with Schedule V of the Companies Act, 2013 in the event of no profits/inadequate profits and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 including any amendment(s), statutory modification(s) or re-enactment(s) thereof for the time being in force, applicable provisions of Articles of Association of the Company, the consent of the members of the Company be and is hereby accorded for revision in remuneration of Mr. Rakesh Shantisarup Reniwal (DIN: 00029332), Managing Director of the Company with effect from October 1, 2021 on the terms and conditions and stipulations, more particularly as set out in the explanatory statement annexed herewith.

RESOLVED FURTHER THAT except for the aforesaid revision in remuneration, all the other terms and conditions of appointment of Mr. Rakesh Shantisarup Reniwal, (DIN: 00029332) Managing Director of the Company as earlier approved by Board and shareholders of the Company shall remain unchanged.

RESOLVED FURTHER THAT the board be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to the above resolution and for matters connected therewith or incidental thereto and to sign & execute any deed/ document/ undertaking/ agreement/ paper/ writing, as may be required in this regard and to delegate all or any of these powers to any of the Directors and/or Key Managerial Personnel and/or officers of the Company."

4. To approve revision in remuneration of Mr. Shantisarup Ramkumar Reniwal (DIN: 00040355), Chairman and Executive Director of the Company and in this regard, pass the following resolution as a **Special Resolution**:

"**RESOLVED THAT** pursuant to recommendation of the Nomination and Remuneration Committee and approval of the Board in its meeting held on August 14, 2021 and pursuant to the provisions of the Sections 197 and 198 read with Schedule V of the Companies Act, 2013 in the event of no profits/inadequate profits and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act"), Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 including any amendment(s), statutory modification(s) or re-enactment(s) thereof for the time being in force, applicable provisions of Articles of Association of the Company, the consent of the members of the Company be and is hereby accorded for revision in remuneration of Mr. Shantisarup Ramkumar Reniwal (DIN: 00040355), Chairman and Executive Director of the Company with effect from October 1, 2021 on the terms and conditions and stipulations, more particularly as set out in the explanatory statement annexed herewith.

RESOLVED FURTHER THAT except for the aforesaid revision in remuneration, all the other terms and conditions of appointment of Mr. Shantisarup Ramkumar Reniwal (DIN: 00040355), Chairman and Executive Director of the Company as earlier approved by Board and shareholders of the Company shall remain unchanged.

RESOLVED FURTHER THAT the board be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to the above resolution and for matters connected therewith or incidental thereto and to sign & execute any deed/ document/ undertaking/ agreement/ paper/ writing, as may be required in this regard and to delegate all or any of these powers to any of the Directors and/or Key Managerial Personnel and/or officers of the Company."

5. To approve the change in designation of Mrs. Unnati Reniwal (DIN: 00041306), Executive Director as the Whole-Time Director of the Company and in this regard, pass the following resolution as a **Special Resolution**:

"**RESOLVED THAT** pursuant to recommendation of the Nomination and Remuneration Committee and approval of the Board in its meeting held on August 14, 2021 and subject to the provisions of Sections 196, 197, 198 and 203 read with Schedule V and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and other

applicable provisions, if any, of the Companies Act, 2013 (“the Act”), the relevant provisions of the Articles of Association of the Company and subject to such other approvals, as may be necessary, the Company hereby approves the change in designation and terms of remuneration of Mrs. Unnati Reniwal (DIN: 00041306), as the Whole-Time Director of the Company for a period of 3 years w.e.f. October 1, 2021, liable to retire by rotation and upon the terms and conditions as detailed in the explanatory statement attached hereto including remuneration with further liberty to the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee constituted / to be constituted by the Board) from time to time to alter the said terms and conditions of appointment and remuneration of Mrs. Unnati Reniwal in the best interests of the Company and as may be permissible at law.

RESOLVED FURTHER THAT the board be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to the above resolution and for matters connected therewith or incidental thereto and to sign & execute any deed/ document/ undertaking/ agreement/ paper/ writing, as may be required in this regard and to delegate all or any of these powers to any of the Directors and/or Key Managerial Personnel and/or officers of the Company.”

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

“**RESOLVED THAT** pursuant to provisions of Section 148 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s. Kewlani & Associates, Cost Accountants (Firm Registration No. 003362), appointed by the Board of Directors to conduct the audit of the cost records of the Company be paid a remuneration for the financial year ending March 31, 2022 of Rs. 30,000/- plus applicable taxes and out of pocket expenses as may be incurred by them in connection with the aforesaid audit.

On behalf of the Board of Directors
For **Hariyana Ship- Breakers Limited**

Shantisarup Reniwal
Chairman
(DIN: 00040355)

Rakesh Reniwal
Managing Director
(DIN: 00029332)

Date: August 14, 2021
Place: Mumbai

NOTES

1. In view of the continuing COVID-19 pandemic, social distancing is a norm to be followed and the Ministry of Corporate Affairs (“MCA”) has vide its Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 5, 2020 and Circular No. 02/2021 dated January 13, 2021 (hereinafter collectively referred to as “MCA Circulars”) and Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular no. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 issued by the SEBI (hereinafter collectively referred to as “SEBI Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (“the Act”), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC / OAVM.
2. An Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 (“the Act”), relating to the Special Business to be transacted at the Annual General Meeting (“AGM/Meeting”) is annexed hereto. Further the details in pursuance of Regulation 26(4) and 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and Clause 1.2.5 of Secretarial Standard on General Meetings (SS-2), in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting under Item No. 2, and 5 of the Notice, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment / re-appointment.
3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence, the Proxy Form and Attendance Slip are not annexed to this Notice. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include Large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholder’s Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
6. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended, from time to time) and

Regulation 44 of LODR (as amended, from time to time), and MCA circulars, the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as voting on the date of the AGM will be provided by NSDL.

7. In line with the aforesaid MCA Circulars and SEBI Circular dated January 15, 2021, the Notice calling the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company or CDSL / NSDL ("Depositories"). The Notice along with the Annual Report 2020-21 can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and at the website of the Company at www.hariyanagroup.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
8. Corporate/Institutional Members (i.e. other than Individuals, HUF, NRI etc.) are also required to send scanned certified true copy (PDF Format) of the Board Resolution/ Authority Letter etc., together with attested specimen signature(s) of the duly authorised representative(s), to the Scrutinizer at dilipbcs@gmail.com with a copy marked to evoting@nsdl.co.in and the Company at secretarial.hariyana@gmail.com.
9. In terms of the MCA Circulars and in the view of the Board of Directors, all matters included in this Notice are unavoidable and hence are proposed to be approved at this AGM. Relevant documents referred to in the accompanying Notice calling the AGM will be made available for electronic inspection by the Members upon sending the email to the Company at secretarial.hariyana@gmail.com upto the date of the AGM.
10. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
11. The Register of Members and Share Transfer Books of the Company will remain closed from **Wednesday, September 22, 2021 to Thursday, September 30, 2021 (both days inclusive)**.
12. Members holding shares in physical form are requested to furnish bank details, e-mail address, change of address, etc. to the Company's Registrar & Share Transfer Agents: Link Intime India Private Limited, C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai - 400083, so as to reach them latest by **Thursday, September 23, 2021**, in order to take note of the same. In respect of Members holding shares in electronic mode, the details as would be furnished by the Depositories as at the close of the aforesaid date will be considered by the Company. Hence, Members holding shares in demat mode should update their records at the earliest.
13. SEBI has mandated securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019. In view of the above and to avail various benefits of

dematerialisation, Members are advised to dematerialize shares that are held by them in physical form.

14. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.
15. The Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or arrangements in which Directors are interested under Section 189 of the Companies Act, 2013 will be available for inspection in electronic mode. Members can inspect the same by sending an e-mail to secretarial.hariyana@gmail.com
16. Pursuant to Section 124(5) of the Companies Act, 2013, unclaimed dividend upto the financial year 2012-13 has been transferred to Investor Education and Protection Fund in November, 2020.

Pursuant to Section 124(6) of the Companies Act, 2013 read with Rule 6 of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended from time to time, the Company has transferred all the shares in respect of which dividend remained unclaimed or unpaid for a period of seven consecutive years or more to the demat account of IEPF Authority as per applicable Rules. Details of shares transferred to the IEPF Authority are available on the website of the Company and the same can be accessed through the link: <http://www.hariyanagroup.com/investor-relations-hsbl.html>. The said details have also been uploaded on the website of the IEPF Authority and the same can be accessed through the link: www.iepf.gov.in.

Members may note that shares as well as unclaimed dividends transferred to IEPF Authority can be claimed back from them. Concerned members/investors are advised to visit the weblink: <http://iepf.gov.in/IEPF/refund.html> or contact Link Intime India Private Limited for lodging claim for refund of shares and / or dividend from the IEPF Authority

17. Process for those shareholders whose email ids are not registered with the Depositories for procuring user id and password and registration of e-mail ids for e-voting for the resolutions set out in this notice:
 - In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to the RTA at rnt.helpdesk@linkintime.co.in with a copy marked to the Company at secretarial.hariyana@gmail.com.

- In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to the RTA at rnt.helpdesk@linkintime.co.in with a copy marked to the Company at secretarial.hariyana@gmail.com. If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** below i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
 - Alternatively, shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
18. The remote e-voting period begins on Monday, September 27, 2021 at 9:00 A.M. and ends on Wednesday, September 29, 2021 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members/Beneficial Owners as on the record date (cut-off date) i.e. Thursday, September 23, 2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Thursday, September 23, 2021.
 19. The Company has appointed Mr. Dilip Bharadiya, Practicing Company Secretary (Membership No. FCS 7956) of M/s. Dilip Bharadiya & Associates, Practicing Company Secretaries to act as the Scrutinizer for conducting the voting and remote e-voting process in a fair and transparent manner.
 20. The Scrutinizer will submit his report to the Chairman after completion of the scrutiny. The result of the voting on the Resolutions at the AGM shall be announced by the Chairman or any other person authorized by him immediately after the results are declared.
 21. Based on the report received from the Scrutinizer, the Company will submit within two working days of the conclusion of the Meeting to the stock exchange i.e BSE Limited, details of the voting results as required under Regulation 44(3) of the LODR.
 22. The results declared along with the Scrutinizer's report, will be posted on the website of the Company at www.hariyanagroup.com and on the website of NSDL at www.evoting.nsdl.com and will be displayed on the Notice Board of the Company at its Registered Office immediately after the declaration of the result by the Chairman or any person authorised by him in writing and will be communicated to the Stock Exchange.
 23. **The details of the process and manner for remote e-voting are explained below:**





The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system**A. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> 1. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 4. Shareholders/Members can also download NSDL Mobile App

	<p>“NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p>NSDL Mobile App is available on</p> <p> App Store  Google Play</p> <div style="display: flex; justify-content: space-around;">   </div>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> 1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

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

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding

securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
 - c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial

password’.

- (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.
6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?**” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
 7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
 8. Now, you will have to click on “Login” button.
 9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

How to cast your vote electronically during the AGM on NSDL e-Voting system?

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

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

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

Instructions for Members for E-voting and Attending the AGM through VC/OAVM are as under:

- A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date of Thursday, September 23, 2021 shall be entitled to avail either the facility of remote e-voting prior to the AGM or voting at the AGM. Persons who are not members as on the cut-off date should treat this notice for information purposes only.
- Eligible members who have acquired shares after the dispatch of the Annual Report and holding shares as on the cut-off date i.e. of Thursday, September 23, 2021 may approach the Company for issuance of the User ID and Password for exercising their right to vote by electronic means.
- Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.

- Members are encouraged to join the Meeting through Laptops for better experience.
- Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- Non-Resident Indian Members are requested to immediately inform the Company or Link Intime India Private Limited or to the concerned Depository Participant(s), regarding:
 - the change in the residential status on return to India for permanent settlement; and/or
 - the particulars of the NRE Account with a Bank in India, if not furnished earlier.
- Shareholders who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars etc. from the Company electronically Members are requested to make all correspondence in connection with shares held by them by addressing letters directly to the Company or Link Intime India Private Limited, quoting their Folio No. or DP ID-Client ID, as the case may be. In terms of the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. The said form can be downloaded from the Company's website www.hariyanagroup.com Members holding shares in dematerialised form are requested to submit the said details to their Depository Participant(s) and the Members holding shares in physical form, are requested to submit the said details to the Company or Link Intime India Private Limited.
- All the Members are requested to intimate changes, if any, pertaining to their name, postal address, E-mail address, telephone/ mobile numbers, PAN, mandates, nominations, power of attorney, bank details (such as name of the bank and branch details, bank account number, MICR code, IFSC code, etc.), with necessary documentary evidence, to their Depository Participants - in case the shares are held by them in dematerialised form and to the Company in case the shares are held by them in physical form.
- SEBI has mandated submission of PAN by every participant in the Securities Market. Accordingly, Members holding shares in dematerialised form are requested to submit PAN to their Depository Participant(s) with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or Link Intime India Private Limited.

- Also, in terms of the Circular dated April 20, 2018 issued by SEBI, Members holding securities in physical form are advised to register their PAN and Bank Account Details with the Company or Link Intime (India) Private Limited, by sending a duly signed letter alongwith self-attested copy of PAN Card and original cancelled cheque. The original cancelled cheque should bear the name of the Member. Alternatively, the Members may submit a copy of bank passbook/ statement, duly attested by the Bank. Members holding shares in dematerialised form are requested to ensure that the aforesaid information is submitted/ updated with their respective Depository Participant.
- Further, in terms of the SEBI Listing Regulations, it is mandatory to furnish a copy of PAN card to the Company or Link Intime (India) Private Limited with respect to all requests pertaining to transfer of shares, deletion of name, transmission of shares and transposition of shares.
- Shareholders who would like to express their views/ have questions may send their speaker registration/ questions atleast seven days prior to the date of AGM, mentioning their name demat account number/folio number, email id, mobile number at secretarial.hariyana@gmail.com. Only those Members who register themselves as Speaker will be allowed to express views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers and time for each speaker depending upon the availability of time for the AGM.
- In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Mr. Sagar Ghosalkar at evoting@nsdl.co.in

On behalf of the Board of Directors
For Hariyana Ship- Breakers Limited

Shantisarup Reniwal
Chairman
(DIN: 00040355)

Rakesh Reniwal
Managing Director
(DIN: 00029332)

Date: August 14, 2021
Place: Mumbai

EXPLANATORY STATEMENT

[Pursuant to Section 102 of The Companies Act, 2013 relating to the business set out in the accompanying Notice]

Item No. 3:

The Board of Directors of the Company ("Board"), at its meeting held on August 14, 2021 has, subject to the approval of members, approved revision in remuneration payable to Mr. Rakesh Shantisarup Reniwal, Managing Director of the Company as recommended by the Nomination and Remuneration Committee ("NARC) of the Board.

It is proposed to seek members' approval for the remuneration payable to Mr. Rakesh Shantisarup Reniwal as Managing Director of the Company, for a period of 3 years with effect from October 1, 2021 in terms of the applicable provisions of the Act.

Broad particulars of the remuneration payable to, Mr. Rakesh Shantisarup Reniwal are as under:

Salary & Perquisites:

- a) Salary to the maximum: Rs. 5,00,000/- per month w.e.f. October 01,2021
- b) Increments: Such increments as may be fixed by the Board of Directors from time to time in the salary range of Rs. 1,00,000/- to Rs. 1,50,000/- per month
- c) Bonus for the financial year, at the discretion of the Company
- d) Commission: Not exceeding 1.5 (one and half) percent of net profit in an accounting year of the Company subject to availability of profit and applicable provisions of law.
- e) Provident Fund: Company's contribution not to exceed 12% of salary
- f) Housing: The Company to provide rent free partially furnished, air-conditioned, residential accommodation with telephone, gas and electricity, the monetary value of which may be evaluated as per the Income-tax Rules, 1962.
- g) Medical Aid: Medical aid benefits for self and family as applicable to the Officers of the Company, subject to the condition that the cost of medical benefits to the Company shall not exceed Rs. 1,00,000/- per year.
- h) Personal accidents and Medclaim Insurance Policy, premium not to exceed Rs. 1,00,000/- per annum as per the Income-tax Rules, 1962
- i) Free use of the Company's car and fuel expenses for use on the Company's business as well as for own use. If car is leased from an external agency or from spouse, lease rental and fuel expenses will be paid as per rules of the Company.
- j) Reimbursement of salary of driver and his meal coupons as per rules of the Company.
- k) Reimbursement of medical expenses incurred in India or abroad including hospitalisation, nursing home and surgical charges for himself and family subject to ceiling of one month salary in a year.
- l) The Company to pay the premium for the Group Insurance Policy taken for Mr. Rakesh Reniwal as per rules of the Company.
- m) The Company to pay fees for one Club (including admission or entrance fees and monthly or annual subscriptions).

- n) Leave on full pay and allowances as per rules of the Company for such number of days of leave as may be granted to other employees of the Company
- o) Reimbursement of actual travelling and entertainment expenses incurred on behalf of the Company, subject to such ceiling on entertainment expenses as may be imposed as per Company policy from time to time.
- p) Reimbursement of expenses on mobile phone and landline phone at residence as per rules of the Company.
- q) Reimbursement of expenses incurred by him in purchase of newspapers, magazines, books and periodicals in accordance with the Company's policy.
- r) Reimbursement of expenses incurred by him on account of business of the Company in accordance with the Company's policy.
- s) Other benefits like Gratuity, Provident Fund, leave etc. as applicable to the employees of the Company.

All the above perquisites shall be evaluated as per Income-tax Rules, wherever applicable. In the absence of any such Rule, perquisites shall be evaluated at actual cost.

Other Terms and Conditions:

Sitting fees, if any paid to the Managing Director for attending meeting of the Board of Directors or any committee thereof shall be as per the company rules and as permissible at law.

Mr. Rakesh Shantisarup Reniwal is interested in the resolution set out at Item No. 3 of the Notice. Mr. Shantisarup Ramkumar Reniwal and Mrs. Unnati Rakesh Reniwal, being related to Mr. Rakesh Shantisarup Ramkumar Reniwal may be deemed to be interested in the said resolution.

The other relatives of Mr. Rakesh Shantisarup Reniwal may be deemed to be interested in the said resolution of the Notice, to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board recommends the Special Resolution set out at Item No. 3 of the Notice for approval by the members

Item No. 4:

The Board of Directors of the Company ("Board"), at its meeting held on August 14, 2021 has, subject to the approval of members, approved revision in remuneration payable to Mr. Shantisarup Ramkumar Reniwal, Executive Director of the Company as recommended by the Nomination and Remuneration Committee ("NARC) of the Board.

It is proposed to seek members' approval for the remuneration payable to Mr. Shantisarup Ramkumar Reniwal as Executive Director of the Company, for a period of 3 years with effect from October 1, 2021 in terms of the applicable provisions of the Act.

Broad particulars of the remuneration payable to, Mr. Shantisarup Ramkumar Reniwal are as under:

Remuneration:

- a) Salary to the maximum : Rs. 5,00,000/- per month w.e.f October 1, 2021, with such increments as may be fixed by the Board of Directors from time to time in the salary range of Rs. 1,00,000/- to Rs. 1,50,000/- per month
- b) Special Allowance : Rs.50,000/- (Rupees Fifty Thousand only) per month, with such increments as the Board may decide from time to time, subject however to a ceiling of Rs. 30,000/- (Rupees Thirty Thousand only) per month. This allowance however, will not be taken into account for the calculation of benefits such as Provident Fund, Gratuity, Superannuation and leave encashment.
- c) Annual Incentive Pay: linked to the achievement of targets, as may be decided by the Board from time to time

Perquisites:

- a) Housing: Company provided (furnished/ unfurnished) accommodation and/or HRA in lieu of company provided accommodation as per the policy of the Company.
- b) Reimbursement of expenses: At actuals pertaining to electricity, gas, water, telephone and other reasonable expenses for the upkeep and maintenance in respect of such accommodation as per Company policy.
- c) Medical Expenses Reimbursement: Reimbursement of all expenses incurred for self and family at actual (including domiciliary and medical expenses and insurance premium for medical and hospitalization policy as applicable), as per Company policy.
- d) Leave Travel Expenses: leave Travel Expenses for self and family in accordance with the policy of the Company.
- e) Club fees: Fees of One Corporate Club in India (including admission and annual membership fee).
- f) Car: Two cars for use of the Company's Business.
- g) Reimbursement of entertainment, travelling and all other expenses incurred for the business of the Company as per policy of the Company. Travelling expenses of Spouse accompanying on any official overseas or inland trip will be governed as per the rules of the Company.
- h) Leave and encashment of leave: As per the policy of the Company.
- i) Personal accident Insurance Premium: As per the policy of the Company.
- j) Contribution towards Provident Fund and Superannuation Fund or Annuity Fund, National Pension Scheme: As per the policy of the Company.
- k) Gratuity and/or contribution to the Gratuity Fund of Company: As per the policy of the Company.
- l) Other Allowances/ benefits, perquisites: Any other allowances, benefits and perquisites as per the Rules applicable to the Senior Executives of the Company and/or which may become applicable in the future and/ or any other allowance, perquisites as the Board from time to time decide.
- m) Any other one-time/ periodic retirement allowances/ benefits: As may be decided by the Board at the time of retirement.

- n) In case Mr. Shantisarup Reniwal is elevated to the higher level of the Company during the tenure of his appointment, the allowances, perquisites and benefits applicable to the level, will also apply to the executive.
- o) Annual remuneration review effective April 1st each year, as per policy of the Company.

For the purposes of Gratuity, Provident Fund, Superannuation and other like benefits, if any, the service of Mr. Shantisarup Reniwal, Director, will be considered as continuous service with the Company from the date of his joining the Company.

Other Terms and Conditions:

Sitting fees, if any paid to the Executive Director for attending meeting of the Board of Directors or any committee thereof shall be as per the company rules and as permissible at law.

Mr. Shantisarup Ramkumar Reniwal is interested in the resolution set out at Item No. 4 of the Notice. Mr. Rakesh Shantisarup Reniwal and Mrs. Unnati Rakesh Reniwal, being related to Mr. Shantisarup Ramkumar Reniwal may be deemed to be interested in the said resolution.

The other relatives of Mr. Shantisarup Ramkumar Reniwal may be deemed to be interested in the said resolution of the Notice, to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board recommends the Special Resolution set out at Item No. 4 of the Notice for approval by the members

Item No. 5:

The Board of Directors of the Company ("Board"), based on the recommendation of the Nomination and Remuneration Committee at its meeting held on August 14, 2021 has, subject to the approval of members, proposed to change the designation of Mrs. Unnati Rakesh Reniwal (DIN: 00041306) Executive Director as Whole Time Director of the Company for a term of 3 years with effect from October 1, 2021 till September 30, 2024 on the condition that Remuneration shall be paid to the Whole Time Director in consideration of the performance of her duties. The Details of Remuneration are as follows:

Salary & Perquisites:

- a) Salary to the maximum: Rs. 5,00,000/- per month w.e.f. October 1, 2021.
- b) Increments: Such increments as may be fixed by the Board of Directors from time to time in the salary range of Rs. 1,00,000/- to Rs. 1,50,000/- per month.
- c) Bonus for the financial year, at the discretion of the Company.
- d) Commission: Not exceeding 1.5 (one and half) percent of net profit in an accounting year of the Company subject to availability of profit and applicable provisions of law.
- e) Provident Fund: Company's contribution not to exceed 12% of salary.

- f) Housing: The Company to provide rent free partially furnished, air-conditioned, residential accommodation with telephone, gas and electricity, the monetary value of which may be evaluated as per the Income-tax Rules, 1962.
- g) Medical Aid: Medical aid benefits for self and family as applicable to the Officers of the Company, subject to the condition that the cost of medical benefits to the Company shall not exceed Rs. 1,00,000/- per year.
- h) Personal accidents and Mediclaim Insurance Policy, premium not to exceed Rs. 1,00,000/- per annum as per the Income-tax Rules, 1962.
- i) Free use of the Company's car and fuel expenses for use on the Company's business as well as for own use. If car is leased from an external agency or from spouse, lease rental and fuel expenses will be paid as per rules of the Company.
- j) Reimbursement of salary of driver and his meal coupons as per rules of the Company.
- k) Reimbursement of medical and hospitalization expenses of the Whole Time Director and her family subject to a ceiling of one month salary in a year.
- l) The Company to pay the premium for the Group Insurance Policy taken for Mrs. Unnati Rakesh Reniwal as per rules of the Company.
- m) The Company to pay fees for one Club (including admission or entrance fees and monthly or annual subscriptions).
- n) Leave on full pay and allowances as per rules of the Company for such number of days of leave as may be granted to other employees of the Company.
- o) Reimbursement of actual travelling and entertainment expenses incurred on behalf of the Company, subject to such ceiling on entertainment expenses as may be imposed as per Company policy from time to time.
- p) Reimbursement of expenses on mobile phone and landline phone at residence as per rules of the Company.
- q) Reimbursement of expenses incurred by her in purchase of newspapers, magazines, books and periodicals in accordance with the Company's policy.
- r) Reimbursement of expenses incurred by her on account of business of the Company in accordance with the Company's policy.
- s) Reimbursement of any other expenses properly incurred by her in accordance with the rules and policies of the Company.
- t) Other benefits like Gratuity, Provident Fund, Leave etc. as applicable to the employees of the Company.

All the above prerequisites shall be evaluated as per Income-tax Rules, wherever applicable. In the absence of any such Rule, prerequisites shall be evaluated at actual cost.

Other Terms and Conditions:

Sitting fees, if any paid to the Whole Time Director for attending meeting of the Board of Directors or any committee thereof shall be as per the company rules and as permissible at law.

Keeping in view that Mrs. Unnati Rakesh Reniwal has rich and varied experience in the Industry and has been involved in the operations of the Company over a long period of time; it would be in the interest of the Company to designate her as the Whole Time Director of the Company.

In compliance with the provisions of Sections 196, 197, 198 and 203 read with Schedule V and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) and other applicable provisions, if any, of the Companies Act, 2013 ("the Act"), the terms of appointment and remuneration of the Whole Time Director as specified above are now being placed before the members for their approval.

Mrs. Unnati Rakesh Reniwal is interested in the resolution set out at Item No. 5 of the Notice. Mr. Rakesh Shantisarup Reniwal and Mr. Shantisarup Ramkumar Reniwal, being related to Mrs. Unnati Rakesh Reniwal may be deemed to be interested in the said resolution.

The other relatives of Mrs. Unnati Rakesh Reniwal may be deemed to be interested in the said resolution of the Notice, to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval by the members.

Item No. 6:

The Board, on the recommendation of the Audit Committee, has approved the appointment of the Cost Auditor, M/s. Kewlani & Associates, Cost Accountants (Firm Registration No. 003362), to conduct the audit of the cost records of the Company at Rs. 30,000/- plus taxes as may be applicable to be paid as remuneration for the financial year ending March 31, 2022.

In terms of the provisions of Section 148 of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any amendments thereto or any statutory modification(s) or re-enactment(s) thereof for the time being in force), the remuneration payable to the Cost Auditors has to be ratified by the members of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 6 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2022.

None of the Directors / Key Managerial Personnel of the Company / their relatives is / are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice.

DETAILS OF THE DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT IN THE THIRTY NINTH ANNUAL GENERAL MEETING, AS SET OUT IN ITEM NO. 2 OF THIS NOTICE, IN TERMS OF REGULATIONS 26(4) AND 36 OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 READ WITH CLAUSE 1.2.5 OF SECRETARIAL STANDARDS ON GENERAL MEETINGS

A. Brief resume including qualification, experience and expertise in specific functional area:

a) Mrs. Unnati Rakesh Reniwal:

Mrs. Unnati Rakesh Reniwal (DIN: 00041306), aged 42 years, has completed her B.A and Director of Hariyana Ship-Breakers Limited “(HSBL)”, is widely recognized for her visionary contributions. She is playing vital role in formulating business strategies and effective implementation of the same.

Further, she declared that he is not debarred from holding office of director by virtue of any SEBI order or any such authority.

B. Other Details:

Name of Director	Mrs. Unnati Rakesh Reniwal
Director Identification Number (DIN)	00041306
Date of Birth	06/04/1979
Date of First Appointment	02/06/2014
Qualification and Experience	B.A. Over 16 years’ experience in Business
Terms and conditions of appointment/ re-appointment	Change in Designation from Executive Director to Whole Time Director for a period of three years
Past Remuneration drawn from the Company	68,000 per month
Remuneration sought to be paid	Salary not exceeding Rs. 5,00,000/- per month
Shareholding in the Company as on March 31, 2021	4,00,000 Equity Shares 6.49%
Relationship with the other Directors, Manager and Other Key Managerial Personnel of the Company	(i) Rakesh Shantisarup Reniwal (Husband) (ii) Shantisarup Ramkumar Reniwal (Father-in-Law) and not related to any other Director / Key Managerial Personnel
No. of Board Meetings attended during the Financial Year 2020-21	7
List of other Indian Public Limited Companies in which Directorships held⁽¹⁾	NIL

Chairperson/ Member of Committee(s) of Board of Directors of the Company ⁽²⁾	NIL
Chairperson/ Member of the Committee(s) of Board of Directors of other Companies in which he is a Member/ Chairperson ⁽²⁾	NIL

Notes:

- (1) This excludes directorships in the Company, Foreign Companies, Private Companies, Companies incorporated under Section 25 of the erstwhile Companies Act, 1956 and Companies incorporated under Section 8 of the Act.
- (2) In terms of the provisions of Regulation 26 of the SEBI Listing Regulations, Memberships/ Chairmanships in only two committees' viz. Audit Committee and Stakeholders' Relationship and Share Transfer Committee of Public Limited Companies are considered.

REPORT OF THE BOARD OF DIRECTORS

Dear Members,

Your Directors have pleasure in presenting the 40th Annual Report along with the Audited Financial Statements (standalone and consolidated) of Hariyana Ship- Breakers Limited for the financial year ended March 31, 2021.

1. FINANCIAL RESULTS

In Lakhs

Particular	Standalone		Consolidated	
	For the financial year ended 31.03.2021	For the financial year ended 31.03.2020	For the financial year ended 31.03.2021	For the financial year ended 31.03.2020
Revenue from operations	14821.47	12650.84	14853.74	12801.62
Other Income	1503.23	1150.91	1787.04	1810.09
Total Revenue	16324.70	13801.75	16640.78	14611.71
Cost of raw materials consumed	4996.66	10616.39	4996.66	10616.39
Purchase of Stock - in - trade	14689.13	2714.49	14689.13	2714.49
Changes in inventories of finished goods, stock - in - trade, work - in - process	(5608.87)	-	(5608.87)	-
Employee benefits expenses	229.74	252.78	238.97	274.52
Finance costs	176.77	131.29	176.78	131.31
Excise Duty	-	19.84	-	19.84
Depreciation and amortization expenses	68.61	56.48	70.61	71.01
Other expenses	224.49	659.44	256.02	893.97
Total Expenses	14776.52	14450.71	14819.29	14721.53
Share of profit/ (loss) from associates	-	-	(310.36)	(592.34)
Profit / (Loss) before tax	1548.18	(648.96)	1511.13	(702.16)
Less: Current Tax	551.06	11.27	551.06	11.27
Less: Deferred Tax	9.56	24.40	0.55	10.21
Profit / (Loss) after tax	987.57	(684.63)	959.53	(723.64)
Other Comprehensive Income	(1.19)	1.92	(1.19)	1.92
Total Comprehensive Income for the year	986.38	(682.71)	958.35	(721.72)
Earnings Per Share (Face Value of Rs. 10/- each)				
-Basic	16.01	(11.10)	15.56	(11.73)
-Diluted	16.01	(11.10)	15.56	(11.73)

2. PERFORMANCE & FINANCIAL HIGHLIGHTS**Standalone**

F.Y 20-21 closed with Revenues of Rs. 16324.70/- lakhs, PBT Rs. 1548.18/- lakhs and PAT of Rs. 986.38/- lakhs.

Consolidated

F.Y 20-21 closed with Revenues of Rs. 16640.78/- lakhs, PBT Rs. 1511.13/- lakhs and PAT of Rs. 958.35/- lakhs.

Revenue

Your Company reported Revenue of Rs. 16324.70/- Lakhs during the year as compared to Rs. 13801.75/- lakhs of the previous year. Revenue of current year has increased by 18% as compared to previous year.

Operating Profit (EBITDA)

The Operating Profit of the Company, including other income is Rs. 1792.38/- lakhs (previous year Rs. (459.27) Lakhs).

Finance Cost

Finance cost has increased from Rs. 131.29/- lakhs in the previous year to Rs. 176.77/- lakhs. However, in spite of increase in finance cost the company was able to increase net profit of year under review.

Depreciation

Depreciation during the year increased to Rs. 68.61/- lakhs from Rs. 56.48/- lakhs in previous year.

3. SEGMENTAL REVIEW

The Group's business segments are identified based on the geographic locations of its units and the internal business reporting system as per Ind AS 108. Business segments of the company are primarily categorized as: Mumbai and Bhavnagar.

This Consolidated Segment Information includes Industrial Oxygen & Trading Segment pertains to subsidiary of the company.

Rs. In Lakhs

Particulars	Mumbai	Bhavnagar	Industrial Oxygen & Trading	Total
Segment Assets	17955.34	9102.36	75.53	27133.23
Segment Liabilities	1245.46	12232.07	43.86	13521.38
Revenue from External Source	-	-	13.70	13.70
Segment Results Before Interest and Taxes	1590.50	107.28	(9.87)	1687.91

4. COVID-19 IMPACT

In the first half of FY 2020-21, the COVID - 19 pandemic had an adverse impact across regional and global economies and financial markets. Most governments reacted by instituting lockdowns, business shutdowns, quarantines and restrictions on travel. Businesses also implemented safety measures to reduce the risk of transmission. Such actions led to disruption of economic activity, leading to many economies encountering a deep slump. However, towards the second half, with the end of lockdown in many countries and resumption of economic activity, consumption picked up and green shoots became visible.

The Company did face some operational disruptions in the beginning of FY 2020-21, which impacted the business. However, it was agile enough to work on a mitigation plan to overcome the challenges and combat the impact of the economic slowdown induced by the pandemic. It made all possible efforts to ramp up capacity utilisation and resume near-normal run rates.

The risk-intelligent culture embedded across the Company helped in developing and adopting a multi-pronged strategy to effectively respond to the evolving pandemic situation. The health and safety of our employees and the communities in which we operate continue to be the foremost priority of the Company. To mitigate the risks and challenges faced by the Company during the pandemic, the Company enhanced safety and hygiene norms at offices, implemented work from home for safety of employees and leveraged digital platforms for its day-to-day operations.

We estimate that future impact of COVID -19 on its operations may move either side depending on the normalization of the business.

5. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, giving detailed

analysis of Company's operations, as stipulated under Regulation 34 of the Listing Regulations, is presented as **Annexure A** of this Report.

6. CORPORATE GOVERNANCE

A Report on Corporate Governance, in terms of Regulation 34 of the Listing Regulations, along with a Certificate from Statutory Auditors of the Company, certifying compliance of conditions of Corporate Governance enumerated in the Listing Regulations, is presented as **Annexure B** of this Report.

7. DIVIDEND

Your Directors have considered it financially prudent in the long term interest of the Company to reinvest the profits into the business of the Company, to build strong reserve base, meet the funds requirement and grow the business of the Company. Thus, your Board of Directors regrets their inability to recommend any dividend for the year ended March 31, 2021.

8. CHANGE IN NATURE OF BUSINESS

During the financial year ended March 31, 2021, there was no change in the nature of business of your Company.

9. MATERIAL CHANGES AND COMMITMENTS

Other than stated elsewhere in this Report, there are no material changes and commitments affecting the financial position of the Company between the end of the current financial year and the date of this report.

10. RESERVES

Your Directors do not propose to transfer any amount to the Reserves

11. LISTING

The Company's Shares are listed on BSE Limited

12. DEPOSITORY SERVICES

The Company's Equity Shares have been admitted to the depository mechanism of the National Securities Depository Limited (NSDL) and also the Central Depository Services (India) Limited (CDSL). As a result the investors have an option to hold the shares of the Company in a dematerialized form in either of the two Depositories. The Company has been allotted ISIN No **INE400G01011**. Shareholders therefore are requested to take full benefit of the same and lodge their holdings with Depository Participants [DPs] with whom they have their Demat Accounts for getting their holdings in electronic form.

13. SHARE CAPITAL

The Paid up Equity Share Capital, as at March 31, 2021 was Rs. 6,16,66,670/- divided into 61,66,667 Equity shares, having face value of Rs. 10/- each fully paid up. During the year under review, the Company has neither issued any shares nor granted any stock options or sweat equity.

14. DIRECTORS AND KEY MANAGERIAL PERSONNEL**Number of meetings of the Board of Directors**

During the year 8 (Eight) Board meetings were held. The maximum time gap between any two consecutive meetings did not exceed one hundred and twenty days. The details of the composition of the Board and its Committees and of the meetings held and attendance of the Directors at such meetings are provided in the Corporate Governance Report.

Directors

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Mrs. Unnati Rakesh Reniwal (DIN: 00041306), Executive Director retires by rotation and being eligible offers herself for re-appointment.

Re-appointment, Appointment & Resignation:

The Board of Directors on recommendation of the Nomination and Remuneration Committee has recommended the resolution for re-appointment of Mr. Rakesh Shantisarup Reniwal (DIN: 00029332) as the Managing Director for a term of 5 years and Mr. Pradeep Bhatia (DIN: 02903984) as the Non-executive Independent Director for a term of 3 years for the approval by the members of the Company.

Ms. Shalinder Kaur Saddal, an Associate Member of Institute of Company Secretaries of India, Company Secretary and Compliance Officer of the Company resigned with effect from November 30, 2020.

Ms. Dhvani Dinesh Punamiya, an Associate Member of Institute of Company Secretaries of India, was appointed as the Company Secretary and Compliance Officer of the Company with effect from February 13, 2021.

Declaration by Independent Directors

All the Independent Directors of the Company have given their respective declarations stating that they meet the criteria of Independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations and there has been no change in the circumstances which may affect their status as an independent director during the year. The non-executive directors of the Company had no pecuniary relationship or transactions with the Company during the year. Further, the Independent Directors of the Company have also

registered themselves in the databank with the Indian Institute of Corporate Affairs and confirmed compliance of relevant provisions of Rule 6 of the Companies (Appointments and Qualifications of Directors) Rules, 2014.

Key Managerial Personnel

In terms of provisions of Section 203 of the Act, and the Rules made thereunder, following are the Key Managerial Personnel (KMP) of the Company

Sr. No.	Name of the Person	Designation
1.	Mr. Rakesh Reniwal	Managing Director
2.	Mr. Sanjeev Shantisarup Reniwal	Chief Executive Officer
3.	Mr. Kirti S Desai	Chief Financial Officer
4.	Ms. Dhvani Dinesh Punamiya	Company Secretary and Compliance Officer

Ms. Shalinder Kaur Saddal resigned from the post of Company Secretary and Compliance Officer with effect from November 30, 2020 and Ms. Dhvani Dinesh Punamiya was appointed as Company Secretary and Compliance Officer with effect from February 13, 2021

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, state that:

- (i) in the preparation of the annual accounts for the financial year ended March 31, 2021, the applicable accounting standards and Schedule III of the Companies Act, 2013 have been followed and there are no material departures from the same;
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profit and loss of the Company for the financial year ended March 31, 2021;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis;
- (v) proper internal financial controls laid down by the Directors were followed by the Company and that such internal financial controls are adequate and operating effectively;
- (vi) proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems are adequate and operating effectively.

16. COMMITTEES OF THE BOARD

Audit Committee:

The composition of the Audit Committee is in alignment with provisions of Section 177 of the Companies Act, 2013 read with the Rules issued thereunder and Regulation 18 of the

Listing Regulations. All the recommendations made by the Audit Committee were accepted by the Board of Directors of the Company.

The details pertaining to Audit Committee and its composition are included in the Corporate Governance Report which forms part of this report.

Nomination and Remuneration Committee ('NARC'):

Your Company has a duly constituted NARC, with its composition, quorum, powers, role and scope in line with the applicable provisions of the Act and SEBI Listing Regulations. The detailed information with respect to the NARC is disclosed in the Corporate Governance Report forming part of this Annual Report.

Stakeholder's Relationship Committee ('SRC'):

Your Company has a duly constituted SRC, with its composition, quorum, powers, role and scope in line with the applicable provisions of the Act and SEBI Listing Regulations. The detailed information with respect to the SRC is disclosed in the Corporate Governance Report forming part of this Annual Report.

17. DETAILS OF SUBSIDIARY/ JOINT VENTURES/ ASSOCIATE COMPANIES

The Company has no subsidiary, associate companies or joint venture companies within the meaning of Section 2(6) and 2(87) of the Act and thus, pursuant to the provisions of Section 129(3) of the Act, the statement containing the salient features of financial statements of the Company's subsidiaries/associate companies in Form AOC-1 is not required to be attached to the financial statements of the Company.

18. SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

19. PARTICULARS OF LOANS, GUARANTEES & INVESTMENTS

Loans, guarantees and investments covered under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 as on March 31, 2021, if any, form part of the *Notes to the Standalone Financial Statements* provided in this Annual Report.

20. RISK MANAGEMENT

Effective governance and risk management form the bedrock of a company's sustained performance. Risk management aims to identify and then manage threats that could severely impact the organization. Generally, this involves reviewing operations of the organization, identifying potential threats to the organization and the likelihood of their

occurrence and then taking appropriate actions to address the most likely threats. The objectives are to optimize business performance, minimize adverse impact on the business, protect it from damages, frauds and enhance stakeholder value.

The framework revolves around rigorous implementation of standardized policies and processes and development of strong internal control systems. Your Company has set up internal controls and policies related to financial reporting of transactions and efficient business operations in compliance with relevant laws and regulations. Internal reporting systems are in place for effective measurement of various business parameters related to revenue, expenses and reporting, in line with the provisions of the Act.

The Company operates in an interconnected world with stringent regulatory and environmental requirements, increased geopolitical risks and fast-paced technological disruptions that could have a material impact across the value chain of the organisation. The Company's finished products are mainly re-rollable scrap generated from ship breaking and the price of the same is linked to the market rate for iron and steel. Any fluctuation in the price of the iron and steel affects the profitability of the Company. Thus, the Company is exposed to the risk from the market fluctuations of foreign exchange as well as the fluctuation in the price of iron and steel. The Company's raw material is old ships which are purchased from the international market on credit ranging up to 180 days to 360 days. The Company is adopting policy of full hedging or covering the foreign exchange requirement. The Company is regularly monitoring the foreign exchange movement and suitable remedial measures are taken as and when felt necessary. Though the Company is employing such measures, the Company is still exposed to the risk of any heavy foreign exchange fluctuation.

In addition to the above, the Company is also exposed to the risk of fluctuation in the real estate and construction and redeveloping market as the Company has invested some of its surplus funds in partnership firm engaged in such business. The Company, through its risk management process, aims to contain the risks within its risk appetite. There are no risks which in the opinion of the Board threaten the existence of the Company.

21. INTERNAL FINANCIAL CONTROLS AND ITS ADEQUACY

Internal financial control systems of the Company are commensurate with its size and nature of its operations. These have been designed to provide reasonable assurance with regard to the orderly and efficient conduct of its business including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and the timely preparation of reliable financial information and disclosures.

Systems and procedures are periodically reviewed and these are routinely tested by Statutory as well as Internal Auditors and cover all functions and business areas. The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations, including those

relating to strengthening of the Company's risk management policies and systems. During the year under review, no material or serious observation has been received from the Statutory Auditors and the Internal Auditors of the Company on the inefficiency or inadequacy of such controls.

22. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

As per the provisions of Section 188(1) of the Act read with Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, all contracts/arrangements/transactions entered by the Company with Related Parties were in ordinary course of business and at arm's length basis.

All Related Party Transactions entered into during the year under review were approved by the Audit Committee and the Board, from time to time and the same are disclosed in the Financial Statements of your Company for the year under review.

Further, pursuant to the provisions of the Act and the SEBI Regulations, the Board has, on recommendation of its Audit Committee, adopted a Policy on Related Party Transactions and the said policy is available on the website of the Company i.e. www.hariyanagroup.com.

Further during the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions. There were no materially significant related party transactions which could have potential conflict with interest of the Company at large.

Accordingly, Form AOC-2 prescribed under the provisions of Section 134(3)(h) of the Act and Rule 8 of the Companies (Accounts) Rules, 2014 for disclosure of details of Related Party Transactions which are "not at arm's length basis" and also which are "material and at arm's length basis", is not applicable to the company.

23. PERFORMANCE EVALUATION OF THE BOARD

In terms of the provisions of the Act, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Nomination Policy of the Company, NARC and the Board have approved a framework, which lays down a structured approach, guidelines and processes to be adopted for carrying out an evaluation of the performance of the Board, its Committees and individual Directors.

During the year under review, the Board carried out the evaluation of its own performance and that of its Committees and the individual Directors.

The evaluation process focused on various aspects of the functioning of the Board and its Committees, such as composition of the Board and Committees, attendance of Directors at

Board and committee meetings, acquaintance with business, communicating inter se board members, effective participation, domain knowledge, compliance with code of conduct, vision and strategy, experience and competencies, performance of specific duties and obligations, governance issues etc. The Board also carried out the evaluation of the performance of individual directors based on criteria such as contribution of the director at the meetings, strategic perspective or inputs regarding the growth and performance of the Company etc.

Outcome of the Evaluation

Board:

The Board carried out an annual performance evaluation of the Board, Committees, Individual Directors and the Chairman along with assessing the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties. The performance evaluation of the Board is carried out taking into account the various parameters like composition of Board, process of appointment to the Board, common understanding amongst Directors of their role and responsibilities, timelines and content of Board papers, strategic directions, advice and decision making, etc. The Board also notes the actions undertaken, pursuant to the outcome of previous evaluation exercises.

The performance evaluation of the Independent Directors was carried out by the entire Board excluding the independent director being evaluated.

The Chairman of the respective Committees shared the report on evaluation with the respective Committee members. The performance of each Committee was evaluated by the Board, based on report on evaluation received from respective Committees.

The report on performance evaluation of the Individual Directors was reviewed by the Chairman of the Board and feedback was given to Directors.

Committees of the Board:

The Committee's self-assessment is carried out based on degree of fulfillment of key responsibilities, adequacy of Committee composition, effectiveness of meetings, Committee dynamics and quality of relationship of the Committee with the Board and the Management.

The Independent Director(s) also evaluated the performance of Non-Independent Directors, the Chairman of the Board and the Board as a whole at the meeting of Independent Director(s) held on February 13, 2021. The outcome and feedback from Directors was discussed at the respective meetings of Board, Committees of Board and meetings of Independent Directors.

The overall performance evaluation exercise was completed to the satisfaction of the Board. The Board of Directors deliberated on the outcome and necessary steps will be taken going

forward. The details of the evaluation process are set out in the Corporate Governance Report which forms a part of this Annual Report.

24. EXTRACT OF ANNUAL RETURN

In terms of Section 92(3) of the Act, the annual return of the Company for the financial year ended March 31, 2021 shall be available on the Company's website www.hariyanagroup.com

25. AUDITORS AND AUDITORS' REPORT

Joint Statutory Auditors

M/s. P. D. Goplani & Associates, Chartered Accountants, Bhavnagar, having ICAI Firm Registration No. 118023W, were appointed as Auditors of the Company, at the Annual General Meeting held on September 30, 2017, for a term of 5 (five) consecutive years i.e. to hold office from the conclusion of 36th Annual General Meeting until the conclusion of 41st Annual General Meeting of the Company to be held in the financial year 2022 and

M/s. Lahoti Navneet & Co, Chartered Accountants, Mumbai (ICAI Firm Registration No. 116870W) were appointed as Joint Statutory auditors at the 37th Annual General Meeting held on September 29, 2018 for a period of 4 years i.e. to hold office from the conclusion of 37th Annual General Meeting until the conclusion of 41th Annual General Meeting of the Company to be held in the financial year 2022

Further, both the aforesaid Statutory Auditors have confirmed that they are not disqualified to act as Auditors and are eligible to hold office as Auditors of your Company for financial year 2021-22.

Observations of Statutory Auditors on Accounts for the Year Ended March 31, 2021:

There are no observations in the Auditors report for the financial year ended March 31, 2021 therefore, do not call for any further explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

Fraud Reporting:

During the year under review, there were no instances of material or serious fraud falling under Rule 13(1) of the Companies (Audit and Auditors) Rules, 2014, by officers or employees reported by the Statutory Auditors of the Company during the course of the audit.

26. SECRETARIAL AUDITORS

Pursuant to Section 204 of the Act, M/s. Dilip Bharadiya & Associates, Practising Company Secretary, was appointed to conduct the Secretarial Audit of the Company for the financial year ended March 31, 2021. The Report of the Secretarial Auditor is annexed as **Annexure C**

to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

Further, the Board of the Company at its meeting held on July 9, 2021 has re-appointed M/s. Dilip Bharadiya & Associates, Practicing Company Secretaries, to undertake the Secretarial Audit of the Company for the financial year 2021-22.

27. INTERNAL AUDITOR

Pursuant to provisions of Section 138 of the Companies Act, 2013 the Board on recommendation of the Audit Committee has appointed Mr. Amol Shah, as Internal Auditor of the Company

28. COST AUDITOR

As per the requirement of the Central Government and pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your company is required to carry out audit of the cost records.

The Board of Directors, on the recommendation of the Audit Committee, has appointed M/s. Kewlani & Associates, Cost Accountants (Firm Registration No. 003362) as the Cost Auditors to conduct the audit of the cost records of the Company for the Financial Year 2021-22 at a remuneration of Rs. 30,000/- plus taxes as may be applicable and out of pocket expenses. As required under the provisions of the Companies Act, 2013, a resolution seeking member's approval for remuneration payable to the Cost Auditor forms part of the Notice convening the Annual General Meeting

29. DEPOSITS

The Company has not accepted any deposits from the public falling under Section 73 of the Act read with the Companies (Acceptance of Deposits) Rules, 2014. Thus, as on March 31, 2021, there were no deposits which were unpaid or unclaimed and due for repayment, hence, there has been no default in repayment of deposits or payment of interest thereon.

30. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status operations of the Company in future.

31. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC)

The Company has neither filed any application under the Insolvency and Bankruptcy Code, 2016 (31 of 2016), as amended from time to time, nor has availed one time settlement with respect to any loans from banks or financial institutions.

32. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided as **Annexure D** to this Report.

33. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo as prescribed under Section 134(3)(m) of the Act read with Rule 8 of The Companies (Accounts) Rules, 2014, are given as **Annexure E** to this Report.

34. CORPORATE SOCIAL RESPONSIBILITY

The Board has constituted Sustainability and Corporate Social Responsibility Committee ('CSR Committee') which comprises Mr. Rakesh Reniwal, Chairman, Mr. Pradeep Bhatia and Mr. Tejas Thakker as Members. The Board has also approved a CSR policy on recommendations of CSR Committee, which is available on the website of the Company at **www.hariyanagroup.com**

The Annual Report on CSR activities, in accordance with Section 135 of the Act, read with Companies (Corporate Social Responsibility Policy) Rules, 2014 is annexed as **Annexure F** to this Report.

35. VIGIL MECHANISM

The Whistleblower Policy has been approved and adopted by Board of Directors of the Company in compliance with the provisions of Section 177 (10) of the Companies Act, 2013 and Regulation 22 of the Listing Regulations which provides a formal mechanism to the employees, business associates and stakeholders of the Company to, inter-alia, report any instances of financial irregularities, breach of code of conduct, abuse of authority, disclosure of financial/ price sensitive information, unethical / unfair actions concerning Company vendors/ suppliers, malafide manipulation of company data/records, actual or suspected fraud or discrimination to the Company's Code of Conduct in an anonymous manner.

The policy of vigil mechanism is available on the Company's website i.e. **www.hariyanagroup.com**

36. FAMILIARIZATION PROGRAMME

The Company conducts Familiarization Programme for the Independent Directors to enable them to be familiarized with the Company, its management and its operations to gain a clear understanding of their roles, rights and responsibilities for enabling their contribution to the Company. They are provided a platform to interact with multiple levels of management and are provided with all the documents required and/or sought by them to have a good understanding of Company's operations, businesses and the industry as a

whole.

Further, when a new Director is inducted on the Board, they are provided with necessary documents/ brochures, reports, internal policies, strategy and such other operational information to enable them to familiarize with the Company's procedures and practices. Site visits to various plant locations are organized for the Independent Directors to enable them to understand and acquaint with the operations of the Company.

Periodic presentations are made at the Board and Committee meetings on business and performance updates of the Company, global business environment, business strategy and risks involved. Detailed presentations on the Company's business segments are made at the separate meetings of the Independent Directors from time to time.

The details of such familiarization programmes for Independent Directors are put up on the Company's website and can be accessed at www.hariyanagroup.com.

37. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

Your Company is committed towards providing a work environment that is professional and mature, free from animosity and one that reinforces our value of 'integrity' that includes respect for the individual. The Company is committed to providing a safe and conducive work environment to all of its employees and associates.

In line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, your Company has adopted a Policy on Prevention of Sexual Harassment at Workplace. This policy is applicable to all employees, irrespective of their level and it also includes 'Third Party Harassment' cases i.e. where sexual harassment is committed by any person who is not an employee of the Company. The said policy is available on the website of the Company i.e. www.hariyanagroup.com. Internal Complaints Committees have also been set up to redress complaints received regarding sexual harassment.

The Company has not received any complaint of sexual harassment during the financial year 2020-21.

38. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Pursuant to the provisions of Section 124 of the Act, relevant amounts which remained unpaid or unclaimed for a period of seven years have been transferred by the Company to the Investor Education and Protection Fund established by Central Government. Details of unpaid and unclaimed amounts have been uploaded on the Company's website.

39. TRANSFER OF 'UNDERLYING SHARES' TO IEPF

In terms of Section 124(6) of the Act, read with IEPF Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, the Company has transferred the equity shares in respect of which dividends have remained unclaimed for a period of seven consecutive years to the IEPF

Account established by the Central Government. Details of shares transferred have been uploaded on the website of the Company.

40. OTHER DISCLOSURES

In terms of the applicable provisions of the Act and SEBI Listing Regulations, your Company additionally discloses that, during the year under review:

- The consolidated financial statement is also being presented in addition to the standalone financial statement of the company.
- There is no plan to revise the Financial Statements or Directors' Report in respect of any previous financial year.

41. ACKNOWLEDGEMENT

The Board of Directors would like to express their sincere gratitude for the assistance and co-operation received from the financial institutions, banks, Government authorities, customers, vendors and members during the year under review. The Board of Directors also wish to place on record its deep sense of appreciation for the committed services by the Company's executives, staff and workers at all levels. Our consistent growth was made possible by their hard work, solidarity, co-operation and support.

On behalf of the Board of Directors
For Hariyana Ship- Breakers Limited

Shantisarup Reniwal
Chairman
(DIN: 00040355)

Rakesh Reniwal
Managing Director
(DIN: 00029332)

Date: July 9, 2021
Place: Mumbai

ANNEXURE A

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENTS

Ship breaking is the process of dismantling decommissioned ships and similar vessels to extract scrap metal and demolish the huge ship structure. It is also known as ship demolition, ship cracking, or even ship recycling, at times. Global trade and shipping has consistently increased over the past years due to globalization and industrialization, which has led to substantial rise in ship building. However, the average life of a ship is quoted to be around 25 to 30 years. Post this age, the ship needs to be decommissioned for safety and economic concerns, may be sometimes due to accidents and mishaps of the ship. The process of decommissioning is usually followed by an auction of the ship, after which it is moved to the breaking yards to break it down. The breakdown is labour intensive, and the time required for breaking the ship down varies according to the size and type of vessel.

India's economic growth is contingent upon the growth of the Indian steel industry. Consumption of steel is taken to be an indicator of economic development. While steel continues to have a stronghold in traditional sectors such as construction, housing and ground transportation, special steels are increasingly being used in engineering industries such as power generation, petrochemicals and fertilizers. India occupies a central position on the global steel map, with the establishment of new state-of-the-art steel mills, acquisition of global scale capacities by players, continuous modernization and upgradation of older plants, improving energy efficiency and backward integration into global raw material sources.

➤ Global Overview:

In terms of geography, the global ship breaking market can be segmented into Asia Pacific, Europe, North America, Latin America, and Middle East & Africa. The dynamics of the ship breaking market differ from developing and underdeveloped countries to developed countries. In developed regions, such as Europe and North America, the breaking of a ship is cost intensive and stringent rules, regulations, and standard operating procedures need to be followed, making the entire process economically unviable. On the other hand, in developing countries such as, China, India, and Bangladesh, the scenario is quite the opposite, the ship breaking market is expanding due to lack of regulations. Hence, Asia Pacific is a prominent market for ship breaking globally, with India, China, Bangladesh, and Pakistan topping the market. Turkey is also a major market outside Asia Pacific.

In 2012, roughly 1,250 ocean ships were broken down, and their average age was 26 years. In 2013, the world total of demolished ships amounted to 29,052,000 tonnes, 92% of which were demolished in Asia. As of January 2020, Alang Ship Breaking Yard (India) has the largest global share at 30% followed by Chittagong Ship Breaking Yard (Bangladesh), China and Gadani ship-breaking yard (Pakistan).

As of January 2020, India has a 30% share of ship breaking. Once India passes the planned "Recycling of Ships Act, 2019" which ratifies the Hong Kong International Convention for the

safe and environmentally sound recycling of ships, ships that are currently not coming for breaking to India from the treaty nations of USA, Europe, and Japan will begin arriving in India, thus doubling its global share of ship breaking to 60%. This will also double India's annual ship breaking revenue to US\$2.2 billion.

In Year 2020, Alang Ship Breaking Yard has beached 196 ships

➤ Domestic Overview & Market Size:

FY 2020-21 began on a very weak note for India, as the onset of the pandemic triggered panic and brought most economic activities to a near halt in the first quarter. While annual estimates of contraction varied (and kept improving), the first quarter saw a 23.4% decline in GDP. With the second quarter also being one of decline, albeit at a slower pace than that in the first, the economy entered technical recession with two successive quarters of contraction. This happened only the second time since Independence and for the first time since economic liberalisation in 1991. Following synchronised fiscal and monetary measures undertaken by the government and the Reserve Bank of India (RBI), India's economic growth returned to positive territory, with pent-up demand playing out and festive demand coming on stream.

Protecting lives and livelihoods became the core priority of the government, while implementing business continuity plans and adapting to the new normal became the priority for industry. India's resilience and ability to bounce back was evident, and this continues to provide confidence to the industry to stay invested in its future. Almost all core sector industries seemed confident of reaching pre-COVID levels of output and revenue. Consequently, the full-year GDP saw a net decline of just about 7.3%, far lesser than the initial fears

The industry players are facing turbulent times currently with volatile scrap/steel plates prices, unfavourable foreign exchange rates and restriction on beaching of vessels, which will lead to increase in the procurement cost. This coupled with unsettling sales/scrap prices, the margins for ship breakers are expected to remain under pressure in the near term. However, enactment of the Ship Recycling Act, has proved to be a silver lining. In the near to medium term, the compliance and capex cost for recyclers to comply with the HKC may increase, but the same is expected to be neutralised by higher volumes and competitive procurement costs in the long term.

➤ Government Initiatives

By the end of March 2020, all of India was under a near total lockdown as the government prioritised a strategy to reduce the spread of the virus. This had a domino effect on most industries, but nowhere was the impact more pronounced than on unorganised labour, earn-and-pay citizens, MSMEs without a strong safety net, and industries such as travel and tourism, along with their ancillaries and affiliates. The government swung into action to provide relief to the vulnerable sections and take some sting out of the pandemic's impact on the nation's economic engine. The RBI played an important role in complementing the government efforts. It adopted an expansive monetary policy and aimed at injecting liquidity into the system while announcing a series of rate cuts as part of its 'accommodative stance' on

interest rates. The government and the RBI worked together to provide a moratorium on loan repayments and stressed-asset classifications, which protected lenders and borrowers alike. Subsequently, the Finance Ministry launched the Emergency Credit Line Guarantee Scheme (ECLGS), designed to provide higher levels of borrowing capacity, at controlled interest rates, to further support the MSME sector. Such schemes have begun to demonstrate results and have aided many businesses and individuals to come back on their feet. There were many other tactical measures such as relaxation on compliance, reduction of withholding tax rates to boost cash flow, increased focus on tax refunds, and direct benefits transfer to name a few.

The Government of India announced Production Linked Incentives (PLI) schemes across ten key sectors in March 2020. The scheme, aims to boost domestic manufacturing under the government's Atmanirbhar Bharat initiative. Key Sectors are Namely Mobile Manufacturing and Specified Electronic Components, Pharmaceuticals drugs, Drug Intermediaries and Active Pharmaceutical Ingredients, Manufacturing of Medical Devices, Electronic or technology products, Telecom & networking products, food products, High efficiency solar PV modules, White goods (ACs & LEDs), Automobiles & Auto Components, Advance Chemistry cell (ACC) Battery, Textile Products, Speciality Steel. In the Union Budget 2021-22, presented on February 01, 2021, the finance minister announced an outlay of ₹1.97 lakh crore for PLI Schemes for 13 key sectors, to create national manufacturing champions and generate employment opportunities for the country's youth.

The scheme aims to provide incentives to companies for enhancing their domestic manufacturing. Further, focusing on reducing import bills and improving the cost competitiveness of local goods. The scheme also offers Incentives on incremental sales for products manufactured in India.

India has bounced back strongly and much better than several other economies. The IMF pegs India's real GDP growth at 12.5% in FY 2021-22, as the vaccine rollout accelerates, and economic activities continue to normalise. The economic and business sentiment has substantially improved, and investor sentiment is robust. Oil prices are on a rise, and commodity prices are seeing significant highs. The recovery in the automotive sector, notably in two wheelers and passenger vehicles, has been better than anticipated.

12.5% ↑ India's projected real GDP growth in FY 2021-22

Going forward, the economic scenario can be expected to be driven by pent-up positive savings, rapid vaccine deployment, expanding stimulus, low interest rates, dollar weakness, accommodative monetary policy and commodity-intensive public expenditure. That said, the pandemic scenario remains fluid, with the second wave of infections igniting concerns. The possibility of stretched lockdowns and associated disruptions are likely to keep the economy on tenterhooks, at least in the near-term.

OPPORTUNITY AND THREAT

The pandemic has disrupted traditional business models, creating new opportunities and business models that embed sustainability. With India's continued infrastructure push and low per capita steel consumption, demand for steel is likely to increase significantly going forward.

At our company, we continuously evaluate the evolving trends and respond proactively to capitalise on the emerging opportunities. Demand for residential, commercial and retail real estate is rising throughout India, accompanied by increased demand for hotel accommodation and improved infrastructure. The Indian economy is likely to become the third largest economy by 2030, and the steel industry will play a pivotal role in this growth journey.

With large raw material reserves, strong base of technically skilled manpower and one of the fastest growing markets in the world, India has definite structural advantages for a successful steel industry. The National Steel Policy 2017 seeks to create a globally competitive steel industry in India with 300 million tonne steelmaking capacity and 158 kg per capita steel consumption by FY 2030-31. The growth in demand will come from traditional, as well as emerging consuming sectors focusing on changing needs of customers. Government-led investment in infrastructure, rapid urbanisation, rising preference for personal mobility, growth in capital goods sector, and government focus on making India 'Aatmanirbhar' are expected to stimulate steel demand in India. The acceleration of the rural economy is also emerging as a potential demand driver for steel. The Government has taken an objective of increasing rural per capita consumption of steel from current 19.6 kg to 38 kg by FY 2030-31. Opportunities abound in growing economies and opening of economy in India has created opportunities for India enterprise to move beyond national boundaries as well to create productive assets. Presently, the Company is consolidating its gains out of creating additional production capabilities. While climate change is a key risk for a 'hard to abate' sector such as steel, it also provides an opportunity to take a leadership role in the steel industry by reducing our environmental footprint. Evolving consumer needs and growing focus on sustainability will require innovation in process, product, and business models supported by a strong technology management process. Organisations can create a differentiated position by focusing on creating the technology of tomorrow.

SEGMENT WISE PERFORMANCE

➤ Segmental Review

The Group's business segments are identified based on the geographic locations of its units and the internal business reporting system as per Ind AS 108. Business segments of the company are primarily categorized as: Mumbai and Bhavnagar.

This Consolidated Segment Information includes Industrial Oxygen & Trading Segment pertains to subsidiary of the company.

Particulars	Rs. In Lakhs			
	Mumbai	Bhavnagar	Industrial Oxygen & Trading	Total
Segment Assets	17955.34	9102.36	75.53	27133.23
Segment Liabilities	1245.46	12232.07	43.86	13521.38
Revenue from External Source	-	-	13.70	13.70
Segment Results Before Interest and Taxes	1590.50	107.28	(9.87)	1687.91

i. Mumbai:

During the year under review, the Mumbai Unit has not carried out any trading activities.

ii. Bhavnagar:

During the financial year 2020-21, ship-breaking unit at Alang Ship Breaking Yard, Bhavnagar has performed well in term of sales turnover and net profit margin. In spite of volatile prices of old Ships, Iron and Steel products coupled with fluctuations in value of Indian Rupee vis-à-vis US Dollar during the year, this segment has achieved revenue of Rs. 14821.47/- Lakhs and result of Rs. 107.28/- Lakhs. Though the year under review saw fluctuation in the international market of old ships coming for breaking, the management was very cautious and purchased ships at proper time and built a good level of inventories to earn better profits in coming years. During the year under review, Trading activities were also carried out in Bhavnagar. Moreover, the management is of the view that, in the coming years the ship breaking industry will be stable and with expected boost in the economy the requirement of iron and steel will increase which will help the company to move towards its sustained path of growth.

iii. Industrial Oxygen & Trading:

This segment of the company pertains to the subsidiary of the company. This segment has achieved revenue of Rs. 45.97/- Lakhs and result of Rs. (9.86)/- Lakhs

OUTLOOK

India remains the biggest ship breaking market, with the Alang ship breaking yard in Gujarat handling at least 450 ships every year. By making the country's ship recycling sector more environmentally sound, the government expects to increase ship recycling capacity by 2024 to more than nine million gross tonnage.

Ship breaking industry in India is a part of the global ship recycling practices. This industry, like others, has many challenges and opportunities. With the back drop of sustainability issues, this industry has the potential to be the prime economic activity in India. There are many opportunities in this industry, if one practices innovative strategies using a sustainable collaboration among technicians, regulating authorities and ship breakers. Implementation of internationally accepted guidelines for waste handling, workers' health protection etc. would lead Ship breaking industry towards sustainable development. However, establishment of recycling industries for the bulk wastes would be able to cater the increasing cost of obsolete vessels due to competitions from other countries and cost of environmental protection.

The IMF pegs India's real GDP growth at 12.5% in FY 2021-22, as the vaccine rollout accelerates. Notwithstanding the ensuing risks to the economy, India has the capacity and scale to expand its share in the global supply chain. Industry leaders see significant opportunities for Indian manufacturers to corner a fair share in the world trade, as global corporations look for alternative sourcing destinations to lower their dependence on China.

Your directors see a staying positive and are having bright future prospects ahead for the company looking to the prevailing upward trend in the Iron and Steel sector in India and internationally. The management is of the view that, in the coming years the ship breaking industry will be stable and with expected boost in the economy the requirement of iron and steel will increase which will help the company to move towards its sustained path of growth.

The future of the Indian steel industry appears encouraging. Indian steel consumption stood at 94.14 MnT at the end of FY 2020-21, down 6% y-o-y. In FY 2021-22, the demand is expected to touch 110 MnT, presenting an incremental requirement of 16 MnT over that of last year. The revival and expected growth will be a function of public expenditure on infrastructure, which majorly drives incremental demand. In addition, end-user industries such as automobiles, engineering, piping and packaging are also seeing an uptick. Demand for commercial vehicles is also slated to go up. Together, they will enable the industry to pick up where they left off before COVID-19 struck. The Union Budget 2021-22 has outlined a strong focus on infrastructure development (a 34.5% improvement over the last Budget's estimates) giving significant impetus to steel as an industry. The Budget also announced several initiatives such as affordable housing, expansion of road and railway networks, development of domestic shipbuilding industry and opening up of the defence sector for private participation, all of which are expected to create massive demand for steel in the country. The finance minister in her budget proposal, also mentioned the reduction of customs duty uniformly to 7.5% on semis, flat, and long products of non-alloy, alloy and stainless steel. To provide relief to metal recyclers – mostly MSMEs – duty on steel scrap is exempted until March 31, 2022. The Centre has also removed antidumping and countervailing duties levied on certain steel products until September 30, 2021.

RISK AND CONCERN

Over and above the economic risks the shipping industry is impacted by numerous short term and regional factors, like weather changes, COVID 19 etc. This results in great amount of volatility in the freight market, which in turn impacts your Company's earnings. The global economy is in uncertain territory, and not showing signs of picking up sharply in shorter span of time.

Global economic uncertainties have affected India's economy, Key risks synonymous to industry include the global recessionary trend, economic slowdown, increase in financial charges, non-availability (or undue increase in cost) of raw materials, such as, steel and labour etc., coupled with market fluctuations. The Company does not apprehend any inherent risk in the long run, with the exception of certain primary concerns that have afflicted the progress of our industry in general, like:

- Shortage of Labour
- Rising manpower and material costs,
- Approvals and procedural difficulties.
- Lack of adequate sources of finance.
- Impact created by COVID-19 Pandemic in the First Half of the F.Y 20-21

The risks for the Company arise from the inherent nature of the shipbuilding industry. The commercial shipbuilding industry prospects are dependent on world trade and the cyclicality of oil, natural gas, shipping, transportation and other trade related industries. Offshore Industry continues to be in the trough. The pandemic situation arising from the last quarter of FY21 and continuance of the same has created concerns world over and the situation are on watch for the probable indications towards the tectonic shifts in the international economy with significant impact in the shipbuilding & repair industries too.

The Company continues to be vigilant of the evolving pandemic situation to proactively manage risks, as they emerge in FY 2021-22. Health and safety of employees and the communities in the vicinity of our operations, continues to be the top-most priority for the Company, whilst simultaneously ensuring continuity of our business operations.

➤ **Macroeconomic Risks**

Overcapacity and oversupply in the global steel industry as well as increased levels of imports may adversely affect steel prices, impacting profitability.

➤ **Operational Risks**

Steel industry is capital-intensive and maintenance of critical assets is vital. Industry is also prone to high proportion of fixed costs and volatility in the prices of raw materials and energy. Limitations or disruptions in the supply of raw materials could adversely affect the Company's profitability. Failure of critical information systems/ servers that control the Company's manufacturing plants may adversely impact business operations. Conventional maintenance practices may be inadequate to deliver highest standards of equipment reliability leading to unplanned interruptions of operational processes

➤ **Supply Chain Risk**

The supply chain network is subjected to physical and environmental destructions, trade restrictions due to geopolitical tensions and disruptions at suppliers. The developing rail, road, port infrastructure, handling facilities and dependence on outsourced partners may lead to disruption of operations.

➤ **Safety Risk**

Non-adherence to process and workforce safety requirements, safety laws and regulations may impact business continuity and reputation. COVID-19 contagion poses risk to workforce health and safety, and may lead to business disruptions.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Internal financial control systems of the Company are commensurate with its size and nature of its operations. These have been designed to provide reasonable assurance with regard to the orderly and efficient conduct of its business including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and

completeness of the accounting records and the timely preparation of reliable financial information and disclosures.

Systems and procedures are periodically reviewed and these are routinely tested by Statutory as well as Internal Auditors and cover all functions and business areas. The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations, including those relating to strengthening of the Company's risk management policies and systems. During the year under review, no material or serious observation has been received from the Statutory Auditors and the Internal Auditors of the Company on the inefficiency or inadequacy of such controls.

FINANCIAL PERFORMANCE & ANALYSIS

The Company's financial performance for the year ended March 31, 2021 is summarized below:
Standalone & Consolidated Ind AS Financial Results: Review and Analysis

(Rs. In Lakhs)

Particular	Standalone		Consolidated	
	For the financial year ended 31.03.2021	For the financial year ended 31.03.2020	For the financial year ended 31.03.2021	For the financial year ended 31.03.2020
Revenue from operations	14821.47	12650.84	14853.74	12801.62
Other Income	1503.23	1150.91	1787.04	1810.09
Total Revenue	16324.70	13801.75	16640.78	14611.71
Cost of raw materials consumed	4996.66	10616.39	4996.66	10616.39
Purchase of Stock - in - trade	14689.13	2714.49	14689.13	2714.49
Changes in inventories of finished goods, stock - in - trade, work - in - process	(5608.87)	-	(5608.87)	-
Employee benefits expenses	229.74	252.78	238.97	274.52
Finance costs	176.77	131.29	176.78	131.31
Excise Duty	-	19.84	-	19.84
Depreciation and amortization expenses	68.61	56.48	70.61	71.01
Other expenses	224.49	659.44	256.02	893.97
Total Expenses	14776.52	14450.71	14819.29	14721.53
Share of profit/ (loss) from associates	-	-	(310.36)	(592.34)
Profit / (Loss) before tax	1548.18	(648.96)	1511.13	(702.16)
Less: Current Tax	551.06	11.27	551.06	11.27
Less: Deferred Tax	9.56	24.40	0.55	10.21
Profit / (Loss) after tax	987.57	(684.63)	959.53	(723.64)
Other Comprehensive Income	(1.19)	1.92	(1.19)	1.92
Total Comprehensive Income for the year	986.38	(682.71)	958.35	(721.72)

Earnings Per Share (Face Value of Rs. 10/- each)				
-Basic	16.01	(11.10)	15.56	(11.73)
-Diluted	16.01	(11.10)	15.56	(11.73)

➤ **Standalone Cash Flow Analysis**

(Rs. In Lakhs)

Particular	For the financial year ended 31.03.2021	For the financial year ended 31.03.2020
Net Cash Flow from Operating Activities	3383.77	(1394.08)
Net Cash Outflow from Investing Activities	1629.91	1440.37
Net Cash Outflow from Financing Activities	(123.18)	(131.29)
Net Cash Inform/(Outflow)		

➤ **Business Overview**

The company is in the business of ship breaking, trading and investment activities.

During the financial year 2020-21, the sales turnover of the company for FY 2020-21 and FY 2019-20 were Rs. 14821.47/- Lakhs and Rs. 12650.84/- Lakhs respectively. In spite of frequent fluctuation in the prices of old ship in the international market and also heavy dollar exchange rate fluctuations, the company was able to perform well in terms of sales turnover. However, the prices in Iron and steel industry are gradually getting stabilized, but foreign currency and fluctuations in value of Indian Rupee vis-à-vis US Dollar remains a concerning area for the company even in the current year.

Surplus funds are also invested in new avenues of earnings in the form of partnership with other entities like in Real Estate and Redeveloping firms. At present the Company has partnership in Hariyana Air Products with 95% share, Orchid Lakeview Developers with 33% share, Goyal Hariyana Realty with 50% share. The company has resigned during the year from White Mountains. The management is hopeful that the Company can earn reasonable return on these investments.

Standalone

F.Y 20-21 closed with Revenues of Rs. 16324.70/- lakhs, PBT Rs. 1548.18/- lakhs and PAT of Rs. 986.38/- lakhs.

Consolidated

F.Y 20-21 closed with Revenues of Rs. 16640.78/- lakhs, PBT Rs. 1511.13/- lakhs and PAT of Rs. 958.35/- lakhs.

Revenue

Your Company reported Revenue of Rs. 16324.70/- Lakhs during the year as compared to Rs. 13801.75/- lakhs of the previous year. Revenue of current year has increased by 18% as compared to previous year.

Operating Profit (EBITDA)

The Operating Profit of the Company, including other income is Rs. 1792.38/- lakhs (previous year Rs. (459.27) Lakhs).

Finance Cost

Finance cost during the year has increased from Rs. 131.29/- lakhs in the previous year to Rs. 176.77/- lakhs during the year under review. However, in spite of increase in finance cost the company was able to increase net profit of year under review.

Depreciation

Depreciation during the year increased to Rs. 68.61/- lakhs from Rs. 56.48/- lakhs in previous year.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES

Your Company treats its “human resources” as one of its most important assets. We continuously invest in attraction, retention and development of talent on an ongoing basis. Our thrust is on the promotion of talent internally through job rotation and job enlargement. We believe in harnessing its leadership and people capabilities through sharp focus and initiatives on talent development. The total number of permanent employees as on March 31, 2021 were 12.

We review our talent based on their performance and potential to assess their readiness for future roles of higher scale and complexity. We believe in developing our employees through multiple experiences requiring them to handle scale and complexity. We have instituted this through varied job rotation and project roles. We have put in place various recognition initiatives for our employees to reward them on their noteworthy performance and contribution. Social awareness and cultural/sports programmes are arranged regularly to create interest in living a meaningful life and release tensions

Our Company is committed to providing work environment that ensures every employee is treated with dignity and respect and afforded equitable treatment. The Company is also dedicated at promoting a work environment that is conducive to the professional growth of its employees and encourages equality of opportunity. To foster a positive workplace environment, free from harassment of any nature, we have institutionalized the Anti-Sexual Harassment Framework through which we address complaints of sexual harassment at the workplace. We follow a gender-neutral approach in handling complaints of sexual harassment and we are compliant with the law of the land where we operate. We have also constituted

Complaints Committee to consider and address sexual harassment complaints in accordance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

SIGNIFICANT KEY FINANCIAL INDICATORS

Not applicable as there are no changes of 25% or more in key financial indicators as compared to the immediately previous financial year.

CHANGE IN NET WORTH

The Company has a profit of Rs. 987.57/- Lakhs for the financial year 2020-21 as compared to loss of Rs. 684.63/- Lakhs for the previous financial year 2019-20. In the current year, the return on Net worth of Company is 159% compared to -111% in previous financial year.

CAUTIONARY STATEMENT

Statements in the Board's Report and the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to your Company's operations include global and Indian demand supply conditions, finished goods prices, feed stock availability and prices, cyclical demand and pricing in your Company's principal markets, changes in Government regulations, tax regimes, economic developments within India and the countries within which your Company conducts business and other factors such as litigation and your Company is not obliged to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent development, information or events or otherwise. The "Management's Discussion and Analysis" does not constitute a prospectus, offering circular or offering memorandum or an offer to acquire any shares and should not be considered as a recommendation that any investor should subscribe for or purchase any of the Company's securities.

CONCLUSION

At Hariyana Ship-Breakers Limited, innovation and responsibility have been at the core of building a sustainable enterprise and exploring possibilities towards creating a better future. We also deploy best available technologies and processes to drive resource efficiency and develop materials of the future which are superior, sustainable and affordable. We have focused on strengthening our balance sheet, upholding the highest standards in ethical and responsible business practices and striving towards a shared future of prosperity. In the recent Global crises, we stayed true to our core values and worked together with our stakeholders to embrace a new normal.

ANNEXURE B

CORPORATE GOVERNANCE REPORT

(Pursuant to Regulation 34 (3) and Schedule V (C) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended)

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance philosophy stems from our belief that corporate governance is an integral element in improving efficiency and enhancing investor confidence. Our goal is to promote and protect the long-term interest of all stakeholders, and to that end, our philosophy of Corporate Governance is built on a foundation of ethical and transparent business operations and is designed to inspire trust among all stakeholders, strengthen the Board and management accountability.

The governance philosophy of your Company rests on five basic tenets viz. Board's accountability to the Company and the Stakeholders, strategic guidance and effective monitoring by the Board, protection of minority interests and rights, equitable treatment to all Stakeholders, as well as superior transparency and timely disclosure.

In line with the above philosophy, your Company continuously endeavours for excellence and focuses on enhancement of long-term Stakeholders' value through adoption of and adherence with the best governance practices, in true spirit at all times.

Following principles supplement the core of the Company's philosophy on Corporate Governance:

- **TRANSPARENCY** in all decision-making processes;
- High levels of **DISCLOSURES**;
- High standards of **ETHICS**;
- Regular **REVIEW** of processes and management systems for improvement; and
- **APPROPRIATE CONTROL SYSTEM** to enable the Board to efficiently conduct the business and discharge its responsibilities to its Stakeholders.

During the year under review, the Board continued its pursuit by adopting and monitoring of corporate strategies, prudent business plans, major risks and ensuring that the Company pursues policies and procedures to satisfy its social, legal and ethical responsibilities.

Moreover, the Company undertakes to take an audit of its secretarial records and documents to ensure timely compliance with applicable laws to the Company.

Your Company is in compliance with the Corporate Governance requirements as enshrined in the Companies Act, 2013 read with the Rules made thereunder ("Act"), Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and other applicable laws.

Also, your Company shall ensure that its governance framework incorporates the amendments introduced by the Securities and Exchange Board of India (“SEBI”) in the SEBI Listing Regulations, pursuant to the recommendations made by the Kotak Committee on Corporate Governance and the same are complied with, on or before their effective date.

Your Company presents this report, prepared in terms of the SEBI Listing Regulations (including the amendments to the extent applicable), enumerating the current Corporate Governance systems and processes at the Company.

BOARD OF DIRECTORS

The Board of Directors of your Company (“Board”) is at the core of the Corporate Governance system of the Company. The Board is responsible for and committed to sound principles of Corporate Governance in the Company and plays a crucial role in overseeing how the Management serves the short-term & long-term interests of Members and other Stakeholders. This belief is reflected in our governance practices, under which we strive to maintain an effective, informed and independent Board.

Committees of the Board handling specific responsibilities mentioned under the applicable laws viz. Audit Committee, Stakeholders’ Relationship Committee, Nomination and Remuneration Committee and Corporate Social Responsibility Committee, empower the functioning of the Board through flow of information amongst each other and by delivering a focused approach and expedient resolution of diverse matters.

Also, while discharging its fiduciary duties and in ensuring effective functioning of your Company, the Board is duly supported by the Managing Director, Key Managerial Personnel (“KMP”) and the Senior Management. It operates within the framework of well-defined responsibility matrix, which enables it to oversee how the Management of the Company serves and protects the long-term interests of all the Members and other Stakeholders of the Company.

A. Composition of Board of Directors

An independent and well-informed Board goes a long way in protecting the Stakeholders’ interest and simultaneously maximise long-term corporate values.

In compliance with the requirements under the relevant provisions of the Act & SEBI Listing Regulations and with a strong belief that the Board needs to have an appropriate blend of Directors to maintain its diversity and independence, the Board of your Company has an optimum combination of such number of Executive, Non-Executive and Independent Directors, including a Woman Director.

The composition and strength of the Board is reviewed from time to time for ensuring that it remains aligned with the statutory as well as business requirements and it separates the roles of governance and management.

The composition of the Board is in conformity with Section 149 of the Act and Regulation 17 of the SEBI Listing Regulations.

As on March 31, 2021, your Company’s Board comprises 6 Directors, categorised as below:

Sr. No.	Name of the Director*	DIN	Category
1.	Mr. Rakesh Reniwal	00029332	Managing Director
2.	Mr. Shantisarup Reniwal	00040355	Executive Director
3.	Mrs. Unnati Reniwal	00041306	Executive Director
4.	Mr. Manohar Wagh	02622648	Non-Executive - Independent Director
5.	Mr. Pradeep Bhatia	02903984	Non-Executive - Independent Director
6.	Mr. Tejasbhai Thakker	03017277	Non-Executive - Independent Director

*None of the Directors are related to any other except Mr. Rakesh Reniwal, Mr. Shantisarup Reniwal and Mrs. Unnati Reniwal.

Mrs. Unnati Reniwal retires by rotation in the ensuing 40th Annual General Meeting of the Company. Details of Directors retiring or being appointed/ re-appointed form part of the Notice of the said AGM.

The important and key decisions are taken after due discussion and deliberation with the Board and it is ensured that the relevant information prescribed to be provided under the SEBI Listing Regulations alongwith such other information, as may be deemed necessary for effective decision making, is presented to the Board.

In terms of the provisions of Section 184 of the Act and Regulation 26 of the SEBI Listing Regulations, the Directors present necessary disclosures regarding the positions held by them on the Board and/or Committees of other public and/or private companies, from time to time. On basis of such disclosures, it is confirmed that as on the date of this Report, none of the Directors of your Company:-

- hold directorships in more than 10 public limited companies (listed or unlisted); and
- is a member of more than 10 Committees (considering only Audit Committee and Stakeholders Relationship Committee) or Chairperson of more than 5 Committees across all the public companies (listed or unlisted) in which he/ she is a Director.

The details of each Director alongwith the number of Directorships/ Committee Memberships/ Chairmanships and their shareholding in the Company as on March 31, 2021, alongwith the date of joining the Board, are provided herein below:

Name of the Director	Date of joining	Shareholding in the Company	Directorships in other Companies ⁽¹⁾	No. of other Companies Board Committees ⁽²⁾ in which Chairperson/ Member	
				Chairperson	Member
Mr. Rakesh Reniwal	01/02/1993	8,58,230	Nil	Nil	Nil
Mr. Shantisarup Reniwal	09/07/1981	1,72,080	Nil	Nil	Nil
Mrs. Unnati Reniwal	02/06/2014	4,00,000	Nil	Nil	Nil
Mr. Manohar Wagh	28/04/2009	02	Nil	Nil	Nil
Mr. Pradeep Bhatia	25/12/2009	0	Nil	Nil	Nil
Mr. Tejas Thakker	12/04/2010	0	Nil	Nil	Nil

Notes:

- (1) In terms of the provisions of Regulation 26 of the SEBI Listing Regulations, total number of Directorships excludes directorships in the Company, Foreign Companies, Private Limited Companies, Companies formed under Section 25 of the erstwhile Companies Act, 1956 and under Section 8 of the Act.
- (2) In terms of the provisions of Regulation 26 of the SEBI Listing Regulations, Chairmanship/ Membership of Committee only includes the Audit Committee and Stakeholders Relationship Committee in other Indian Public Companies (Listed and Unlisted).

B. Details of Meetings of the Board of Directors and Annual General Meeting held during the period under review, alongwith attendance of Directors at each meeting

The Board meets at regular intervals to discuss and decide on strategies, policies and reviews the financial performance of the Company. The meetings of the Board are pre-scheduled and a tentative annual calendar of the meeting is circulated to the Directors well in advance to facilitate them to plan their schedules accordingly. In case of business exigencies, the Board's approval is taken through circular resolutions and the same are noted at the subsequent meeting of the Board and/or Committees.

The notice and detailed agenda alongwith the relevant notes and other material information are sent in advance separately to each Director and in exceptional cases tabled at the Meeting with the approval of the Board. This ensures timely and informed decisions by the Board. The Board also reviews the performance of the Company vis-à-vis the budgets/targets.

Video-conferencing facilities are made available to facilitate Directors travelling abroad or present at other locations, in case they wish to participate in the meetings. The same is conducted in compliance with the applicable laws.

The Board meets atleast 4 times in a year (one meeting in every calendar quarter) and the maximum gap between any two consecutive meetings is less than 120 days, as stipulated under Section 173(1) of the Act, Regulation 17(2) of the SEBI Listing Regulations and the Secretarial Standards issued by Institute of Company Secretaries of India.

Additional meetings are held as and when necessary.

The Board of your Company met 8 (eight) times during the year under review the details of which are as follows:

Sr. No.	Date of the Meeting
1	May 30, 2020
2	June 29, 2020
3	July 9, 2020
4	September 1, 2020
5	September 18, 2020
6	October 31, 2020

7	November 11, 2020
8	February 13, 2021

each meeting being consecutively numbered from 1 to 8

The details of attendance of Directors at each such meeting of the Board and at the 39th Annual General Meeting of the Company held on September 30, 2020, are provided hereinbelow:

Meetings of the Board for the Financial Year 2020-21	Name of the Director					
	Mr. Rakesh Reniwal	Mr. Shantisarp Reniwal	Mrs. Unnati Reniwal	Mr. Manohar Wagh	Mr. Pradeep Bhatia	Mr. Tejas Thakker
	Held during the tenure					
1	P	P	P	A	A	A
2	P	P	P	A	A	A
3	P	P	A	P	P	P
4	P	P	P	P	P	P
5	P	P	P	P	P	P
6	P	P	P	A	A	A
7	P	P	P	P	P	P
8	P	P	P	P	P	P
39 th Annual General Meeting	P	P	P	P	P	P

*P: Present

A: Leave of Absence

C. Independent Directors

All Independent Directors on the Board are Non-Executive Directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations. The maximum tenure of the Independent Directors is in compliance with the Act. All the Independent Directors have confirmed that they meet the criteria of independence as mentioned under Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations.

In compliance with the SEBI Listing Regulations, the Directors of the Company do not serve as an Independent Director in more than seven listed companies.

The Independent Directors on the Board of your Company are experienced, competent and highly respected individuals in their respective fields, which brings an ideal mixture of expertise, professionalism, knowledge and experience to the table.

Further, as provided in the Act, a formal letter of appointment has been issued to the Independent Directors and the same is also disclosed on website of the Company i.e. www.hariyanagroup.com.

D. Separate meeting of Independent Directors

The Independent Directors met once during the year on February 13, 2021, without the presence of Executive Directors or Management representatives, inter alia, to discuss the performance of Non-Independent Directors & the Board as a whole and to assess the quality, quantity & timeliness of flow of information between the Management of the Company and the Board, that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present for the meeting.

E. Appointment and Tenure

The Directors of the Company are appointed/ re-appointed by the Board on the recommendations of the Nomination and Remuneration Committee and approval of the Members at the Annual General Meeting ("AGM"). In accordance with the Articles of Association of the Company, all Directors, except the Managing Director and Independent Directors of the Company, are liable to retire by rotation at the AGM each year and, if eligible, offer themselves for re-election. The Executive Directors on the Board have been appointed in terms of the provisions of the Act and serve in accordance with the terms of their contract of service with the Company.

As regards the appointment and tenure of the Independent Directors, the Company has adopted the provisions with respect to appointment and tenure of Independent Directors which are consistent with the Act and the SEBI Listing Regulations.

F. Board Induction, Training and Familiarisation

In terms of the provisions of Regulation 25 of the SEBI Listing Regulations, your Company has framed a Familiarisation Programme for Independent Directors of the Company, structured into two parts i.e. 'Induction' and 'Ongoing Interaction'. This Programme aims to provide insights into the business of the Company, to enable the Independent Directors to understand their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, its business in depth and contribute significantly to the Company.

At the time of appointing an Independent Director, a formal letter of appointment is given to him/ her, which inter alia explains the role, function, duties and responsibilities expected from him/ her as an Independent Director of the Company. The Directors are also provided

with necessary documents, reports and internal policies of the Company, to enable them to familiarise with the Company's procedures and practices. The compliances applicable to them, in terms of the provisions of the Act, SEBI Listing Regulations and other applicable laws, are explained to them and an affirmation is obtained from them, in that regard.

Further, on an ongoing basis as a part of the agenda of meetings of the Board/ Committee(s), presentations are regularly made to the Independent Directors on various matters inter alia covering the Company's businesses & operations, strategy, risk management framework, industry & regulatory updates and other relevant matters.

These presentations enable one-on-one interaction between the Independent Directors and the Senior Management of the Company/ Statutory Auditor/ Internal Auditor of the Company. Additionally, visits to the divisions and plant locations of the Company etc. are also arranged to apprise them of the actual operations of the Company.

The details of the Familiarisation Programmes for Independent Directors are also available on the website of the Company i.e. www.hariyanagroup.com.

G. Board Confirmation regarding Independence of the Independent Directors

All the Independent Directors of the Company have given their respective declaration/ disclosures under Section 149(7) of the Act and Regulation 25(8) of the Listing Regulations and have confirmed that they fulfil the independence criteria as specified under Section 149(6) of the Act and Regulation 16 of the Listing Regulations and have also confirmed that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgement and without any external influence.

In the opinion of the Board based on the disclosures received from all the Independent Directors, the Independent Directors meet the criteria of 'Independence' specified in the Regulation 16(1) of the Listing Regulations and Section 149(6) of the Act and the Rules made thereunder and are independent of the Management as required under Regulation 25 of the Listing Regulations.

H. Resignation of Independent Director(s)

During the year under review, none of the Independent Directors of the Company had resigned before the expiry of their respective tenure(s).

I. The Board has identified the following skills / expertise / competencies fundamental for the effective functioning of the Company which are currently available with the Board:

Sr. No.	Skills/Expertise/Competence	Particulars
1.	Global Business	Understanding, of global business dynamics, across various geographical markets, industry verticals and regulatory jurisdictions.
2.	Strategy and	Appreciation of long-term trends, strategic

	Planning	choices and experience in guiding and leading management teams to make decisions in uncertain environments.
3.	Governance	Experience in developing governance practices, serving the best interests of all stakeholders, maintaining board and management accountability, building long-term effective stakeholder engagements and driving corporate ethics and values.
4.	Finance	An understanding of Finance and Financial Reporting Processes. Understanding and overseeing various risks faced by the Company and ensuring that appropriate policies and procedures are in place to effectively manage risks.

J. Skills/Expertise/Competence possessed by Directors of the Company:-fulfil

Name of Director	Global Business	Strategy and Planning	Governance	Finance
Mr. Rakesh Reniwal	√	√	√	√
Mr. Shantisarup Reniwal	√	√	√	√
Mrs. Unnati Reniwal	√	√	√	√
Mr. Manohar Wagh	√	√	√	√
Mr. Pradeep Bhatia	√	√	√	√
Mr. Tejas Thakker	√	√	√	√

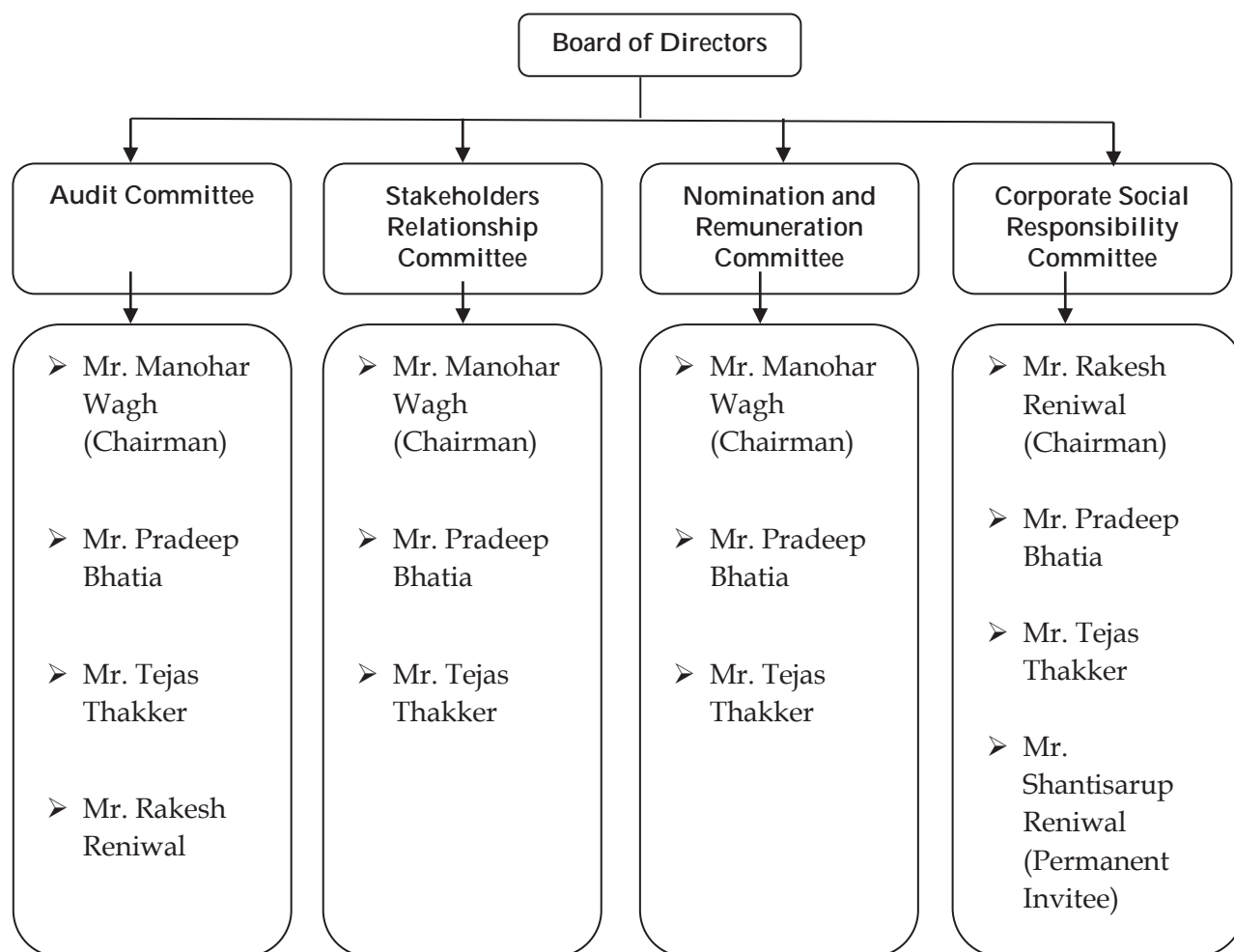
The eligibility of a person to be appointed as a Director of the Company is dependent on whether the person possesses the requisite skill sets identified by the Board as above and whether the person is a proven leader in running a business that is relevant to the Company's business or is a proven academician in the field relevant to the Company's business. The Directors so appointed are drawn from diverse backgrounds and possess special skills with regard to the industries / fields from where they come.

COMMITTEES OF THE BOARD

The Committees of the Board ("Committees") play a crucial role in the governance structure of the Company. They have been constituted under the formal approval of the Board to carry out clearly defined roles. Members of the Committees possess expertise in relevant areas and functions, which enables better handling and expedient resolution of diverse matters. Terms of reference of all the committees are laid down in line with the requirements of the Act and the SEBI Listing Regulations, to deal with specific areas/ activities which concern the Company and need a closer review and to carry out clearly defined roles.

The Committees meet at regular intervals and take necessary steps to perform its duties entrusted by the Board. There is seamless flow of information between the Board and its Committees, as the Committees report their recommendations and opinions to the Board, which in turn supervises the execution of respective responsibilities by the Committees. The minutes of the meetings of all the Committees are placed before the Board for its review.

Composition of Committees as on March 31, 2021



Ms. Dhvani Dinesh Punamiya, Company Secretary and Compliance Officer of your Company, acts as the Secretary of all the Committees.

Note Ms. Shalinder Kaur Saddal, Company Secretary and Compliance Officer of your Company, acted as the Secretary of all the Committees till the date of her resignation i.e. November 30, 2020.

A. Audit Committee

Your Company has a qualified and independent Audit Committee, which acts as a link between the management, the statutory and internal auditors and the Board. Its composition, quorum, powers, role and scope are in accordance with the provisions of Section 177 of the Act and Regulation 18 of the SEBI Listing Regulations. All the members of the Audit Committee are financially literate. The Committee is entrusted with the responsibility to supervise the Company's internal controls and financial reporting process.

1. Composition:

The Committee comprises 4 Directors as its Members, out of which 3 are Non-Executive Independent Directors and one is Executive Director.

Mr. Manohar Wagh, Independent Director, is the Chairman of the Audit Committee.

Mr. Pradeep Bhatia, Mr. Tejas Thakker and Mr. Rakesh Reniwal are the other members of the Committee.

2. Brief Description of Terms of Reference:

The Board has framed the Audit Committee Charter for the purpose of effective compliance of provisions of Section 177 of the Act and Regulation 18 of the SEBI Listing Regulations. In fulfilling the above role, the Audit Committee has powers to investigate any activity within its terms of reference, to seek information from employees and to obtain outside legal and professional advice.

In terms of the applicable provisions of the Act and in terms of Regulation 18 read with Part C of Schedule II of the SEBI Listing Regulations, the scope, functions and terms of reference of the Audit Committee inter alia cover the following matters:

Financial Matters:

- Overseeing the Company's financial reporting process and the disclosure of financial information to ensure that the Financial Statements are correct, sufficient and credible;
- Reviewing with the Management, the Quarterly Unaudited Financial Statements and Annual Audited Financial Statements alongwith Limited Review Report/ Auditor's Report thereon before submission to the Board for the approval. Reviewing of Annual Financial Statements inter alia including reviewing changes in Accounting Policies, if any, major accounting entries involving estimates, significant adjustments made in Financial Statements, qualifications in draft Audit Report, if any etc.;
- Reviewing Management Discussion and Analysis of financial condition and results of operations; and
- Scrutinising the inter-corporate loans and investments.

Internal Controls, Audit and Auditors:

- Recommending the terms of appointment/ re-appointment, remuneration and any other terms and conditions pertaining to the appointment/ re-appointment, if required, replacement or removal of auditors, fixation of statutory audit fees and approval of payment for any other services rendered by the Statutory Auditors, as permitted under applicable laws;
- Reviewing and monitoring the Auditor's independence and performance and effectiveness of audit process;
- Reviewing the adequacy of internal audit function and internal control systems including internal financial controls;
- Evaluating the Internal Financial Controls, Risk Management Systems of the Company;
- Discussing with the Internal Auditors of any significant findings and follow-up thereon; and
- Reviewing significant audit findings, if any, from the statutory and internal audits.

Other Matters:

- Approving all Related Party Transactions;
- Approving appointment of Chief Financial Officer of the Company; and
- Reviewing the functioning of Vigil/ Whistle Blower Mechanism.

3. Meetings and Attendance during the year:

The Committee met 4 times during the year under review i.e. on July 9, 2020, September 18, 2020, November 11, 2020 and February 13, 2021 (each meeting being consecutively numbered from 1 to 4), to deliberate on various matters.

The details of attendance of the Members of the Committee at each meeting are provided herein below:

Name of the Member	Meetings of Committee for the Financial Year 2020-21				
	Held during the tenure	1	2	3	4
Mr. Manohar Wagh	4	P	P	P	P
Mr. Pradeep Bhatia	4	P	P	P	P
Mr. Tejas Thakker	4	P	P	P	P
Mr. Rakesh Reniwal	4	P	P	P	P

P: Present

A: Leave of Absence

Chief Financial Officer, representatives of the Statutory Auditors and Internal Auditors of your Company are also invited to the Audit Committee Meetings. In addition, other Senior Management Personnel are also invited to the Committee meeting from time to time, for providing such information as may be necessary.

B. Nomination and Remuneration Committee

The Board of your Company has constituted a Nomination and Remuneration Committee ("NARC") in terms of the provisions of Section 178 of the Act. Its composition, quorum, powers, role and scope are in accordance with the provisions of Section 178 of the Act and Regulation 19 of the SEBI Listing Regulations.

The Committee is inter alia entrusted with the responsibility of formulating criteria for determining the qualifications, positive attributes and independence of the present and proposed Directors as well as recommending a policy to the Board relating to the remuneration of Directors, KMP and other employees. It also specifies the methodology for effective evaluation of performance of the Board, its Committees and individual Directors.

1. Composition:

The Committee comprises 3 Non-Executive Directors as its Members, all 3 are Independent Directors.

Mr. Manohar Wagh, Independent Director, is the Chairman of the NARC.

Mr. Pradeep Bhatia and Mr. Tejas Thakker are the other members of the Committee.

2. Brief Description of Terms of Reference:

The broad terms of reference of the NARC, as approved by the Board in terms of the Section 178 of the Act and Regulation 19 of the SEBI Listing Regulations, inter alia, include the following:

- Identifying persons who are qualified to become Directors and who may be appointed at Senior Management positions in accordance with the criteria laid down and recommending to the Board their appointment and removal;
- Recommending the remuneration/ revision in remuneration of Managing Director and Executive Directors to the Board for approval and review;
- Formulating criteria for determining qualifications, positive attributes and independence of a Director and recommending to the Board a policy relating to the remuneration for the Directors, KMP and other employees;
- Formulating criteria for evaluation of Board, its Committees and each Director and reviewing its implementation and compliance;
- Devising a policy on Board diversity; and
- Recommending to the Board the extension or continuation of term of appointment of the Independent Director, on the basis of the report of performance evaluation of the Independent Directors.

3. Meetings and Attendance during the year:

NARC met 3 times during the year under review i.e. on July 9, 2020, October 31, 2020 and February 13, 2021 each meeting being consecutively numbered from 1 to 5), to deliberate on various matters.

The details of attendance of Members of the Committee at each meeting are provided hereinbelow:

Name of the Member	Meetings of Committee for the Financial Year 2020-21			
	Held during the tenure	1	2	3
Mr. Manohar Wagh	3	P	P	P
Mr. Pradeep Bhatia	3	P	P	P
Mr. Tejas Thakker	3	A	P	P

P: Present

A: Leave of Absence

4. Performance Evaluation Criteria for Independent Directors:

The performance of the Independent Directors of the Company is evaluated on the following criterias, more particularly as to how an Independent Director:

- Invests time in understanding the Company and its unique requirements;
- Brings in external knowledge and perspective to the table for discussions at the meetings;
- Expresses his/ her views on the issues discussed at the Board; and
- Keeps himself/ herself current on areas and issues that are likely to be discussed at the Board level.

5. Nomination Policy and Remuneration Philosophy/ Policy:

In terms of Section 178 of the Act and Regulation 19 of the SEBI Listing Regulations, the Board of your Company had, on recommendation of the NARC, adopted a Nomination Policy, which inter alia enumerates the Company's policy on appointment of Directors and KMP. Further, the Board has, on recommendation of NARC, also adopted a policy entailing Remuneration Philosophy, which covers remuneration philosophy covering the Directors, KMP and employees included in Senior Management of the Company.

Both the aforesaid policies are available on the website of the Company i.e. www.hariyanagroup.com.

The Company's remuneration policy is intended to attract and retain the individuals in order to achieve the Company's objective. Further, the Company has a system where all the Directors and employees included in the Senior Management of the Company are

required to disclose all pecuniary relationships or transactions with the Company. No severance fees are paid to the Directors of the Company.

6. Remuneration to Non-Executive Directors:

The Non-Executive Directors/ Independent Directors were not paid any remuneration during the year under review.

The Non-Executive Directors/ Independent Directors do not have any material pecuniary relationship or transactions with the Company.

7. Remuneration to Executive Directors:

In terms of the provisions of the Act and in line with the Nomination Policy and Remuneration Philosophy/ Policy of the Company, the appointment and remuneration of Executive Directors is approved by the Board and the Members of the Company, on recommendation of the NARC. The appointment of Executive Directors is subject to termination by either party by giving one months' notice of such termination in writing by either side or salary in lieu thereof or by mutual consent. The remuneration paid to the Managing Director comprises salary, allowances, perquisites, stock options, performance linked income/ bonus and other Retirement Benefit Funds, as approved by the Members at the Annual General Meeting.

Annual increments are linked to performance and are decided by the NARC and recommended to the Board for approval thereof. The Performance Review System is primarily based on competencies and values. The Company closely monitors growth and development of top talent in the Company to align personal aspirations with the organisational goals and objectives.

The details of remuneration paid to the Executive Director(s), during the year under review, are mentioned herein below:

Name of Director	Remuneration Paid (Amount in Rs. lakhs)
Mr. Rakesh Reniwal	Rs. 18,00,000/- p.a.
Mr. Shantisarup Reniwal	Rs. 18,00,000/- p.a.

8. Stock Options:

The Company does not grant any Employee Stock Option Scheme.

C. Stakeholders Relationship Committee

The Board of your Company has constituted a Stakeholders' Relationship Committee ("SRC") in terms of the provisions of Section 178 of the Act. Its composition, quorum, powers, role and scope are in accordance with the provisions of Section 178 of the Act and Regulation 20 of the SEBI Listing Regulations.

The Committee is inter alia entrusted with the responsibility of considering and resolving the grievances of the security holders of the Company including complaints related to transfer of shares, non-receipt of Annual Report, non-receipt of declared dividends, if any.

1. Composition:

The Committee comprises 3 Non-Executive Directors as its Members, all 3 are Independent Directors.

Mr. Manohar Wagh, Independent Director, is the Chairman of the SRC.

Mr. Pradeep Bhatia and Mr. Tejas Thakker are the other members of the Committee.

2. Brief Description of Terms of Reference:

In terms of the applicable provisions of the Act and Regulation 20(4) read with Part D of Schedule II of the SEBI Listing Regulations, the scope, functions and terms of reference of the SRC inter alia cover the following matters:

- Reviewing of complaints relating to transfer of shares, transmission of shares, issue of duplicate share certificates, non-receipt of Annual Report, non-receipt of declared dividends and any other shareholder related queries/ complaints;
- Reviewing of status of requests i.e., processing of complaints within statutory timelines;
- Approving transfer and transmission of shares, issue of duplicate share certificates, etc.; and
- Overseeing the performance of Registrar and Transfer Agent.

3. Meetings and Attendance during the year:

SRC met 2 times during the year under review i.e. on July 9, 2020 and February 13, 2021 to deliberate on various matters with respect to Stakeholders of the Company.

The details of attendance of Members of the Committee at each meeting are provided herein below:

Name of the Member	Meetings of Committee for the Financial Year 2020-21		
	Held during the tenure	1	2
Mr. Manohar Wagh	2	P	P
Mr. Pradeep Bhatia	2	P	P
Mr. Tejas Thakker	2	A	P

4. Shareholders' complaints:

During the year under review, your Company did not receive any complaints from the Shareholders.

5. Name and Designation of Compliance Officer:

Ms. Dhvani Dinesh Punamiya was appointed as the Company Secretary & Compliance Officer of the Company w.e.f. February 13, 2021

Ms. Shalinder Kaur Saddal, Company Secretary & Compliance Officer of the Company resigned w.e.f November 31, 2020

D. Corporate Social Responsibility Committee

The Board of your Company has constituted a Corporate Social Responsibility Committee ("CSR Committee") in terms of the provisions of Section 135 of the Act. Its composition, quorum, powers, role and scope are in accordance with the provisions of Section 135 of the Act.

The Committee is inter alia entrusted with the responsibility of monitoring and implementation of the CSR projects/ programmes/ activities of your Company and also for approving the annual CSR Budget, implementation of CSR projects and other related activities.

1. Composition:

The Committee comprises 3 Directors as its Members, out of which 2 are Non-Executive Independent Directors.

Mr. Rakesh Reniwal, Managing Director, is the Chairman of the CSR Committee.

Mr. Shantisarup Reniwal, Executive Director, is the permanent invitee to the meetings of CSR Committee.

Mr. Pradeep Bhatia & Mr. Tejas Thakker are the other members of the Committee.

2. Brief Description of Terms of Reference:

The scope and functions of the CSR Committee are in accordance with the provisions of Section 135 of the Act and the Companies (Corporate Social Responsibility Policy) Rules, 2014 and terms of reference of CSR Committee, inter alia includes following:

- Reviewing and finalising the annual CSR Budget of the Company (including any specific project driven budgets) for undertaking the CSR activities for and on behalf of the Company and thereafter to recommend the said CSR Budget to the Board for its approval and to implement the same post approval of the Board;
- Authorising any officer and/or other person for and on behalf of the Company to form collaborative partnerships with the Government, the District or local authorities or agencies, village panchayats, NGOs and other like-minded Stakeholders, so as to enable the Company to widen its CSR reach and also to leverage upon their collective

expertise, wisdom and experience which such partnerships shall bring to the table and taking all further actions and steps and doing all acts, deeds and things, which may be required to be done and performed from time to time in above connections; and

- Performing such other acts, deeds, things and powers as may be delegated to the Committee by the Board from time to time.

3. Meetings and Attendance:

CSR Committee met 2 times during the year under review i.e. on July 9, 2020 and February 13, 2021 to deliberate on various matters with respect to Stakeholders of the Company.

The details of attendance of Members of the Committee at each meeting are provided herein below:

Name of the Member	Meetings of Committee for the Financial Year 2020-21		
	Held during the tenure	1	2
Mr. Rakesh Reniwal	2	P	P
Mr. Pradeep Bhatia	2	P	P
Mr. Tejas Thakker	2	A	P

GENERAL BODY MEETINGS

A. Annual General Meetings

Details of the last 3 AGMs of the Members of the Company alongwith the details of Special Resolutions passed at each such AGM, are tabled hereinbelow:

Financial year	AG M	Date	Location	Time	Particulars of Special Resolution(s) passed
2017-18	37 th	September 29, 2018	156, Maker Chambers VI, 220, Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400021	9.30 a.m.	1. approve the revision in remuneration of Mr. Rakesh Reniwal (DIN: 00029332), Managing Director of the Company. 2. approve payment of remuneration to Mr. Shantisarup Reniwal (DIN: 00040355), Executive Director of the Company. 3. Re-appointment of Mr. Manohar Wagh (DIN: 02622648) as an Independent Director of the Company. 4. To advance any loan

					including any loan represented by book debt, or give any guarantee or provide any security in connection with any loan taken. 5. To approve continuation of holding of office of Executive Director and Chairman by Mr. Shantisarup Reniwal (DIN: 00040355) who is over the age of 70 (Seventy) years.
2018-19	38 th	September 30, 2019	156, Maker Chambers VI, 220, Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400021	9.30 a.m.	None
2019-20	39 th	September 30, 2020	Through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM") at 156, Maker Chambers VI, 220, Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400021	9.00 a.m.	1. To approve the re-appointment of Mr. Rakesh Reniwal (DIN: 00029332), as the Managing Director of the Company. 2. To re-appoint Mr. Pradeep Bhatia (DIN: 02903984) as Non-executive Independent Director of the Company. 3. To re-appoint Mr. Tejasbhai Thakker (DIN: 03017277) as Non-executive Independent Director of the Company.

B. Postal Ballot

No postal ballot was conducted during the year under review. At present, there is no proposal for passing any Special Resolution through Postal Ballot. None of the business proposed to be transacted at the ensuing Annual General Meeting require passing a special resolution through postal ballot.

MEANS OF COMMUNICATION**A. Results:**

The quarterly/ half yearly/ annual results ("said results") alongwith the Limited Review/ Auditor's Report thereon are filed with the BSE Limited (referred to as "Stock Exchange") at

its electronic platform i.e. BSE Corporate Compliance & Listing Centre, so as to enable it to display the same on its website. The said results are simultaneously uploaded on the website of the Company i.e. www.hariyanagroup.com, for the ease of reference of the Members of the Company. The aforesaid results are also published in “Active Times” and “Mumbai Lakshdeep” (a regional daily newspaper published from Mumbai) within the stipulated timelines.

A separate dedicated “Investors Relations” section, on the website of the Company, gives information on the aforesaid results, shareholding pattern and other relevant information of interest to the investors/ public.

In addition to the above, the Company has designated E-mail ID viz. contact@hariyanagroup.com, for Investor Relations and Shareholders assistance and the same is prominently displayed on the website of the Company.

B. Presentations made to institutional investors or to the analysts

During the year under review, the Board did not made any presentations to the institutional investors and the analysts

GENERAL SHAREHOLDER INFORMATION

In terms of the provisions of Point No. 9 of Part C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), General Information of your Company for reference of the Shareholders is provided as under:

A. Fortieth (40th) Annual General Meeting:

Fortieth (40th) Annual General Meeting (Day, Date, Time and Mode)	Thursday, September 30, 2021 at 9.00 a.m. through VC/OAVM
Book Closure Date	Start Dt: September 22, 2021 End Dt : September 30, 2021
Cut-off date for e-voting	September 23, 2021

As required under Regulation 36(3) of the SEBI Listing Regulations, particulars of Directors seeking appointment/ re-appointment at Annual General Meeting (“AGM”) are given in the Annexure to the Notice of this AGM.

B. Financial Year:

Your Company follows April-March as the Financial Year.

C. Tentative Calendar of the Financial Year ended on March 31, 2022:

The meetings of Board of Directors for approval of quarterly/ half-yearly/ annual financial results for the Financial Year ended on March 31, 2022, were held on the following dates:

Sr. No.	Particulars of the Quarter	Tentative Months
1.	Results for the quarter ended June 30, 2021	July/ August, 2021
2.	Results for the quarter and six months ended September 30, 2021	October/ November, 2021
3.	Results for the quarter and nine months ended December 31, 2021	January/ February, 2022
4.	Results for the quarter and year ended March 31, 2022	April/ May, 2022

Further, the tentative months for the Forty first (41st) AGM of the Company for the Financial Year ending March 31, 2022 shall be August/ September, 2022.

D. Dividend Payment Date:

Not Applicable

E. Stock Exchanges where Securities of the Company are listed:

Your Company's Shares are listed on the following Stock Exchange:

Listing on Stock Exchange	BSE Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400001
Stock Code & ISIN	BSE: 526931 & ISIN: INE400G01011

F. Payment of Annual Listing/ Custody/ Issuer Fees:

Annual Listing Fees for the Financial Year 2021-22 have been paid to the Stock Exchange.

Annual Custody/ Issuer Fees have been paid to National Securities Depository Limited ("NSDL") and Central Depository Services (India) Limited ("CDSL") for the Financial Year 2021-22.

Further, in terms of circular no. IMD/FPIC/CIR/P/2018/61 dated April 5, 2018, issued by Securities and Exchange Board of India ("SEBI"), your Company has appointed NSDL as the "Designated Depository" for the purpose of monitoring of Foreign Investment limits on behalf of the Company.

G. Stock Market Price Data:

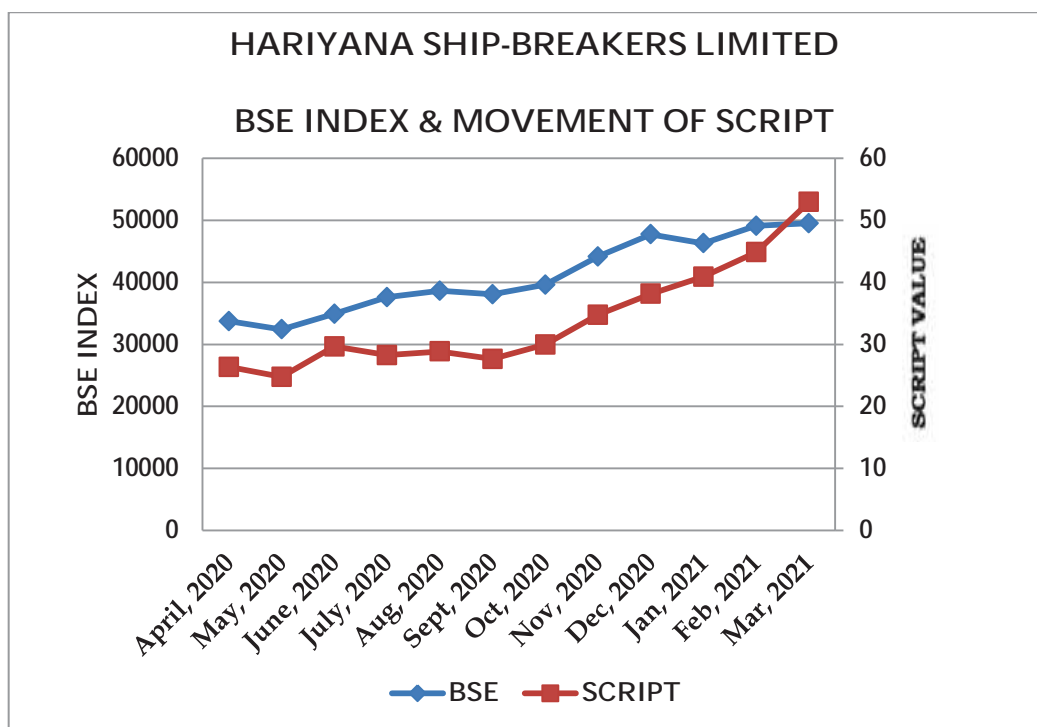
The stock market price data and volume of the Company's shares traded on the BSE during the Financial Year 2020-21 were as under:

Month - Year	High Price (in Rs.)	Low Price (in Rs.)	Close Price (in Rs.)	Total Traded Volume (No. of shares)
April-2020	31.90	21.30	26.35	33,278
May-2020	31.90	21.75	24.75	28,336

June-2020	34.90	24.10	29.65	47,535
July-2020	33.75	25.00	28.25	82,359
August-2020	33.45	25.30	28.85	65,749
September-2020	34.90	25.60	27.65	21,297
October-2020	32.30	26.25	29.95	27,077
November-2020	36.70	27.05	34.75	48,839
December-2020	44.20	33.35	38.15	36,982
January-2021	51.00	39.00	40.90	2,51,473
February-2021	48.00	40.30	44.85	2,62,269
March-2021	68.00	45.10	52.95	4,97,749

H. Stock Performance:

In comparison to broad-based indices viz. BSE SENSEX during the Financial Year 2020-21 were as under:



I. Registrar and Share Transfer Agents:

Name	Link Intime India Private Limited
Registered Office Address	C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai - 400083
E-mail id	rnt.helpdesk@linkintime.co.in
Tel No.	022 - 49186270
Website	www.linkintime.co.in
SEBI Registration Number	INR000004058

J. Distribution of Shareholding as on March 31, 2021:

Distribution Schedule on Scrip Value as on March 31, 2021				
Share of Nominal Value	Number of Holders	(%) of Holders	Total Amount	% of Amount
UPTO TO 5000	1866	80.849	2630340	4.265
5001 TO 10000	201	8.709	1665280	2.700
10001 TO 20000	105	4.549	1609630	2.610
20001 TO 30000	46	1.993	1173350	1.903
30001 TO 40000	20	.867	718250	1.165
40001 TO 50000	13	.563	605200	.981
50001 TO 100000	27	1.170	1844110	2.990
100001 TO ABOVE	30	1.300	51420510	83.385
T O T A L	2308	100.000	61666670	100.000

Distribution Schedule on Number of Shares as on March 31, 2021				
Share	Number of Holders	(%) of Holders	Total Shares	% of Shares
UPTO TO 100	1156	50.087	63044	1.022
101 TO 200	351	15.208	62781	1.018
201 TO 500	359	15.555	137209	2.225
501 TO 1000	201	8.709	166528	2.700
1001 TO 5000	184	7.972	410643	6.659
5001 TO 10000	27	1.170	184411	2.990
10001 TO 100000	21	.910	458587	7.437
100001 TO ABOVE	9	.390	4683464	75.948
T O T A L	2308	100.000	6166667	100.000

K. Category-wise Shareholding Pattern of the Company as on March 31, 2021:

Sr. No.	Category	Folio Count	No. of Shares held	% of Share holding
1.	Promoter and Promoter Group	9	46,21,814	74.95
2.	Financial Institutions/ Banks	0	0	0.00
3.	Individual shareholders holding nominal share capital up to Rs. 2 lakhs.	2144	10,94,914	17.76
4.	Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs.	5	2,89,731	4.70
5.	Clearing Members	19	25,608	0.42

6.	Non-Resident Indian (NRI)	16	3,760	0.06
7.	IEPF	1	31723	0.51
8.	Bodies Corporate	25	21588	0.35
9.	HUF	89	77529	1.26
Total		2308	61,66,667	100.00

L. Details of Shares held by Directors as on March 31, 2021:

Name of Directors	No. of Shares Held
Mr. Shantisarup Reniwal	1,72,080
Mrs. Unnati Reniwal	4,00,000
Mr. Rakesh Reniwal	8,58,230
Mr. Manohar Wagh	02
Mr. Pradeep Bhatia	0
Mr. Tejas Thakker	0

M. Dematerialisation of Shares and Liquidity:

As on March 31, 2021, 99.31% of the total Equity Share Capital of the Company was held in dematerialised form with NSDL and CDSL under International Securities Identification Number ("ISIN") - INE400G01011.

The break-up of Equity Shares held in dematerialised and physical mode as on March 31, 2021, is as under:

Particulars	No. of Shares	Percentage
Physical	42,700	0.69
Dematerialised Mode ⁽¹⁾ :		
CDSL	28,79,534	46.70
NSDL	32,44,433	52.61
Total	61,66,667	100.00

Note: (1) Entire shareholding of the Promoter and Promoter Group is in Dematerialised form.

N. Reconciliation of Share Capital Audit:

As stipulated under Regulation 76 of SEBI (Depositories and Participants) Regulations, 2018, M/s. Dilip Bharadiya & Associates, Company Secretaries, carry out a quarterly audit for the purpose of reconciliation of the total issued capital, listed capital and the capital held by the depositories in dematerialised form, the details of changes in the Share Capital during each quarter.

Further, an audit report issued in that regard is submitted to the Stock Exchange on quarterly basis and the same is also placed before the Board.

O. Outstanding Global Depository Receipts (“GDRs”)/ American Depository Receipts (“ADRs”)/ Warrants or any convertible instruments, conversion date and likely impact on equity:

Your Company has not issued any GDRs/ ADRs/ Warrants/ convertible instruments and hence, there are no outstanding GDRs/ ADRs/ Warrants or any convertible instruments pending for conversion as on March 31, 2021.

P. Commodity Price Risk/ Foreign Exchange Risk and Hedging Activities:

Your Company does not engage in commodity hedging activities. The foreign currency exposure of the Company, in respect of its imports, borrowings and export receivables, if any, is hedged as per the Forex Policy of the Company. The Company uses a mix of various derivative instruments like forward covers, currency swaps, interest rate swaps or a mix of all.

Q. Share Transfer System:

Your Company has an appropriate share transfer system. Requests for transfer of shares held in physical form can be lodged with the RTA of the Company. If documents are complete in all aspects then the request is generally processed within 15 days of the receipt of the documents.

Transfers in electronic form are much simpler and quicker as the Shareholders have to approach their respective Depository Participants and the transfers are processed by NSDL/ CDSL, as the case may be, with no requirement of any separate communication to be made to the Company.

RTA of your Company ensures compliance with all the procedural requirements with respect to transfer, transmission and transposition of shares and formalities with respect to name deletion, sub-division, consolidation, renewal, exchange and endorsement of share certificates. Further, as stipulated under Regulation 40(9) of the SEBI Listing Regulations, the RTA also obtains a half yearly certificate in that regard from M/s. Dilip Bharadiya & Associates, Company Secretaries and the same is filed with the stock exchange.

R. Investor Service and Grievance Handling Mechanism:

A robust mechanism is established by your Company which ensures efficient service to the investors, pro-active handling of investor correspondences and redressal of grievances in an expeditious manner. This mechanism is handled by the Compliance Officer of your Company and the RTA.

During the Financial Year 2020-21, the Company did not receive any complaints.

S. Company’s Recommendations to the Shareholders:

1. Open Demat Account and Dematerialise your shares

Shareholders may consider converting their physical holdings into dematerialised form and avail the benefits of dealing in Shares in demat form. There are various other benefits such as immediate transfer of shares, no stamp duty payable on transfer of shares held in dematerialised form and avoidance of risks associated with physical certificates such as forged transfers, fake certificates and bad deliveries.

2. Consolidation of folios and avoidance of multiple mailing

In order to enable the Company to reduce costs and duplicity of efforts for providing services, Shareholders who have more than one folio/ demat account in the same order of names, are requested to consolidate their holdings under one folio/ demat account. They may write to the RTA/ Depository Participant (“DP”) in that regard. This would facilitate one-stop tracking of all corporate benefits on the shares and would reduce time and efforts required to monitor and service multiple folios/ demat accounts.

3. Submit Nomination Form

Shareholders shall register their nominations with the Company, in case of physical shares and with their DP, in case of dematerialised shares, to ensure that their shares are transmitted to their respective nominees without any hassles. They must ensure that nomination made is in the prescribed form and must be witnessed by two witnesses in order to be effective. The said form is available for download from the “Investor Relations” section on the website of the Company i.e. www.hariyanagroup.com.

4. Furnish/ update bank account particulars with the Company/ DP

Shareholders holding the shares in physical form shall furnish/ update their latest bank account number and other details with the Company and those holding the shares in dematerialised form should ensure that correct and updated particulars of their bank account are available with the DP. This would facilitate in receiving direct credits of dividends, refunds etc., from companies and avoid events such as postal delays and loss in transit

5. Intimate/ update contact details

In order to receive communications on corporate actions and other information of the Company, the Investors may consider intimating their contact details (including address) and changes therein, if any, to the Company/ RTA, if shares are held in physical mode or to their DP, if the holding is in electronic mode.

6. Service of documents through electronic means

Your Company holds its Green Initiative in high regard. Pursuant to Section 101 and Section 136 of the Act, Companies can serve Annual Reports and other communications through electronic mode to those Shareholders who have registered their E-mail address either with the Company or with the DPs.

Accordingly, Shareholders who have not registered their e-mail addresses so far, are requested to register their E-mail address for receiving all communications including Annual Report, Notices, Circulars etc. from the Company electronically, by submitting a duly filled E-Communication Registration Form available on the website of the Company i.e. www.hariyanagroup.com, to RTA or to the Company on its designated E-mail Id i.e. secretarial.hariyana@gmail.com.

7. Exercise caution

Shareholders shall keep the Company/ DP updated on any change with respect to their holdings, to avoid likelihood of fraudulent transfers in case of folios with no movement or where the shareholder has either expired or is not residing at the address registered with the Company.

8. Deal with Registered Intermediaries

Shareholders should transact through a registered intermediary, who is subject to regulatory discipline of SEBI, as it will be responsible for its activities and in case the intermediary does not act professionally, the matter can be taken up with SEBI/ Stock Exchanges.

9. Monitor holdings regularly

Demat account should not be kept dormant for a long period of time. Periodic statement of holdings should be obtained from the concerned DP and holdings should be verified. Where the Shareholder is likely to be away for a long period of time and where the securities are held in electronic form, the Shareholder can make a request to the DP to keep the account frozen, so that there can be no debit to the account till the instruction for freezing the account is countermanded by the Shareholder.

10. Mode of Postage

Share certificates and high value dividend/ interest warrants/ cheques/ demand drafts should not be sent by ordinary post. It is recommended that such instruments are by registered post or courier.

T. Plants/ Divisions of the Company with their locations:**1. Ship Breaking Yard**

Plot No.14, Ship Breaking Yard, Alang, Dist. Bhavnagar, Gujarat - 364001

2. Bhavnagar Division:

Hariyana House, 2165/A-2, 2nd Floor, Sanskar Mandal Chowk, Bhavnagar - 364 002

With effect from 1st July, 2020, Company's branch Office has been shifted to: Hariyana Ship Breakers Limited, Atlanta Building, Plot No 2171-72/C, Opp Joggers Park, G-1 Attabhai Road, Bhavnagar- 364991, Gujarat

U. Address for Correspondence:

1. All Members' correspondence should be forwarded to Link Intime (India) Private Limited, the Registrar and Transfer Agent of the Company or to the Company Secretary at the Registered Office of the Company at the addresses mentioned below.
2. The Company's dedicated e-mail address for Members' Complaints and other communications is secretarial.hariyana@gmail.com.
3. As stated in the SEBI circular dated March 26, 2018, whereby SEBI has issued new policy measures with respect to SEBI Complaints Redress System (SCORES), Members are requested to approach the Company directly at the first instance for their grievances.

Registrar and Share Transfer Agents (R&TA)

Link Intime India Private Limited
Unit: Hariyana Ship-Breakers Limited
C-101, 247 Park, L.B.S. Marg,
Vikhroli (W), Mumbai - 400 083
Ph: 022 - 49186270
Fax: 022 - 49186270
Email: rnt.helpdesk@linkintime.co.in

Registered Office

Hariyana Ship-Breakers Limited
156, Maker Chambers VI, 220 Jamnalal
Bajaj Marg, Nariman Point, Mumbai- 400021
Ph: +91 22 22043211
Fax: +91 22 22043215
E-mail: secretarial.hariyana@gmail.com /
contact@hariyanagroup.com
Website: www.hariyanagroup.com

Investors are requested to make a note of the same.

V. Feedback:

Your feedback is valuable to us to help us serve you better. Members are requested to give us their valuable suggestions, if any, for enhancement of our Investor Services by writing to us/ RTA at the address provided hereinabove.

OTHER DISCLOSURES**A. Details of materially significant related party transactions that may have potential conflict with the interests of the Company at large**

All the Related Party Transactions ("RPTs") entered into by your Company, during the Financial Year 2020-21, were at arm's length and in the ordinary course of business of the Company. All such transactions had prior approval of the Audit Committee and the Board.

However, there were no material significant RPTs that had/ may have potential conflict with the interests of your Company at large.

B. Details of non-compliance by the Company, penalties and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years

Your Company has complied with all applicable provisions of the SEBI Listing Regulations and all other applicable regulations and guidelines issued by SEBI and Stock Exchange. Consequently, there has been no instance of non-compliance with any legal requirements and hence, no penalties or strictures are imposed on your Company by SEBI or the Stock Exchange or any statutory authority on any matter related to the capital markets during the last 3 years.

C. Vigil Mechanism/ Whistle Blower Policy and affirmation that no personnel have been denied access to the Audit Committee

Your Company has in place a Vigil Mechanism/ Whistle Blower Policy which facilitates for direct access to the Management and the Audit Committee of the Board to all Stakeholders to report concerns about any unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or ethics policy. The mechanism provides adequate safeguards against any victimisation of the persons who use this mechanism. It is hereby affirmed that no personnel has been denied access to the Audit Committee.

Also, the Company has adopted "Policy for Prevention of Sexual Harassment at Workplace". This ensures a work environment that is professional and mature, free from animosity and one that reinforces Company's value of integrity, which includes respect for the individual.

D. Other Policies, Programmes and Codes of the Company

1. Corporate Social Responsibility Policy:

In terms of the provisions of Section 135 of the Act and the Companies (Corporate Social Responsibility Policy) Rules, 2014, your Company has adopted Corporate Social Responsibility policy having the following scope:

- Planning project or programmes which a Company plans to undertake falling within the purview of Schedule VII of the Act; and
- Monitoring process of such project or programmes.

2. Policy on Related Party Transactions:

In terms of the provisions of Regulation 23 of the SEBI Listing Regulations, your Company has framed a Policy on RPTs to regulate transactions of the Company with its related parties (as defined and identified under the Act, SEBI Listing Regulations), to ensure high standards of Corporate Governance while dealing with related parties and also to ensure optimum compliance with applicable laws prescribed for RPTs. The policy is also available on the website of the Company i.e. www.hariyanagroup.com.

3. Code of Conduct for Trading in Listed or Proposed to be Listed Securities of Hariyana Ship-Breakers Limited:

This document explains the Code to be observed by all the Connected Persons of your Company as defined under the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, as may be amended from time to time. The Company has revised its Code of Conduct for Trading in Listed or Proposed to be Listed Securities of the Company and is in compliance with the Listing Regulations.

The objective of this Code is to communicate to all the Connected Persons, the Code related to trading in listed or proposed to be listed securities of the Company. It is intended to serve as a guideline to all persons connected with the Company, which they should imbibe and practice, both in letter and spirit, while trading in listed or proposed to be listed securities of the Company.

4. Code of Conduct for Board Members and Senior Management of Hariyana Ship-Breakers Limited:

This Code of Conduct has been framed and adopted by your Company in compliance with the provisions of Regulation 17 of the SEBI Listing Regulations.

The Code incorporates the duties of Independent Directors as laid down in the Act and also helps the Board Members and Senior Managers to observe the highest standards of ethical conduct along with integrity and to work to the best of their ability and judgement.

5. Policy on Preservation of Documents:

In terms of the provisions of Regulation 9 of the SEBI Listing Regulations, your Company has adopted this policy for preservation of documents.

This policy contains guidelines for identifying Documents (as defined under the SEBI Listing Regulations) that need to be maintained, specifies the period of preservation of such Documents and its destruction/disposal. This policy aims to provide efficient and systematic control on the maintenance, periodicity and destruction of business related Documents.

6. Policy for Determining of Material Subsidiary Companies:

Your Company does not have any Subsidiary as on the date of this report and accordingly, it does not have any policy for determining the "Material Subsidiary".

7. Policy for Determination of Materiality of Information or Event:

In terms of the provisions of Regulation 30 of the SEBI Listing Regulations, your Company has adopted this policy for determination of materiality of information or event for facilitating prompt disclosure of material price sensitive information to the Stock Exchange(s) in compliance with the provisions of the SEBI Listing Regulations. This policy acts as a guidance for determining materiality of such price sensitive information and with the objective to ensure prompt disclosure of material price

sensitive information/ event to the Stock Exchange, where the securities of the Company are listed, so that present and potential investors are able to take informed decision relating to their investment in your Company and to avoid creation of false market in the securities of the Company. The policy is also available on the website of the Company i.e. www.hariyanagroup.com.

8. Policy for Archival of Documents

In terms of the provisions of Regulation 30 of the SEBI Listing Regulations, your Company has adopted this Policy for the archival of documents of the Company, to comply with the provisions of the SEBI Listing Regulations w.e.f. April 25, 2016. The policy provides that beyond the Mandatory Hosting Period (i.e. 5 years from the date of each disclosure on the website of your Company), the disclosed information shall be archived for such other additional period as may be required considering the requirement of various statutes, law, regulations etc. and other legal and administrative aspects. The policy is also available on the website of the Company i.e. www.hariyanagroup.com.

9. Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information:

This Code of Conduct has been framed and adopted by the Company in compliance with the provisions of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 "SEBI PIT Regulations", to adhere to each of the Principles of Fair Disclosure for the purposes of Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information, as set out in Schedule A to the SEBI PIT Regulations.

10. Commodity Price Risk and Commodity Hedging Activities

Your Company does not engage in Commodity hedging activities.

11. Details of compliance with mandatory requirements and adoption of non-mandatory requirements

Your Company has complied with all the mandatory requirements of the SEBI Listing Regulations relating to Corporate Governance.

In addition to the same, your Company also strives to adhere and comply with the following discretionary requirement specified under Regulation 27(1) and Part E of the Schedule II of the SEBI Listing Regulations, to the extent applicable:

Reporting of Internal Auditor: The Internal Auditor of your Company directly reports to the Audit Committee on functional matters.

12. Disclosure of Accounting Treatment

The Company has followed all applicable and relevant Accounting Standards while preparing the Financial Statements.

13. Proceeds from Public Issues, Right Issues, Preferential Issues, etc.

During the year, your Company has not raised any proceeds from public issue, rights issue, preferential issues, etc. and hence, there are no unutilised issue proceeds during the year under review.

14. Certificate from Company Secretary in Practice regarding Non-Debarment and Non-Disqualification of Directors

A certificate from Company Secretary in Practice certifying that none of the Directors on the Board of the Company as on March 31, 2021 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any such Statutory Authority, is annexed at the end of this Report.

15. Disclosure in relation to recommendation made by any Committee which was not accepted by the Board

During the year under review, there were no such recommendations made by any Committee of the Board that were mandatorily required and not accepted by the Board.

16. Management

The Management Discussion and Analysis is prepared in accordance with the requirements laid out in Regulation 34 read with Section B of Schedule V of the SEBI Listing Regulations and forms part of the Report of the Board of Directors.

No material transaction has been entered into by your Company with the Promoters, Directors or the Management or relatives, etc. that may have a potential conflict with interests of the Company.

17. Shareholders

According to the Articles of Association, one-third of the Directors retire by rotation and if eligible, seek re-appointment at the AGM. Accordingly, Mrs. Unnati Reniwal will retire in the ensuing 40th AGM of the Company and is eligible for re-appointment. Accordingly, the Board has recommended her re-appointment in the said AGM. The detailed profile of Mrs. Unnati Reniwal is provided in the notice convening the said AGM.

18. Total fees for all services paid to the Statutory Auditors by the Company and its Subsidiaries

Total fees paid by the Company excluding GST thereon, to the Statutory Auditors viz MIS. P.0 Goplani & Associates, Chartered Accountants, Bhavnagar (Firm Registration No. 118023W) and M/s. Lahoti Navneet & Co, Chartered Accountants, Mumbai (Firm Registration No. 116870W), be all entities in the network firm/network entity of which the Statutory Auditors is a part, are as follows:

Sr. No.	Particulars	Amount (Rs. in Lakhs)
1	Audit Fees	4.30
2	Limited Review	-
3	Other Services	-
4	Re-imbursement of Expenses	-
	Total	4.30

19. Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for the Financial Year 2020-21

The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No complaint was received by the Internal Complaints Committee during the year under review and pending as at March 31, 2021, pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

20. The Company has also complied with the requirements of Corporate Governance Report of Paras (2) to (10) mentioned in Part 'C' of Schedule V of the Listing Regulations, disclosed the extent to which the discretionary requirements as specified in Part E of Schedule II of the Listing Regulations and disclosed necessary information as specified in Regulation 17 to 27 and Regulation 46(2) (b) to (i) of the Listing Regulations in the respective places in this Report.

SUBSIDIARY COMPANIES

As on March 31, 2021, your Company does not have any subsidiary.

CEO/ CFO CERTIFICATION

As required under the provisions of Regulation 33 of the SEBI Listing Regulations, Mr. Sanjeev Reniwal – Chief Executive Officer and Mr. Kirti Desai – Chief Financial Officer have reviewed the Audited Financial Results and Cash Flow Statements for the Financial Year ended March 31, 2021 and accordingly have provided a certificate, which is enclosed separately at the end of this Report.

DECLARATION

The declaration from the Managing Director stating that as on March 31, 2021 all the board members and the senior management personnel of the Company have adhered to the code of conduct for F.Y. 2020-21 and the same has been included in this report duly signed by the Managing Director of the Company.

REPORT ON CORPORATE GOVERNANCE

As required under Regulation 27 of the SEBI Listing Regulations, your Company has been duly submitting the quarterly compliance report in the prescribed format and within the required timelines to the Bombay Stock Exchange and the same is available on its website. The said report is also available on the website of the Company i.e. www.hariyanagroup.com.

The Compliance Certificate received from the Statutory Auditors i.e. M/s. P.D. Goplani & Associates, Chartered Accountants, Bhavnagar (Firm Registration No. 118023W) and M/s. Lahoti Navneet & Co, Chartered Accountants, Mumbai (Firm Registration No. 116870W), regarding compliance of Corporate Governance requirements is annexed to this Report.

Further, your Company has complied with the Corporate Government requirements specified in Regulations 17 to 27 and clauses (b) to (i) of Sub-regulation (2) of Regulation 46 and the same has been disclosed in this Report.

On behalf of the Board of Directors
For Hariyana Ship- Breakers Limited

Shantisarup Reniwal
Chairman
(DIN: 00040355)

Rakesh Reniwal
Managing Director
(DIN: 00029332)

Date: July 9, 2021
Place: Mumbai

DECLARATION

As provided under the provisions of Schedule II and Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that all the Directors and Senior Management Personnel of the Company have affirmed the Compliance with the Code of Conduct for the year ended March 31, 2021.

Rakesh Shantisarup Reniwal
Managing Director

Place: Mumbai
Date: July 09, 2021

**CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)
CERTIFICATION**

To
The Board of Directors
Hariyana Ship-Breakers Limited

We have reviewed Audited Financial Statements and the cash flow statement of Hariyana Ship-Breakers Limited ('Company') for the year ended March 31, 2021 and that to the best of our knowledge and belief, we state that;

1. i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the Financial Year ended on March 31, 2021 which are fraudulent, illegal or violate the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps taken or propose to be taken for rectifying these deficiencies.
4. We have indicated to the auditors and the Audit committee
 - i. significant changes, if any, in internal control over financial reporting during the Financial Year ended on March 31, 2021;
 - ii. significant changes, if any, in accounting policies made during the Financial Year ended on March 31, 2021 and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sanjeev Reniwal
Chief Executive Officer

Kirti Desai
Chief Financial Officer

Place: Mumbai
Date: July 9, 2021

Lahoti Navneet & Co.
Chartered Accountants
516, Summit Business Bay, Opp. Cinemax,
Chakala, Andheri (E), Mumbai-400093

P. D. Goplani & Associates
Chartered Accountants
A/104-105, Leela Efcee,
Waghawadi Road, Bhavnagar - 364002

**INDEPENDENT AUDITOR'S CERTIFICATE ON COMPLIANCE WITH THE
CONDITIONS OF CORPORATE GOVERNANCE AS PER PROVISIONS OF CHAPTER IV
OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND
DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 (AS AMENDED)**

To

The Members of HARIYANA SHIP BREAKERS LIMITED

1. The Corporate Governance Report prepared by Hariyana Ship Breakers Limited ("the Company"), contains details as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations") ("applicable criteria") with respect to Corporate Governance for the year ended March 31, 2021. This report is required by the Company for annual submission to the Stock exchange and to be sent to the Shareholders of the Company.

Management's Responsibility

2. The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.
3. The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the Listing Regulations, issued by the Securities and Exchange Board of India.

Auditor's Responsibility

4. Our responsibility is to provide a reasonable assurance in the form of an opinion whether the Company has complied with the condition of Corporate Governance, as stipulated in the Listing Regulation.
5. We conducted our examination of the Corporate Governance Report in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) and the Guidance Note on Certification of Corporate Governance, both issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
7. The procedures selected depend on the auditor's judgement, including the assessment of the risks associated in compliance of the Corporate Governance Report with the

applicable criteria. The procedures include but not limited to verification of secretarial records and financial information of the Company and obtained necessary representations and declarations from directors including independent directors of the Company.

8. The procedures also include examining evidence supporting the particulars in the Corporate Governance Report on a test basis. Further, our scope of work under this report did not involve us performing audit tests for the purposes of expressing an opinion on the fairness or accuracy of any of the financial information or the financial statements of the Company taken as a whole.

Opinion

9. Based on the procedures performed by us as referred in paragraph 7 and 8 above and according to the information and explanations given to us, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations, as applicable for the year ended March 31, 2021, referred to in paragraph 1 above.

Other Matters and Restriction On Use

10. This Report is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.
11. This Report is addressed to and provided to the members of the Company solely for the purpose of enabling it to comply with its obligations under the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this Report for events and circumstances occurring after the date of this Report.

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

CA Sanjay Soni
Partner
M. No. 114835

Mumbai
June 30, 2021

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

CA Prem Goplani
Partner
M. No. 103765

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
 The Members
HARIYANA SHIP-BREAKERS LIMITED
 156, Maker Chambers VI,
 220 Jamnalal Bajaj Marg,
 Nariman Point, Mumbai - 400 021

This Certificate is being issued to the Members of **HARIYANA SHIP-BREAKERS LIMITED**, bearing Corporate Identity Number (CIN) - L61100MH1981PLC024774, having its Registered Office address at 156, Maker Chambers VI, 220 Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400 021 (*"the Company"*) in terms of Regulation 34(3) read with Schedule V para C Clause 10(i) of the Securities Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015 (*"SEBI Listing Regulations"*).

We believe it is the responsibility of the Directors to submit relevant documents with complete and accurate information in accordance with the provisions of the Act and SEBI Listing Regulations.

We have examined the documents and disclosures provided by the following Directors in electronic mode, for the purpose of issuing this Certificate, in accordance with the requirements under the Companies Act, 2013 (*"Act"*) and the SEBI Listing Regulations.

Based on our examination of documents/ information/ explanations provided to us by the Company and such other verifications [including Directors Identification Number (DIN) status at the portal www.mca.gov.in] carried out by us as deemed necessary and adequate, in our opinion and to the best of our information and knowledge, we certify that as on date of this certificate, none of the directors on the Board of the Company, as listed hereunder, for the Financial Year ending on March 31, 2021 have been debarred or disqualified from being appointed or continuing as Directors of the Company by Securities and Exchange Board of India/ Ministry of Corporate Affairs or any such statutory authority.

Directors of the Company		
Sr. No.	Name of the Director	DIN
1.	Rakesh Shantisarup Reniwal	00029332
2.	Shantisarup Ramkumar Reniwal	00040355
3.	Unnati Rakesh Reniwal	00041306
4.	Manohar Hanumants Wagh	02622648
5.	Pradeep Lilaram Bhatia	02903984
6.	Tejasbhai Himmatbhai Thakker	03017277

Ensuring the eligibility for the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future

viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **DILIP BHARADIYA & ASSOCIATES**

DILIP BHARADIYA
F.C.S No. 7956 C.O.P No. 6740
UDIN: F007956C000582013

Place: Mumbai
Date: July 9, 2021

ANNEXURE C

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021

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

To,
The Members,
HARIYANA SHIP-BREAKERS LIMITED

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Hariyana Ship-Breakers Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

On account of ongoing pandemic of COVID - 19 and consequent lockdown as directed by the Central and State Government(s), the process of audit has been modified. Documents/ records / returns / minutes relating to the Financial Year were made available to us in electronic mode and were verified based on the representations received from the company for its accuracy and authenticity. Based on our verification of books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has during the audit period covering the Financial Year ended on March 31, 2021 ("period under review"), complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company as given in **Annexure - I**, for the period under review, according to the applicable provisions of:
 - (i) The Companies Act, 2013 ("the Act") and the Companies Amendment Act, 2017 as amended from time to time and the rules made thereunder *(to the extent applicable)*;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder *(to the extent applicable)*;
 - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder *(to the extent applicable)*;
 - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings *(to the extent applicable)*;

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):-
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Act and dealing with client; and
 - (d) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. We have relied on the representations made by the Company and its officers and report of the Internal Auditor for systems and mechanism formed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company which are stated above very specifically.
3. We have also examined compliance with the applicable clauses of the following:
- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
 - (ii) The Listing Agreements entered into by the Company with BSE Limited ("BSE/ Stock Exchange"), from time to time and the provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

We further report that

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

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

All Resolutions of the Board of Directors and its Committees are approved by the requisite majority and are duly recorded in the respective minutes. Majority decision is carried through, while the dissenting views of the Directors/ Members, if any, are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that the Company had delayed the filing of the Quarterly Financial Results for the Quarter ended June 30, 2020 as per the Regulation 33 of The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 by three days and paid the Late-Submission penalty for the same.

This report is to be read with our letter of even date, which is annexed as **Annexure - II** to this report.

For **DILIP BHARADIYA & ASSOCIATES**

DILIP BHARADIYA
Proprietor
FCS No.: 7956, C P No.: 6740
UDIN: F007956C000585599

Place: Mumbai
Date: July 9, 2021

Annexure - I

List of documents verified

1. Memorandum & Articles of Association of the Company;
2. Annual Report for the Financial Year ended March 31, 2020.
3. Minutes of the meetings of the Board of Directors, Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and Corporate Social Responsibility Committee held during the financial year under review, alongwith the Attendance Registers;
4. Resolutions passed by way of circulation approved by the Board of Directors and its Committees from time to time.
5. Minutes of General Body Meeting held during the financial year under review;
6. Statutory Registers viz.
 - Register of Directors & KMP & Directors Shareholding
 - Register of loans, guarantees and security and acquisition made by the Company
 - Register of Charges
 - Register of Related Party Transaction- Transactions are in the Ordinary Course of Business at Arm's Length Basis.
 - Register of Members;
7. Agenda papers submitted to all the Directors/ Members for the Board and Committee Meetings;
8. Declarations received from the Directors of the Company pursuant to the provisions of Section 184(1), Section 164(2), Section 149(3) and Section 149(7) of the Companies Act, 2013;
9. E-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 1956, if any and Companies Act, 2013, as amended from time to time alongwith the attachments thereof, during the financial year under review.
10. Intimations / documents / reports / returns filed with the Stock Exchanges pursuant to the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Annexure - II

To,
The Members,
HARIYANA SHIP-BREAKERS LIMITED

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

- 1) Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial record. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. We believe that the practices and processes, we followed provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- 4) Where ever required, we have obtained management representation about the compliance of laws, rules, regulations, norms and standards and happening of events.
- 5) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, norms and standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
- 6) The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **DILIP BHARADIYA & ASSOCIATES**

DILIP BHARADIYA
Proprietor
FCS No.: 7956, C P No.: 6740
UDIN: F007956C000585599

Place: Mumbai
Date: July 9, 2021

ANNEXURE D**STATEMENT OF DISCLOSURE OF REMUNERATION**

The information required under Section 197(12) of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

- A. Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2020-21; and
- B. Percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary, if any, for the Financial Year 2020-21:

Sr. No.	Name	Designation	Remuneration for the Financial Year 2020-21	Percentage Increase/ (Decrease) in remuneration in the Financial Year 2020-21 (%)	Ratio of Remuneration of each Director to Median Remuneration of Employees
1.	Rakesh Reniwal	Managing Director	1,800,000	200%	1829.24
2.	Shantisarup Reniwal	Chairman	1,800,000	-	1829.24
3.	Kirti Desai	Chief Financial Officer	690,350	9%	-
4.	Sanjeev Reniwal	Chief Executive Officer	Nil	-	-
5.	Dhwani Dinesh Punamiya	Company Secretary	90,000	-	-

- C. Percentage increase in the median remuneration of employees in the financial year:

There is no increase in the remuneration of employees in the financial year and hence the information cannot be furnished.

- D. Number of permanent employees on the rolls of Company: 12

- E. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Save and except, the payment of remuneration to Mr. Rakesh Reniwal, Managing Director of the Company was increased to Rs. 18,00,000/- p.a. and remuneration of Mr. Kirti Desai , Chief Financial Officer of the Company was increased to Rs. 690,350/- p.a.

Further, during the year under review Mr. Shantisarup Reniwal, Chairman and Executive Director of the Company was paid a remuneration of Rs. 18,00,000/- p.a.

While the average remuneration of the employees of the Company other than Managerial Personnel has no change and hence the information cannot be furnished. Further, such increase/ decrease is not comparable for the reasons as mentioned above

F. Affirmation that the remuneration is as per the remuneration policy of the Company:

It is hereby affirmed that the remuneration paid to:

- Directors, KMP and members of Senior Management is as per Remuneration Philosophy/Policy of the Company; and
- other employees of the Company is as per the Human Resource Philosophy of the Company.

ANNEXURE E**PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO REQUIRED UNDER THE COMPANIES (ACCOUNTS) RULES, 2014 FOR THE YEAR ENDED MARCH 31, 2021.**

The Company makes all efforts towards conservation of energy, protection of environment and ensuring safety.

The particulars as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo is as follows:

A. Health, Safety and Environment:

The Company aims to provide a safe and healthy workplace to our employees, visitors and contract workers and achieve high standards of environment protection. We are certified to the following:

Certificate No./ Standard	Description/Compliance/Requirement
ISO 9001:2008 Quality Management System	Sale of steel, recyclable items from ship and machineries derived from ship recycling and handling of hazardous and non- hazardous material
ISO 14001:2004 Environmental Management System	Selection of vessel for ship recycling, ship recycling including all material on Board of the ship, handling and disposal of hazardous (including asbestos, PCB, oily waste) and non-hazardous wastes and sale of items derived from ship recycling including ferrous and non- ferrous metal, reusable machineries, equipments materials (insulation oil, batteries)
ISO 30000:2009 Ship and Marine Technology - Ship Recycling Management Systems	Safe Environmentally Sound and Green Ship Recycling including hazardous (including asbestos, PCBs, oily waste) and non- hazardous material handling. Also, sale of steels, equipments, machines obtained from the ship
OHSAS 18001:2007 Occupational Health and Safety Management System	Selection of vessel for ship recycling, ship recycling including all material on Board of the ship, handling and disposal of hazardous (including asbestos, PCB, oily waste) and non-hazardous wastes and sale of items derived from ship recycling including ferrous and non- ferrous metal, reusable machineries, equipments materials (insulation oil, batteries)
SHIP-MS-48	Certifying compliance with the standard ISO 30000:2009- Ship Recycling Activities and Sale of Recyclable Material such as steel, equipment, machineries and other materials obtained from ship
EU SRR 034	Certifying compliance with the requirements set out in Article 13 of Regulation (EU) No. 1257/2013 of the European

	Parliament and of the Council 20 November 2013 on ship recycling and amending Regulation (EC) No. 1013/2006 and Directive 2009/16/EC
IRQS/1721605	Statement of compliance under the provisions of Hong Kong International Convention for the Safe and Environmentally Sound Recycling of Ships, 2009

Also, the Company has been confirmed as a firm engaged in ship recycling and that the operations and procedures that are in place at the facility are in accordance with IMO Resolution MEPC. 210(63) – 2012 Guidelines for Safe and Environmentally Sound Ship Recycling, giving recommendation for the Safe and Environmentally Sound Recycling of Ships and implementation of the Hong Kong International Convention 2009.

The Company has been compliant under applicable provisions of the Water (Prevention and Control of Pollution) Act, 1974, Air (Prevention and Control of Pollution) Act, 1981 and Hazardous Waste (Management Handling and Transboundary Movement) Rules 2008.

Further, the Company is a valid member of Gujarat Enviro Protection & Infrastructure Ltd. (Unit Alang) for Integrated Common Hazardous Waste Management Facility

B. Conservation of energy:

1. the steps taken or impact on conservation of energy;
2. the steps taken by the Company for utilising alternate sources of energy;

In light of the global challenges concerning energy security, the Company considers energy management as one of the key components of its responsible business strategy. The Company recognized the importance of energy conservation in decreasing the deleterious effects of global warming and climate change. The Company has implemented various initiatives for the conservation of energy and all efforts are made to minimize energy costs. Company is engaged in Ship Breaking, trading in metal scrap, graphite electrodes and other industrial inputs. No significant power consumption is required in ship breaking industry as major portion in production process consist of non-mechanical processes. However, industrial gases are used in ship dismantling activities and the Company has taken various measures to control the consumption of fuel and energy.

3. the capital investment on energy conservation equipments;

The Company is taking adequate steps to conserve energy though no such capital investment has been made.

C. Technology absorption:

The Company continues to adopt and use the latest technologies to improve the productivity and quality of its services and products. The Company's operations do not require significant absorption of technology. There has been no import of technology in FY 2020-21.

D. Foreign exchange earnings and Outgo:

In Lakhs

Particulars	Current Year		Previous Year	
	USD	INR	USD	INR
Foreign Exchange Earnings	-	-	-	-
Foreign Exchange Outgo	130.36	9811.39	146.06	10412.75

ANNEXURE F**ANNUAL REPORT ON CSR ACTIVITIES**

Annual Report on CSR activities for the financial year April 01, 2020 to March 31, 2021

A. Brief outline on CSR policy of the Company:

The Board has, with a vision “to actively contribute to the social and economic development of the communities in which your Company operates and in doing so, build a better, sustainable way of life for the weaker sections of society and raise the country’s human development index”

The CSR Policy of the Company also mentions the process to be implemented with respect to the identification of projects and philosophy of the Company, alongwith key endeavours and goals i.e.,

- Education - to spark the desire for learning and knowledge;
- Health care - to render quality health care facilities to people living in the villages and elsewhere;
- Sustainable Livelihood - to provide livelihood in a locally appropriate and environmentally sustainable manner;
- Infrastructure Development - to set up essential services that form the foundation of sustainable development; and
- Social Cause - to bring about the Social Change we advocate and support.

B. Composition of CSR Committee:

Sr. No.	Name of Director	Designation / Nature of directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Rakesh Reniwal	Managing Director - Chairperson	2	2
2.	Mr. Pradeep Bhatia	Independent Director - Member	2	2
3.	Mr. Tejas Thakker	Independent Director - Member	2	1

C. Provide the weblink where Composition of CSR committee, CSR policy and CSR projects approved by the Board are disclosed on the website of the company:

The Board after taking into account the recommendations of the Corporate Social Responsibility (CSR) Committee of the Board has approved the CSR policy. The

Composition of the CSR committee, CSR policy and the CSR projects are also displayed on the website www.hariyanagroup.com

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

Not Applicable as the CSR obligation of the company for the period under review is NIL as against the prescribed threshold limit to undertake impact assessment.

- E. 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:

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

- F. Average net profit of the Company as per section 135(5):

In Lakhs

Financial Year 2017-18	173.79
Financial Year 2018-19	279.29
Financial Year 2019-20	(687.65)
Average Net Profit/ (Loss) before tax of the company for the Last 3 Financial Years	(78.19)

- G.

1. Two percent of Average net profit of the Company as per section 135(5) - (1.56 Lakhs)

As the average net profit of the Company for the last three years was negative, the Company is not required to spend money for CSR activities in the financial year 2020-21 as per the Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended, and the CSR policy adopted by the Company.

2. Surplus arising out of the CSR projects/programmes or activities for the financial year - NA
3. Amount required to be set off for the financial year, if any - NA
4. Total CSR obligation for the financial year (G1+G2+G3) - Nil

H.

1. CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year.	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6) (in Rs.)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5) (in Rs.)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
-----Nil-----					

2. Details of CSR amount spent against ongoing projects for the financial year:

1	2	3	4	5		6	7	8	9	10	11	
Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration Number
-----NIL-----												

3. Details of CSR amount spent against other than ongoing projects for the financial year:

1	2	3	4	5		6	7	8	
Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project	Mode of Implementation Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration Number
-----NIL-----									

4. Amount spent in Administrative Overheads: Nil

5. Amount spent on Impact Assessment, if applicable - Not applicable for FY 20-21

6. Total Amount Spent for the Financial Year (H2+H3+H4+H5) - Nil

7. Excess amount for set off, if any

Sr. No.	Particulars	
i.	Two percent of average net profit of the Company as per section 135(5)	(1.56 Lakhs)*
ii.	Total amount spent for the Financial Year	Nil
iii.	Excess amount spent for the financial year [(ii)-(i)]	NA
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)]	Nil

*As the average net profit of the Company was negative, the Company is not required to spend money for CSR activities in the financial year 2020-21 as per the Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended and the CSR policy adopted by the Company.

I.

1. Details of Unspent CSR amount for the preceding three financial years:

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

*There was no unspent CSR amount in the Company after the introduction of the Companies (Corporate Social responsibility Policy) Amendment Rules, 2021

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

1	2	3	4	5	6	7	8	9
Sr. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount Allocated for the Project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of Reporting Financial Year (in Rs.)	Status of the project - Completed /Ongoing.
-----NIL-----								

J. In case of creation or acquisition of asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year:

1. Date of creation or acquisition of the capital asset(s) - Nil
2. Amount of CSR spent for creation or acquisition of capital asset - Nil

3. Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc. – NA
4. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) – NA

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

As per the CSR policy approved by the Board and Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended, the CSR budget allocation of the Company shall be at least 2 % of the average net profits of the Company made during the three immediately preceding financial years.

As the average net profit of the Company for the last three years was in the negative zone, the Company is not required to spend money for CSR activities in the financial year 2020-21 as per the policy adopted by the Company and as per Section 135 of the Companies Act, 2013.

As the Company has come back to the profitability path in the past financial years, the Company is committed and obliged to spend CSR activities for areas / subjects / project covered under Schedule VII, as part of the CSR policy adopted by the Company. Within the frame, the Company will identify/ continue to take steps to identify areas / subjects / projects, either directly or jointly by such entities as permitted in the rules or through implementation agencies/institutions with an established track record of at least 3 financial years in undertaking similar projects or programs as part of the CSR initiative.

Lahoti Navneet & Co.
Chartered Accountants
516, Summit Business Bay, Opp. Cinemax,
Chakala, Andheri (E), Mumbai-400093

P. D. Goplani & Associates
Chartered Accountants
A/104-105, Leela Efcee,
Waghawadi Road, Bhavnagar – 364002

INDEPENDENT AUDITOR'S REPORT

To the members of **Hariyana Ship Breakers Limited**
Report on the audit of the standalone financial statements

Opinion

We have audited the accompanying standalone financial statements of **Hariyana Ship Breakers Limited**, ("the Company") which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), statement of changes in equity and statement of cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year ended.

Basis for Opinion

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

Key Audit Matters

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

Key Audit Matter	Auditor's Response
<u>Evaluation of uncertain tax positions</u> The Company has material uncertain tax positions including matters under dispute which involves significant judgment to	Our audit procedures included, among others, the following: - Obtained details of completed tax assessments and demands for the year

<p>determine the possible outcome of these disputes.</p>	<p>ended March 31, 2021 from management.</p> <ul style="list-style-type: none"> - Obtained understanding of key uncertain tax positions. - Discussed with appropriate senior management and evaluated management's underlying key assumptions in estimating the tax provisions. - Assessed management's estimates of the possible outcome of the disputed cases.
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Information Other than the Standalone Financial Statements and Auditor's Report Thereon

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

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

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management and those charged with governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the 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 under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

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

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure - A statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

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

- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. the balance sheet, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the cash flow statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, and except for the effects of our qualified opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act.
- e. on the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report; and
- g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. the Company has disclosed impact of pending litigations which could materially impact its financial statements - *Refer Note 3.8 of the Standalone Financial Statements;*
 - ii. the Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. there has been no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
- h. In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

CA Sanjay Soni
Partner
M. No. 114835
UDIN : 21114835AAAAGT6376

CA Prem Goplani
Partner
M. No. 103765
UDIN : 21103765AAAABJ7011

Mumbai
June 30, 2021

Annexure A to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the Standalone Financial Statements for the year ended March 31, 2021, we report that:

- i)
 - a) The Company has maintained proper records showing the full particulars, including the quantitative details and situation of its fixed assets.
 - b) All the assets have not been physically verified by the management during the year, but as per the information and explanations provided to us, there is a regular programme of physical verification, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management and no material discrepancies have been noticed on such physical verification.
 - c) According to information and explanations given to us by the management, the title deeds of immovable properties, as disclosed in Note 1.1 on property, plant and equipment to the standalone financial statements, are held in the name of the Company, *except for* :

Title deeds of warehouse/godown with net carrying amount of Rs. 25.90 Lakhs, is held in the name of director of the company.

In case of Green Plot Development (Alang), the company has done redevelopment work on a lease hold plot at Alang (Alang Ship Breaking Yard, Alang).
- ii) The physical verification of inventory has been conducted at reasonable intervals by the management during the year. In our opinion, the frequency of verification is reasonable and no material discrepancies were noticed on such physical verification. However, as regards stock of raw materials, the company is mainly engaged in ship breaking activities and old and used ships are its main raw materials. Ascertaining actual weight of ship at the time of purchase and thereafter; is not possible due to its nature and size, loss of weight on account of corrosion and other factors during the usage of the ship and its voyage for long period of the years. Inventory of raw materials at the end of the year is ascertained by reducing the weight of the scrap sold together with the estimated wastage of the material.
- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it, as applicable.

- v) According to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of sections 73 to 76 of the act and the rules framed there under to the extent notified.
- vi) Pursuant to the rules made by the Central Government of India, the company is required to maintain cost records as specified under section 148(1) of the act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate complete.
- vii) a) In our opinion and according to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax and other material statutory dues, as applicable, with the appropriate authorities and no such undisputed amounts were in arrears for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income-tax, sales-tax, wealth-tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax as at March 31, 2021, which have not been deposited on account of any dispute, are as follows:

Name of the authority (where the dispute is pending)	Related period	Nature	Amount
Hon. ITAT, Mumbai	AY 2007-08	Income Tax	Rs.3,96,780
Hon. CIT (Appeal)-8, Mumbai	AY 2014-15	Income Tax	Rs.98,53,510
Hon. CIT (Appeal)-8, Mumbai	AY 2016-17	Income Tax	Rs.85,52,117
Hon. CIT (Appeal)-8, Mumbai	AY 2012-13	Income Tax	Rs.1,39,71,750

- viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to any bank or financial institution. The Company has not taken any loan from government.
- ix) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loan during the year under report.
- x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.

- x) The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii) As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii) According to the information and explanations given to us by the management, the Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of related party transactions have been disclosed in the standalone financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act.
- xiv) According to the information and explanations given by the management and based on the examinations of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv) In our opinion and according to the information and explanations given to us by the management, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi) According to the information and explanations given to us by the management, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

CA Sanjay Soni
Partner
M. No. 114835
UDIN : 21114835AAAAGT6376

Mumbai
June 30, 2021

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

CA Prem Goplani
Partner
M. No. 103765
UDIN : 21103765AAAABJ7011

Annexure B to the Independent Auditors' Report**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited, the internal financial controls with reference to financial statements of **Haryana Ship Breakers Limited** ("the Company") as of March 31, 2021 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

CA Sanjay Soni
Partner
M. No. 114835
UDIN : 21114835AAAAGT6376

Mumbai
June 30, 2021

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

CA Prem Goplani
Partner
M. No. 103765
UDIN : 21103765AAAABJ7011

Standalone Balance Sheet as at March 31, 2021
Rs. In Lakhs

Particulars	Note No.	As at	
		March 31, 2021	March 31, 2020
ASSETS			
Non-Current Assets			
Property, Plant And Equipment	1.1	1,011.54	853.02
Capital Work - in - Progress	1.2	174.87	154.54
Investment Property	1.3	235.47	242.65
Other Intangible Assets	1.4	0.10	0.14
Financial Assets		-	-
(i) Investments	1.5	11,426.36	12,193.68
Other Non Current Asset	1.6	134.44	134.45
		12,982.78	13,578.47
Current Assets			
Inventories	1.7	7,944.96	1,189.88
Financial Assets		-	-
(i) Trade Receivable	1.8	164.76	89.02
(ii) Cash And Cash Equivalents	1.9	4,223.26	48.04
(iii) Loans	1.10	1,319.00	1,319.00
(iv) Other Financial Assets	1.11	0.57	0.64
Other Current Assets	1.12	418.70	274.26
		14,071.25	2,920.84
Total Assets		27,054.03	16,499.31
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	1.13	616.67	616.67
Other Equity	1.14	12,959.84	11,973.46
		13,576.51	12,590.13
Non-Current Liabilities			
Financial Liabilities		-	-
(i) Borrowings	1.15	53.60	-
Provisions	1.16	8.02	3.39
Deferred Tax Liabilities (Net)	1.17	100.14	91.06
Other Non Current Liabilities	1.18	2.10	2.30
		163.85	96.75
Current Liabilities			
Financial Liabilities		-	-
(i) Borrowings	1.19	-	715.28
(ii) Trade Payables	1.20	11,175.28	2,477.71
Other Current Liabilities	1.21	1,528.72	616.33
Provisions	1.22	21.44	3.11
Current Tax Liabilities (Net)	3.1	588.23	0.01
		13,313.67	3,812.43
Total Equity and Liabilities		27,054.03	16,499.31

The accompanying notes are an integral part of the Standalone financial statements

As per our report of even date

For Lahoti Navneet & Co.

Chartered Accountants

FRN : 116870W

CA Sanjay Soni

Partner

Membership No. 114835

Place: Mumbai

Date : June 30, 2021

For P. D. Goplani & Associates

Chartered

FRN : 118023W

CA Prem Goplani

Partner

Membership No. 103765

For and on behalf of the Board
Hariyana Ship Breakers Limited
Shantisarup Reniwal

Director

DIN: 00040355

Kirti Desai

Chief Financial Officer

Place: Mumbai

Date : June 30, 2021

Rakesh Reniwal

Director

DIN: 00029332

Dhwani Punamiya

Company Secretary

Standalone Statement of Profit and Loss for the year ended March 31, 2021
Rs. In Lakhs

Particulars	Note No.	For the year ended	
		March 31, 2021	March 31, 2020
Income			
Revenue from operations	2.1	14,821.47	12,650.84
Other Income	2.2	1,503.23	1,150.91
Total Income		16,324.70	13,801.75
Expenses			
Cost of raw materials consumed	2.3	4,996.66	10,616.39
Purchase of Stock-in-trade	2.4	14,689.13	2,714.49
Changes in the inventories of Finished Goods, Stock In Trade and Work - In Progress	2.5	-5,608.87	-
Employee benefits expense	2.6	229.74	252.78
Finance costs	2.7	176.77	131.29
Depreciation and amortisation expense	1.1, 1.3, 1.4	68.61	56.48
Other Expenses	2.8	224.49	679.28
Total expenses		14,776.52	14,450.71
Profit before tax		1,548.18	-648.96
Exceptional Items		-	-
Profit before tax		1,548.18	-648.96
Tax Expenses :			
Current Tax		551.06	11.27
Deferred Tax	3.1	9.56	24.40
Total tax expense		560.62	35.67
Profit for the year		987.57	-684.63
Other comprehensive income			
<i>Items not to be reclassified to profit or loss :</i>			
- Re-measurement gain/ (loss) on defined benefit plans		-1.67	2.67
- Tax (charge)/ credit on above		0.49	-0.74
Total other comprehensive income		-1.19	1.92
Total comprehensive income for the year		986.38	-682.71
Earning per equity share [face value Rs.10/- each]			
Basic		16.01	(11.10)
Diluted		16.01	(11.10)
<i>(Refer Note 3.3)</i>			

The accompanying notes are an integral part of the Standalone financial statements

As per our report of even date

For Lahoti Navneet & Co.

Chartered Accountants

FRN : 116870W

For P. D. Goplani & Associates

Chartered Accountants

FRN : 118023W

For and on behalf of the Board

Hariyana Ship Breakers Limited

Shantisarup Reniwal

Director

DIN: 00040355

Rakesh Reniwal

Director

DIN: 00029332

CA Sanjay Soni

Partner

Membership No. 114835

CA Prem Goplani

Partner

Membership No. 103765

Kirti Desai

Chief Financial Officer

Dhwani Punamiya

Company Secretary

Place: Mumbai

Date : June 30, 2021

Place: Mumbai

Date : June 30, 2021

Standalone statement of Cash flow for the year ended on March 31, 2021
Rs. In Lakhs

Particulars	Year Ended	
	March 31, 2021	March 31, 2020
Cash flow from operating activities		
Profit before tax	1,546.51	-646.30
Adjustment for :	-	-
Depreciation and amortisation expense	68.61	56.48
Finance cost	176.77	131.29
Interest income	-1,382.55	-1,524.22
Provision for doubtful debts	0.08	0.08
(Profit)/ Loss from partnership firms	279.72	626.13
Operating profit before working capital changes	689.14	-1,356.53
Adjustments for working capital changes:	-	-
Decrease / (Increase) in Trade and other receivables	-220.18	1,225.79
Decrease / (Increase) in Inventories	-6,755.08	8,144.66
(Decrease) / Increase in Trade and other payables	10,220.95	-9,396.73
Cash generated/ (used) in operations	3,934.83	-1,382.82
Direct taxes paid	-551.06	-11.27
Net Cash generated from/(used in) operating activities [A]	3,383.77	-1,394.08
Cash Flow from investing activities	-	-
Purchase of fixed assets (including capital advances)	-243.99	-341.93
Proceeds from sale of fixed assets	3.75	-
(Purchase) / Proceeds of non - current investments (Net)	767.32	884.21
(Profit)/ Loss from partnership firms	-279.72	-626.13
Interest received	1,382.55	1,524.22
Net cash generated from/(used in) investing activities [B]	1,629.91	1,440.37
Cash flow from financing activities	-	-
Proceeds from short term borrowings, net	53.60	-
Finance cost	-176.77	-131.29
Net cash generated from/(used in) financing activities [C]	-123.18	-131.29
	-	-
Net increase/(decrease) in cash & cash equivalents [A+B+C]	4,890.50	-85.01
Cash & cash equivalents at the beginning of the year	-667.24	-582.24
Cash & cash equivalents at the end of the year	4,223.26	-667.24

Notes :
1. Reconciliation of cash and cash equivalents as per the cash flow statement :

Particulars	March 31, 2021	March 31, 2020
Cash and Cash Equivalents (Note 1.9)	4,223.26	48.04
Bank Overdrafts (Note 1.18)	-	-715.28
Balances as per the statement of cash flow	4,223.26	-667.24

2. The above cashflow statement has been prepared under the 'indirect method' as set out in the Indian Accounting Standard - 7 "Statement of Cash Flows".

3. Figures of previous year have been regrouped, wherever necessary, to make them comparable.

The accompanying notes are an integral part of the Standalone financial statements

As per our report of even date

For Lahoti Navneet & Co.

Chartered Accountants

FRN : 116870W

For P. D. Goplani & Associates

Chartered Accountants

FRN : 118023W

For and on behalf of the Board

Haryana Ship Breakers Limited

Shantisarup Reniwal

Director

DIN: 00040355

Rakesh Reniwal

Director

DIN: 00029332

CA Sanjay Soni

Partner

Membership No. 114835

CA Prem Goplani

Partner

Membership No. 103765

Kirti Desai

Chief Financial Officer

Dhwani Punamiya

Company Secretary

Place: Mumbai

Date : June 30, 2021

Place: Mumbai

Date : June 30, 2021

Standalone Statement of Changes in Equity for the year ended March 31, 2021

Particulars	Rs. In Lakhs	
	Amount	
A) Equity Share Capital		
Balance as at April 1, 2019		616.67
Changes in Equity share capital during the year		-
Balance as at March 31, 2020		616.67
Balance as at April 1, 2020		616.67
Changes in Equity share capital during the year		-
Balance as at March 31, 2021		616.67

B) Other Equity

Particulars	Attributable to the equity holders of the Company					Total
	Securities Premium	Capital Reserves	General Reserves	Capital Redemption Reserves	Retained Earnings	
Balance as at April 1, 2019	140.38	893.61	374.25	500.00	10,747.92	12,656.17
Additions during the year:						
Profit for the year	-	-	-	-	-	-
Items of OCI for the year, net of tax-	-	-	-	-	-684.63	-684.63
Remeasurement benefit of defined benefit plans (net of taxes)	-	-	-	-	1.92	1.92
Balance as at March 31, 2020	140.38	893.61	374.25	500.00	10,065.22	11,973.46
Balance as at April 1, 2020	140.38	893.61	374.25	500.00	10,065.22	11,973.46
Additions during the year:						
Profit for the year	-	-	-	-	-	-
Items of OCI for the year, net of tax-	-	-	-	-	987.57	987.57
Remeasurement benefit of defined benefit plans (net of taxes)	-	-	-	-	-1.19	-1.19
Balance as at March 31, 2021	140.38	893.61	374.25	500.00	11,051.60	12,959.84

The accompanying notes are an integral part of the Standalone financial statements

As per our report of even date

For Lahoti Navmeet & Co.

Chartered Accountants

FRN : 116870W

For P. D. Goplani & Associates

Chartered Accountants

FRN : 118023W

Hariyana Ship Breakers Limited

Shantisarup Reniwal

Director

DIN: 00040355

Rakesh Reniwal

Director

DIN: 00029332

CA Sanjay Soni

Partner

Membership No. 114835

CA Prem Goplani

Partner

Membership No. 103765

Kirti Desai

Chief Financial Officer

Place: Mumbai

Date : June 30, 2021

Place: Mumbai

Date : June 30, 2021

Dhwani Punamiya

Company Secretary

Notes forming part of the Standalone Financial Statements**Note 1 : Company information**

Hariyana Ship Breakers Limited is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company has its primary listing on BSE Limited. During the year, the Company was engaged in the ship breaking business and trading activities in HR Coils. However, as and when any surplus fund are available, the same is given on interest to other parties and also invested in the shares and securities to earn short term and long term capital gains.

The standalone financial statements were authorised for issue in accordance with a resolution of the directors on June 30, 2021.

Note 2 : Significant accounting policies

The significant accounting policies applied by the Company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

Basis of preparation and presentation :

The financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, as amended from time to time and other relevant provisions of the Act.

The financial statements have been prepared under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair value by Ind AS.

The outbreak of Corona virus (COVID-19) is causing significant disturbance and slowdown of economic activity in India and across the Globe. The Company has evaluated impact of this pandemic on its business operations. Based on its review and current indicators of economic condition there is no significant impact on its financial results and carrying value of Assets and its status as going concern, the Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

a) Use of estimates and judgments

In the preparation of financial statements, the Company makes judgments in the application of accounting policies; and estimates and assumptions which affects the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are included in the following notes:

- i) Note 1.1 - Property, plant and equipment - useful life and impairment

- ii) Note 3.1 - Recoverability/recognition of deferred tax assets
- iii) Note 3.2 - Assets and obligations relating to employee benefits
- iv) Note 3.10 - Provisions and contingent liabilities
- v) Estimation of uncertainties relating to the global health pandemic from COVID-19.

The COVID – 19 pandemic has been rapidly spreading throughout the world, including India. Governments around the world including India have been taking significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions in activities. The Company is monitoring the situation closely taking into account directives from the Government. Given the effect of these lockdowns on the overall economic activity in India and in particular on the ship breaking industry, the impact assessment of COVID-19 on the above-mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and, accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial results.

b) Current / Non-Current Classification

The Company presents assets and liabilities in the balance sheet based on current and non-current classification.

An asset is treated as current when it is:

- a) expected to be realised or intended to be sold or consumed in normal operating cycle;
- b) held primarily for the purpose of trading;
- c) expected to be realised within twelve months after the reporting period; or
- d) cash or cash equivalent unless restricted from being exchanged or used to settle a

liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when it is:

- a) expected to be settled in normal operating cycle;
- b) held primarily for the purpose of trading;
- c) due to be settled within twelve months after the reporting period; or
- d) there is no unconditional right to defer the settlement of the liability for at least twelve

months after the reporting period.

All other liabilities are classified as non-current.

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

c) Property, Plant and Equipment

All the items of property, plant and equipment are stated at cost, or deemed cost applied on transition to Ind AS, less accumulated depreciation and accumulated impairment losses, if any.

Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Depreciation on Property, Plant and Equipment is provided on the straight-line method over the useful lives of the assets estimated by the management. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Useful lives and residual values of assets are reviewed periodically.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

An item of property, plant and equipment and any significant part is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognized.

d) Intangible Assets

Software and Website costs are included in the balance sheet as intangible assets when it is probable that associated future economic benefits would flow to the Company. In this case they are measured initially at purchase cost and then amortised on a straight-line basis over their estimated useful lives. All other costs on patents, trademarks and software are expensed in the statement of profit and loss as and when incurred.

e) Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured in accordance with Ind AS 16's requirements for cost model.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognized.

f) Impairment

At each balance sheet date, the Company reviews the carrying value of its property, plant and equipment and intangible assets to determine whether there is any indication that the carrying value of those assets may not be recoverable through continuing use. If any such indication exists, the recoverable amount of the asset is reviewed in order to determine the extent of impairment loss, if any. Where the asset does not generate cash flows that are independent from other assets, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. An impairment loss is recognised in the statement of profit and loss as and when the carrying value of an asset exceeds its recoverable amount.

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

g) Leases

The Company determines whether an arrangement contains a lease by assessing whether the fulfillment of a transaction is dependent on the use of a specific asset and whether the transaction conveys the right to control the use of that asset to the Company in return for payment.

As a lessee

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. The Company does not have any arrangement during or at the reporting period that can be classified as finance lease.

Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term except in the case where incremental lease reflects inflationary effect in which case, lease expense is accounted by actual rent for the period.

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

h) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

i) Provisions & Contingent Liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of

one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

j) Inventories

Inventories of Raw Materials (Ships) are stated at Cost. Cost comprises all cost of purchase, cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

Costs are determined on FIFO basis.

In ship recycling units, the weight of the ship purchased is accounted in terms of LDT/MT of the ship at the time of its construction. Ascertaining of weight of ship at the time of purchase is not possible due to its nature and size. There is loss of weight on account of corrosion and other factors during the usage of the ship and its voyage for long period of the years. Inventory at the close of the year is ascertained by reducing the weight of the scrap sold together with the estimated wastage of the material.

Consumable stores and spares are written off at the time of purchase itself.

k) Employee Benefit Expense

- *Defined contribution plans*

Contributions under defined contribution plans are recognised as expense for the period in which the employee has rendered service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

- *Defined benefit plans*

For defined benefit retirement schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each year-end balance sheet date. Remeasurement gains and losses of the net defined benefit liability/(asset) are recognised immediately in other comprehensive income. The service cost and net interest on the net defined benefit liability/(asset) are recognised as an expense within employee costs.

Past service cost is recognised as an expense when the plan amendment or curtailment occurs or when any related restructuring costs or termination benefits are recognised, whichever is earlier.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations as reduced by the fair value of plan assets.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognized based on actuarial valuation at the present value of the obligation as on the reporting date.

l) Taxes

The tax expenses for the period comprises of current tax and deferred income tax.

Current Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered

from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred Tax

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying value of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the balance sheet liability method.

Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

The carrying value of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying value of its assets and liabilities.

Deferred tax assets and liabilities are offset to the extent that they relate to taxes levied by the same tax authority and there are legally enforceable rights to set off current tax assets and current tax liabilities within that jurisdiction.

Current and deferred tax are recognised as an expense or income in the statement of profit and loss, except when they relate to items credited or debited either in other comprehensive income or directly in equity, in which case the tax is also recognised in other comprehensive income or directly in equity.

m) Investments in subsidiaries, associates

Investments in subsidiaries, associates and joint ventures are carried at cost/deemed cost applied on transition to

Ind AS, less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of investment is assessed and an impairment provision is recognised, if required immediately to its recoverable amount. On disposal of such investments, difference between the net disposal proceeds and carrying amount is recognised in the statement of profit and loss.

n) Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial Assets

- *Initial recognition and measurement*

All financial assets, except investment in subsidiaries and associate, are recognised initially at fair value. Transaction costs that are attributable to the acquisition or issue of financial asset, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

- *Subsequent measurement*

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

- a) *Financial Assets measured at Amortised Cost*

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise to cash flows on specified dates that represent solely payments of principal and interest on the principal amount outstanding.

- b) *Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)*

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

- c) *Financial Assets measured at Fair Value Through Profit or Loss (FVTPL)*

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

- *Other Equity Investments*

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss. Dividend on such equity investments are recognised in Statement of Profit and loss when the Company's right to receive payment is established.

However, investment in partnership firms are carried at cost/ deemed cost applied on transition to Ind AS, less accumulated impairment losses, if any.

- *Impairment of Financial Assets*

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Expected Credit Losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognized from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

Financial Liabilities

- *Initial recognition and measurement*

All Financial Liabilities are recognized at fair value and in case of borrowings, net of directly

attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

- *Subsequent measurement*

Financial Liabilities are carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Derecognition of Financial Instruments

The Company derecognises a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial liability (or a part of a Financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

o) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The financial instruments are categorised into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs based on unobservable market data.

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including Discounted Cash Flow Model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risks, credit risks and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Further details are set out in Note 3.5.

p) Revenue recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

The specific recognition criteria described below must also be met before revenue is recognised.

Sale of products

Revenue from the sale of products is recognised when the significant risks and rewards of ownership of the products have passed to the buyer, usually on delivery of the products. Revenue from the sale of products is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

Interest income

Interest Income from a Financial Assets is recognised using effective interest rate method.

Dividend Income

Dividend Income is recognised when the Company's right to receive the amount has been established.

q) Finance Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

r) Foreign Currencies Transactions

The financial statements of the Company are presented in Indian Rupees ("₹"), which is the functional currency of the Company and the presentation currency for the financial statements.

In preparing the financial statements, transactions in currencies other than the Company's functional currency are recorded at the rates of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are re-translated at the rates prevailing at the end of the reporting period. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

In the case of forward contract, if any, difference between the forward rate and the exchange rate on the transaction date is recognized as income or expenses over the lives of the related contracts. The differential gain/loss is recognised in Statement of Profit and Loss.

s) Earnings Per Share

Basic earnings per share is computed by dividing profit or loss for the year attributable to equity holders by the weighted average number of shares outstanding during the year. Partly paid up shares are included as fully paid equivalents according to the fraction paid up.

Diluted earnings per share is computed using the weighted average number of shares and dilutive potential shares except where the result would be anti-dilutive.

Key Accounting Estimates & Judgements**1 Valuation of deferred tax assets**

The Company reviews the carrying amount of deferred tax assets at the end of each reporting period. The policy has been detailed in Note 2(j), page 265, and its further information are set out in Note 3.1.

2 Defined benefit plan

The cost of the defined benefit plans and other post-employment benefits and the present value of the obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter that is subject to change the most is the discount rate. In determining the appropriate discount rate, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation and extrapolated as needed along the yield curve to correspond with the expected term of the defined benefit obligation.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at intervals in response to demographic changes. Future salary increases are after considering the expected future inflation rates for the country.

Refer to Note 3.2 for further details.

3 Property, Plant and Equipment

The Company reviews the useful life of property, plant and equipment and intangible assets at the end of each reporting period. This reassessment may result in change in depreciation and amortisation expense in future periods. The policy has been detailed in Note 2(C) above.

4 Recoverability of Trade Receivables

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Estimated irrecoverable amounts are derived based on a provision matrix, which takes into accounts various factors such as customer specific risks, geographical region, product type, customer rating, type of customer, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

Notes to the Standalone Financial Statements

A S S E T S	Property Plant and Equipment											Total					
	Factory Land	Building Premises	Godown	Green Plot Development (Alang)	Flat - Madhav Hill	Factory Building	Plant & Machineries	Crane & Commercial Vehicles	Office Equipments	Oxygen Tank	Mobiles		Furniture	Computer	Vehicles		
Gross carrying amount																	
As at April 1, 2019	252.07	2.36	8.07	27.75	12.65	135.07	80.93	97.60	5.59	21.01	0.85	2.12	1.24	102.45	749.76		
Additions	-	0.17	-	9.03	-	-	229.12	4.25	0.43	-	-	-	-	14.00	256.99		
Disposal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
As at March 31, 2020	252.07	2.53	8.07	36.78	12.65	135.07	310.04	101.85	6.02	21.01	0.85	2.12	1.24	116.45	1,006.75		
As at April 1, 2020	252.07	2.53	8.07	36.78	12.65	135.07	310.04	101.85	6.02	21.01	0.85	2.12	1.24	116.45	1,006.75		
Additions	4.64	-	-	-	-	-	13.56	123.92	3.89	-	-	0.32	1.78	75.54	223.66		
Disposal	-	-	-	-	-	-	-	-	-	-	-	-	-	14.19	14.19		
As at March 31, 2021	256.71	2.53	8.07	36.78	12.65	135.07	323.61	225.77	9.91	21.01	0.85	2.44	3.02	177.80	1,216.22		
Accumulated depreciation																	
As at April 1, 2019	-	0.28	2.24	1.14	-	12.18	23.68	38.48	1.59	3.76	0.66	1.27	0.95	18.41	104.62		
Depreciation for the year	-	0.09	0.75	0.97	-	5.62	14.77	12.38	0.74	1.33	-	0.13	0.10	14.64	51.54		
Deduction / Adjustment / Writtent back	-	-	-	-	-	-	1.93	-	-	-	-	0.50	-	-	2.43		
As at March 31, 2020	-	0.37	2.99	2.11	-	17.80	36.52	50.86	2.33	5.09	0.66	0.91	1.04	33.05	153.73		
As at April 1, 2020	-	0.37	2.99	2.11	-	17.80	36.52	50.86	2.33	5.09	0.66	0.91	1.04	33.05	153.73		
Depreciation for the year	-	0.10	0.75	1.17	-	5.94	21.95	13.70	1.01	1.33	-	0.16	0.33	14.96	61.39		
Deduction / Adjustment / Writtent back	-	-	-	-	-	-	-	-	-	-	-	-	-	10.44	10.44		
As at March 31, 2021	-	0.47	3.73	3.28	-	23.75	58.47	64.55	3.34	6.42	0.66	1.07	1.37	37.57	204.68		
Net Carrying Amounts																	
As at March 31, 2020	252.07	2.16	5.09	34.66	12.65	117.26	273.53	51.00	3.69	15.92	0.20	1.21	0.20	83.40	853.02		
As at March 31, 2021	256.71	2.07	4.34	33.50	12.65	111.32	265.14	161.22	6.57	14.59	0.20	1.37	1.66	140.23	1,011.54		

Notes :

1. Green Plot Development at Alang Ship Breaking Yard with net value of Rs. 33.5 Lakhs is on a leasehold land plot.

Note 1.2 : Capital Work In Progress

Rs. In Lakhs

Particulars	Building Premises (Aashiana)
Gross carrying amount	
As at April 1, 2019	69.60
Additions	84.94
Deductions (Transferred to Property, Plant & Equipments)	-
As at March 31, 2020	154.54
As at April 01, 2020	154.54
Additions	20.33
Deductions (Transferred to Property, Plant & Equipments)	-
As at March 31, 2021	174.87
Net carrying amount	-
As at March 31, 2020	154.54
As at March 31, 2021	174.87

Note 1.3 : Investment Property

Particulars	Premises (Other than Factory)	Warehouse	Total
Gross carrying amount			
As at April 1, 2019	247.91	29.72	277.64
Additions	-	-	-
Inter Transfers	-	-	-
Recoupment / Adjustment	-	-	-
Deductions	-	-	-
As at March 31, 2020	247.91	29.72	277.64
As at April 01, 2020	247.91	29.72	277.64
Additions	-	-	-
Inter Transfers	-	-	-
Recoupment / Adjustment	-	-	-
Deductions	-	-	-
As at March 31, 2021	247.91	29.72	277.64
Accumulated depreciation			
As at April 1, 2019	25.49	2.29	27.79
Depreciation for the year	6.43	0.77	7.20
Inter Transfers	-	-	-
Impairment for the year	-	-	-
Deductions	-	-	-
As at March 31, 2020	31.93	3.06	34.98
As at April 01, 2020	31.93	3.06	34.98
Depreciation for the year	6.41	0.76	7.18
Inter Transfers	-	-	-
Impairment for the year	-	-	-
Deductions	-	-	-
As at March 31, 2021	38.34	3.82	42.16
Net carrying amount			
As at March 31, 2020	215.99	26.66	242.65
As at March 31, 2021	209.57	25.90	235.47

Notes :

1. Title of Godown situated at 1929, Iron & Steel Market Yard, Kalamboli, Dist: Raigad with net value of Rs. 25.9 Lakhs is in the name of director of the company.

(a) Information regarding income and expenditure of Investment property

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Rental income derived from Investment Property	6.65	18.35
Direct operating expenses (including repairs and maintenance) generating rental income		
	0.79	1.61
Direct operating expenses (including repairs and maintenance) that did not generate rental income		
	1.92	-
Profit arising from investment property before depreciation and indirect expenses	3.94	16.74
Less : Depreciation	7.18	7.20
Profit arising from investment property before indirect expenses	(3.24)	9.55

The Company has no restrictions on the realisability of its investment property and no contractual obligations to construct or develop investment property or for repairs, maintenance and enhancements.

(b) Fair value of the Investment property are as under:

Fair value	Premises (Other than Factory)	Warehouse (Leasehold)	Total
As at April 1, 2019	222.42	27.43	249.85
Changes in fair value	-6.43	-0.77	-7.20
Purchases	-	-	-
As at March 31, 2020	215.99	26.66	242.65
Changes in fair value	-6.41	-0.76	-7.18
Purchases	-	-	-
As at March 31, 2021	209.57	25.90	235.47

Note 1.4 : Other Intangible Assets		Rs. In Lakhs
Particulars	Website	
Gross carrying amount		
As at April 1, 2019		1.08
Additions		-
Disposal		-
As at March 31, 2020		1.08
As at April 01, 2020		1.08
Additions		-
Disposal		-
As at March 31, 2021		1.08
Accumulated depreciation		
As at April 1, 2019		0.77
Depreciation for the year		0.17
Deduction / Adjustment /Writtent back		-
As at March 31, 2020		0.94
As at April 01, 2020		0.94
Depreciation for the year		0.04
Deduction / Adjustment /Writtent back		-
As at March 31, 2021		0.98
Net Carrying Amounts		
As at March 31, 2020		0.14
As at March 31, 2021		0.10

Note No:- 1.5 Investments Non - Current		As at	
Particulars		March 31, 2021	March 31, 2020
(A) Investment at Cost			
In Subsidiary	Share in Profit/ (Loss)		
Hariyana Air Productcs	95.00%	6.11	86.49
In Associates			
<u>Fixed Capital</u>			
Orchid Lakeview Developers	33.00%	-	1.00
White Mountain	0.00%	-	0.25
Goyal Hariyana Realty	50.00%	0.50	0.50
<u>Current Capital</u>			
Whitefield Projects	40.00%	4.20	4.20
Swastik Developers	33.33%	736.35	675.55
Orchid Lakeview Developers	33.00%	-	163.92
White Mountain	0.00%	-	98.94
Goyal Hariyana Realty	50.00%	10,678.94	10,865.87
In Partnership Firm			
<u>Fixed Capital</u>			
Shree Balaji Associates	5.00%	0.25	0.25
<u>Current Capital</u>			
Shree Balaji Associates	5.00%	-	296.71
In Equity Shares (Unquoted)			
- The Cuffe Persepolis premises of Co-Operative Ltd.		0.00	0.00
1 (PY 1.00) share of Rs.10/- each paid up		-	-
(B) Investment at Fair value through profit and loss (FVTPL):			
- Investment in Shares (Quoted)		0.00	0.00
Inducto Steel Ltd		-	-
10 (PY 10) share of Rs. 10/- each paid up		-	-
	Total	11,426.36	12,193.68

Notes:

a) There are no sales or purchases of long term investments during the year.
 b) The company has resigned during the year from White Mountains. The share of losses of Rs. 6.43 Lakhs till the date of retirement is shown under Other Income as 'Share of profit/(losses) from Partnership firms'. The balance payable amounting to Rs. 6.43 Lakhs in respect of capital overdrawn is shown under Other Current Liabilities as 'Other Payables to Partnership Firms'.

c) Carrying value and market value of quoted and unquoted investments are as below:

(i) Aggregate market value of quoted investments	0.00	0.00
(ii) Aggregate carrying value of unquoted investment in associates	11,420.00	11,810.23
(iii) Aggregate carrying value of unquoted investment in subsidiary	6.11	86.49
(iv) Aggregate carrying value of unquoted investment	0.25	296.96

Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
Note No:- 1.6 Other Non-Current Asset			
(Unsecured, Considered Good)			
a) Security Deposits	1.41		1.41
b) Advances receivable in cash or kind	40.92		40.92
c) Balance with Revenue Authorities	87.11		87.12
d) FDRs (having maturity of more than 12 months)	5.00		5.00
Total	134.44		134.45

Notes:

(i) Advance receivable in cash or kind primarily include fees paid under protest to Gujarat Maritime Board (GMB) in respect of demand from regulatory authority i.e. GMB.

(ii) Balance with Revenue Authorities primarily relate to pre-paid taxes and amounts paid under protest in respect of demands and claims from revenue authorities.

Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
Note No:- 1.7 Inventories			
<i>(As verified, valued and certified by management)</i>			
a) Raw Materials	2,336.09		1,189.88
- Uncut Ship	-		-
b) Stock - in - Trade	5,608.87		-
Total	7,944.96		1,189.88

Notes :

Included above, goods-in-transit:

(i) Stock - in - Trade	5,608.87		-
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Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
Note No:- 1.8 Current Financial Assets - Trade Receivables			
Trade Receivable - Unsecured			
Considered Good	164.76		89.02
Considered Doubtful	0.59		0.51
	165.35		89.53
Less : Allowance for doubtful debts	0.59		0.51
Total	164.76		89.02

Notes:

In determining allowance for doubtful debts, the Company has used the practical expedient by computing the expected credit loss allowance based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on ageing of the receivables and rates used in the provision matrix.

(i) Movement in allowance for doubtful trade receivables are as below :

Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
Balance at the beginning of the year	0.51		0.43
Movement during the year	0.08		0.08
Less : Write off of bad debts	-		-
Balance at the end of the year	0.59		0.51

(ii) Ageing of trade receivables are as below:

Particulars	March 31, 2021		Rs. In Lakhs
	March 31, 2021	March 31, 2020	
Outstanding for more than six months from the date they are due	8.58		8.58
Others	156.77		80.95
	165.35		89.53

(iii) The trade receivables are considered to be of short duration and are not discounted and the carrying values are assumed to approximate their fair values.

(iv) There are no outstanding receivables due from directors or other officers of the Company.

Note No:- 1.9 Cash and Cash Equivalents Rs. In Lakhs

Particulars	As at	
	March 31, 2021	March 31, 2020
Cash in Hand <i>(As verified and certified by management)</i>	14.25	15.05
Balances with scheduled banks	-	-
- In current accounts	45.12	17.91
- In deposit accounts	4,163.89	15.08
Total	4,223.26	48.04

Notes :

The details of balances as on balance sheet dates with banks are as follows:

<u>In current account</u>		
- Punjab National Bank (Mumbai) CC 1040	0.58	0.16
- Punjab National Bank CC-2793	0.36	0.45
- Punjab National Bank (Mumbai) OD-376097	29.44	-
- Punjab National Bank CC-2809	9.26	3.32
- Punjab National Bank (52134)	0.26	0.28
- Punjab National Bank (CA)	0.52	13.70
- Punjab National Bank OD **	4.71	-
<u>In term deposit account</u>		
- FD-Punjab National Bank	4,163.89	15.08
Total	4,209.01	32.99

** For details of security, refer Note No:- 1.19

Note No:- 1.10 Current Financial Assets - Loans

Particulars	As at	
	March 31, 2021	March 31, 2020
(Unsecured, Considered good)		
Loans & Advances		
- Advance against proposed business venture	1,319.00	1,319.00
Total	1,319.00	1,319.00

Note No:- 1.11 Other Current Financial Assets

Particulars	As at	
	March 31, 2021	March 31, 2020
(Unsecured, considered good)		
Advances recoverable in cash or kind	0.57	0.64
Total	0.57	0.64

Note No:- 1.12 Other Current Assets

Particulars	As at	
	March 31, 2021	March 31, 2020
(Unsecured, considered good)		
a) Security Deposit	2.82	2.82
b) Staff Advances	8.32	8.11
c) GST Balances	385.09	241.81
d) Advance to Suppliers	17.35	17.56
e) Balance with Revenue Authority	4.22	2.52
f) Pre-paid Expenses	0.89	1.44
Total	418.70	274.26

Particulars	Rs. In Lakhs	
	As at	
	March 31, 2021	March 31, 2020
Equity Share Capital		
AUTHORISED CAPITAL:		
Equity Shares of Rs. 10/- Each	650.00	650.00
4% Redeemable Preference Share Of Rs. 10/- Each	500.00	500.00
ISSUED, SUBSCRIBED & PAID UP CAPITAL		
Equity Shares of Rs. 10/- Each fully paid up	616.67	616.67
Total	616.67	616.67

Notes :

a) The reconciliation of the number of outstanding shares is set out below :

Particulars	March 31, 2021		March 31, 2020	
	Number	Amount	Number	Amount
At the beginning of the year	61,66,667	616.67	61,66,667	616.67
<u>Add:</u> Shares issued during the year	-	-	-	-
<u>Less:</u> Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	61,66,667	616.67	61,66,667	616.67

b) The details of shareholder holding more than 5% shares is set out below:

Name of Shareholders	March 31, 2021		March 31, 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Rakesh Reniwal	8,58,230	13.92%	8,58,230	13.92%
Lalitadevi Reniwal	4,14,800	6.73%	4,14,800	6.73%
Sanjeev Reniwal	4,38,267	7.11%	4,38,267	7.11%
Shantisarup Reniwal HUF	6,25,178	10.14%	6,25,178	10.14%
Rajeev Reniwal	15,39,009	24.96%	15,39,009	24.96%
Unnati Reniwal	4,00,000	6.49%	4,00,000	6.49%

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

c) Terms/rights attached to equity shares :

The company has only one class of equity shares having a par value of Rs.10/- . Each holder of equity share is entitled to one vote per share. The company declares and pays dividend in indian rupees. The dividend proposed by the Board of Directors is subject to approval of shareholders in the ensuing Annual General Meeting.

During the year ended 31st March 2021, the amount of per share dividend recognised as distributions to equity shareholder was NIL per share(PY Rs.NIL/-)

Preference shareholder do not have any voting right. They are entitled to dividend @ 4% before equity shareholders.

In the event of liquidation of the company, the holders of the Equity shares will be entitled to receive remaining assets of the company, after distribution of preferential amounts. The distribution will be in proportion to the number of equity shares held by the share holders.

Note No:- 1.14 Other Equity

Particulars	Note No.	As at	
		March 31, 2021	March 31, 2020
a) Securities Premium	I	140.38	140.38
b) Capital Reserves	II	893.61	893.61
c) General Reserves	III	374.25	374.25
d) Capital Redemption Reserves	IV	500.00	500.00
e) Retained Earnings	V	11,051.60	10,065.22
Total		12,959.84	11,973.46

Refer Statement of Changes in Equity for additions / deletions in each reserve.

Notes :

I. Securities premium reserve represents premium received on equity shares issued, which can be utilised only in accordance with the provisions of the Companies Act, 2013 (the Act) for specified purposes.

II. Capital reserve represents reserve created pursuant to the business combinations.

III. General reserve is created from time to time by transferring profits from retained earnings and can be utilised for purposes such as dividend payout, bonus issue, etc.

IV. Capital redemption reserves represents created out of buyback or redemption of its own equity/preference shares, from its retained earnings. The amount in Capital Redemption Reserve is equal to nominal amount of the shares bought back.

V. Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to the shareholders.

Particulars	As at	
	March 31, 2021	March 31, 2020
	Total	

Details of Security:

- a) The ICICI Bank Ltd Car Loan A/c no.LAMUM00042852086 was taken during the year and carries an interest rate of 7.80% per annum. The loan is repayable in 60 monthly instalments of Rs.1.35/- Lakhs each.
- b) The loan is secured by hypothecation of asset financed.

Particulars	As at	
	March 31, 2021	March 31, 2020
	Total	

Refer to Note - 3.2 for detailed disclosure

Particulars	As at	
	March 31, 2021	March 31, 2020
	Total	

Refer Note 3.1 for details of deferred tax liabilities and assets.

Particulars	As at	
	March 31, 2021	March 31, 2020
	Total	

Particulars	As at	
	March 31, 2021	March 31, 2020
	Total	

Notes:

1. Details of the secured short-term borrowings:

Particulars	As at	
	March 31, 2021	March 31, 2020
	Total	

2. Details of Security:

- a. Cash Credit facility from Punjab National Bank is secured by way of hypothecation of Stocks & book debts of the company as primary security and equitable mortgage of immovable property of the company & associated concern as collateral security & personal guarantee of the associated concern & relatives of the key management personnels.
- b. Bank overdraft facility from Punjab National Bank is secured by way of equitable mortgage of immovable property of the company & associated concern as collateral security & personal guarantee of the associated concern & relatives of the key management personnels.

Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
- For Goods	11,173.59		2,471.50
- For Other Supplies	1.68		6.21
Total	11,175.28		2,477.71

Notes:

1. Trade payables are recognized at their original invoiced amounts which represent their fair value on initial recognition. The trade payables are considered to be of short duration and are not discounted and the carrying values are assumed to approximate their fair values.

2. The management is of the opinion that none of their suppliers constitute micro, small and medium enterprises as per Micro, Small & Medium Enterprises Development Act, 2006. Hence, no separate disclosure has been made.

Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
a) Current maturity of long term borrowings	11.55		-
b) Capital Overdrawn from Partnership Firms	318.72		-
c) Brokerage Payable	8.43		21.83
d) Statutory dues payable	10.29		2.31
e) Expenses Payable	20.96		11.34
f) Margin money of customer	19.00		19.00
g) Advance from Customers	1,012.02		440.52
h) Advance against Proposed JV	121.33		121.33
i) Other Payables to Partnership Firms	6.43		-
Total	1,528.72		616.33

Notes:

The company has resigned from White Mountains during the year. The balance payable amounting to Rs. 6.43 Lakhs in respect of capital overdrawn is shown under other current liabilities.

Particulars	As at		Rs. In Lakhs
	March 31, 2021		
	March 31, 2021	March 31, 2020	
Provision for Employee Benefits			
Salary & Incentives	17.58		0.26
Contribution to Provident Funds	3.09		2.26
ESIC Payable	0.77		0.59
Total	21.44		3.11

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
	Total	

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
	Total	

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
	Total	

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
	Total	

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
	Total	

Particulars	EMPLOYEE BENEFIT EXPENSES		Rs. In Lakhs
	For the year ended		
	March 31, 2021	March 31, 2020	
Salaries & Wages	162.95	206.56	
Salary to Directors	36.00	6.00	
Bonus Expenses	11.26	14.90	
Contribution to Provident Funds	11.23	13.63	
Contribution to ESIC	4.77	7.38	
Staff Welfare Expenses	0.58	2.47	
Gratuity Expenses	2.95	1.84	
Total	229.74	252.78	

Particulars	FINANCE COSTS		
	For the year ended		
	March 31, 2021	March 31, 2020	
a) Bank Charges			
Bank Commission & Charges	68.04	65.78	
LC Charges	8.70	16.70	
b) Interest Expenses	-	-	
Borrowing from Bank	38.41	46.32	
Late payment of Statutory Dues	19.06	2.49	
Shortfall in payment of advance Income Tax	42.56	0.00	
Total	176.77	131.29	

Particulars	OTHER EXPENSES		
	For the year ended		
	March 31, 2021	March 31, 2020	
Gases & Carbide	73.24	100.68	
Consumable Expenses	7.69	15.66	
Plot Rent & Development Charges	19.28	26.63	
Repair & Maintenance	14.12	4.15	
Power & Fuel Expenses	4.05	6.70	
Pollution Control Expenses	1.55	1.45	
Other Manufacturing Expenses	3.34	3.11	
Advertisements	0.38	2.90	
Accounting Charges	1.50	2.40	
Computer Charges	0.47	0.48	
Donation	1.50	0.08	
Electricity Charges	1.62	1.45	
Excise Expenses	-	19.84	
Fees & Subscription	4.18	0.90	
Foreign Currency Transaction Variation	-	380.28	
Filing Fees	0.09	0.27	
General Office Expenses	0.05	0.22	
Insurance Expenses	4.62	2.78	
Legal & Professional Expenses	30.20	35.59	
Listing Fees	3.60	3.34	
Other Expenses	1.27	2.24	
Payment to Auditors	4.30	4.65	
Postage & Courier	0.21	0.94	
Printing & Stationery	0.21	1.11	
Professional Tax	0.02	0.02	
Rent, Rates & Taxes	11.43	3.44	
Repairs and Maintenance Expenses	-	0.33	
Society Maintenance & Repairs	2.08	1.98	
Security Charges	0.68	0.19	
Telephone Expenses	1.15	1.28	
Travelling Expenses	1.21	9.94	
Vehicle Running & Maintenance	11.29	11.38	
Warehousing Charges	-	0.73	
Provision for Doubtful Debts	0.08	0.08	
Brokerage & Commission Expenses	19.07	32.06	
Total	224.49	679.28	

Note 3.1 : Income tax

The major component of Income Tax Expense for the year ended on March 31, 2021 and March 31, 2020 are as follows:

Particulars	Rs. In Lakhs	
	Year ended March 31, 2021	Year ended March 31, 2020
Statement of Profit and Loss		
Current tax		
Current income tax	551.06	11.27
Adjustment of tax relating to earlier periods	-	-
Deferred tax		
Deferred tax expense	9.56	24.40
	560.62	35.67
Other comprehensive income		
Deferred tax on		
- Re-measurement gain/ (loss) on defined benefit plans	-0.49	0.74
	-0.49	0.74
	-	-
Income tax expense as per the statement of profit and loss	560.13	36.41

A) Income tax expense/(benefit)

The Company is subject to income tax in India on the basis of its standalone financial statements. The Company can claim tax exemptions/deductions under specific sections of the Income Tax Act, 1961 subject to fulfilment of prescribed conditions, as may be applicable.

Business loss can be carried forward for a maximum period of eight assessment years immediately succeeding the assessment year to which the loss pertains. Unabsorbed depreciation can be carried forward for an indefinite period.

The reconciliation of estimated income tax to income tax expense is as below:

Particulars	Rs. In Lakhs	
	Year ended March 31, 2021	Year ended March 31, 2020
Profit before tax	1,548.18	-648.96
Income tax expense at tax rates applicable	450.83	-168.73
<i>Adjustments for:</i>	-	-
Expenses not allowed as deduction	19.35	18.63
Income being taxed at lower rate	-0.58	-1.43
Exempt Income	81.45	162.79
Provision for Gratuity and Doubtful Debts	-0.86	-0.60
Difference of Depreciation	10.42	25.00
Tax expense / (benefit)	560.62	35.67
Effective Tax Rate	36.21%	-5.50%

B) Deferred tax assets/(liabilities)

(i) For the year ended on March 31, 2021

Particulars	As at April 1, 2020	Credit/(charge) in the Statement of Profit and Loss	Credit/(charge) in Other Comprehensive Income	As at March 31, 2021
Deferred Tax Liabilities/ (Assets)				
Property, Plant and Equipment	92.14	10.42	-	102.56
Fair Value of financial instrument	0.20	-	-	0.20
Allowance for Doubtful Debts	-0.69	-0.02	-	-0.70
Retirement Benefit Plans	-0.59	-0.84	-0.49	-1.92
	91.06	9.56	-0.49	100.14

(i) For the year ended on March 31, 2020

Particulars	As at April 1, 2019	Credit/(charge) in the Statement of Profit and Loss	Credit/(charge) in Other Comprehensive Income	As at March 31, 2020
Deferred Tax Liabilities/ (Assets)				
Property, Plant and Equipment	67.14	25.00	-	92.14
Fair Value of financial instruments	0.20	-	-	0.20
Allowance for Doubtful Debts	-0.11	-0.57	-	-0.69
Retirement Benefit Plans	-1.30	-0.03	0.74	-0.59
	65.92	24.40	0.74	91.06

C) Current tax assets and liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Current tax assets	-	-
Current tax liabilities	588.23	0.01

Note 3.2 : Employee benefits

Rs. In Lakhs

A. Defined contribution plans:

Eligible employees of the Company are entitled to receive benefits in respect of provident fund, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions are made to the provident fund as set up by Government.

Amount of Rs. 16.00 Lakhs (FY 2019-20 : Rs. 21.01 Lakhs) is recognised as expenses and included in Note 2.6 : Employee benefit expense.

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Provident fund	11.23	13.63
ESIC	4.77	7.38
	16.00	21.01

B. Defined benefit plans:

The Company has following post employment benefits which are in the nature of defined benefit plans:

(a) Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for payment to vested employees at retirement, death while in employment or on termination of employment in accordance with the scheme of the company. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation.

1. The principal assumptions used for the purposes of the actuarial valuations were as follows:

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Discount rate (per annum)	6.75%	6.85%
Expected rate of salary increase	10% for first three years and 7% thereafter	10% for first three years and 7% thereafter
Attrition rate	Up to 30 Years - 3% 31-44 Years - 2% Above 44 Years - 1%	Up to 30 Years - 3% 31-44 Years - 2% Above 44 Years - 1%
Mortality rate during employment (% of IALM 06-08)	100%	100%

2. Movements in present value of obligation and plan assets

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Opening defined benefit obligation	3.39	4.22
Current service cost	2.72	1.51
Interest cost	0.23	0.33
Actuarial (gain)/loss arising from changes in financial assumptions	0.31	0.45
Actuarial (gain)/loss arising from experience adjustments	1.36	-3.12
Closing defined benefit obligation	8.02	3.39

3. Amounts recognised in other comprehensive income in respect of these defined benefit plans are as follows:

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Remeasurement on the net defined benefit liability comprising:		
- Actuarial (gain)/loss arising from changes in financial assumptions	0.31	0.45
- Actuarial (gain)/loss arising from experience adjustments	1.36	-3.12
Components of defined benefit costs recognised in other comprehensive income	1.67	-2.67

4. Sensitivity analysis of significant assumptions are as follows:

Particulars	Sensitivity level	Defined benefit obligation	
		31-Mar-21	31-Mar-20
Defined benefit obligation (Base)		8.02	3.39
Discount Rate	1% increase	7.06	2.96
	1% decrease	9.16	3.90
Salary Growth Rate	1% increase	9.14	3.90
	1% decrease	7.06	2.96
Attrition Rate	1% increase	7.94	3.33
	1% decrease	8.09	3.45
Mortality Rate	1% increase	8.02	3.39
	1% decrease	8.01	3.39

Rs. In Lakhs

5. The followings are the expected cash flows for the defined benefit obligation (based on undiscounted value) :

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Gratuity		
Within the next 12 months (next annual reporting period)	0.14	0.01
Between 2 and 5 years	2.05	0.82
Beyond 5 years	20.58	9.60
Total expected payments	22.77	10.43

6. Weighted average duration of defined plan obligation (based on discounted cash flows)

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Weighted average duration	14 Years	14 Years

C. Other Long term employee benefit plans

Company does not have any other Long term employee benefit plans for the aforesaid period.

Note 3.3 : Earnings per Share (EPS)

Particulars	Year ended	
	31-Mar-21	31-Mar-20
Earning per share		
- Basic	16.01	-11.10
- Diluted	16.01	-11.10
Face value per share	10.00	10.00
Basic & Diluted EPS		
Profit for the year attributable to equity shareholders	987.57	-684.63
Weighted average number of equity shares used in the calculation of earnings per share	61,66,667	61,66,667

Note 3.4 : Capital Management

The Company's capital management is intended to create value for shareholders by facilitating the achievement of long-term and short-term goals of the Company.

The Company determines the amount of capital required on the basis of annual business plan coupled with long-term and short-term strategic investment and expansion plans.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes, within net debt, interest bearing loans and borrowings, trade and other payables, less cash and short-term deposits.

Particulars	As at	
	March 31, 2021	March 31, 2020
Non - Current Borrowings	53.60	-
Current Borrowings	-	715.28
Trade Payables	11,175.28	2,477.71
Current maturities of long-term borrowings	11.55	-
Less: cash and cash equivalent	4,223.26	48.04
Net debt	7,017.16	3,144.95
Equity share capital	616.67	616.67
Other equity	12,959.84	11,973.46
Total equity	13,576.51	12,590.13
Gearing ratio	0.52	0.25

Note 3.5 : Financial Instruments

Rs. In Lakhs

(a) Financial assets and liabilities

The following tables present the carrying value and fair value of each category of financial assets and liabilities as at March 31, 2021 and March 31, 2020 :

Particulars	As at	
	March 31, 2021	March 31, 2020
Financial Assets		
a. Measured at cost:		
Investments		
- in Subsidiary	6.11	86.49
- in Associates	11,420.00	11,810.23
- Partnership Firms	0.25	296.96
- Equity Shares (Unquoted)	0.00	0.00
b. Measured at amortised cost:		
- Trade Receivable	164.76	89.02
- Cash And Cash Equivalents	4,223.26	48.04
- Loans	1,319.00	1,319.00
- Other Financial Assets	0.57	0.64
c. Mandatorily measured at fair value through profit or loss (FVTPL) / other comprehensive income (OCI):		
Investments		
- Equity shares (Quoted)	0.00	0.00
Financial Liabilities		
a. Measured at amortised cost:		
Borrowings	53.60	715.28
Trade payables	11,175.28	2,477.71

(b) Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Level 1 to Level 3, as described below:

(i) Quantitative disclosures fair value measurement hierarchy for assets :

Particulars	Fair value measurement using			Total
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
March 31, 2021				
Assets measured at fair value				
<i>FVTPL investments</i>				
Equity shares - Quoted	140.00	-	-	0.00
Assets disclosed at fair value				
Investment properties	-	-	235.47	235.47
			-	-
March 31, 2020				
Assets measured at fair value				
<i>FVTPL investments</i>				
Equity shares - Quoted	100.00	-	-	0.00
Assets disclosed at fair value				
Investment properties	-	-	242.65	242.65

(c) Financial risk management

In the course of its business, the Company is exposed primarily to fluctuations in foreign currency exchange rates, interest rates, equity prices, liquidity and credit risk, which may adversely impact the fair value of its financial instruments.

The Board of Directors reviews and approves risk management framework and policies for managing these risks and monitors suitable mitigating actions taken by the management to minimise potential adverse effects and achieve greater predictability to earnings. In line with the overall risk management framework and policies, the management monitors and manages risk exposure through an analysis of degree and magnitude of risks.

Market risk

Market risk Market risk is the risk of any loss in future earnings, in realising fair values or in future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in interest rates, foreign currency exchange rates, equity price fluctuations, liquidity and other market changes. Future specific market movements cannot be normally predicted with reasonable accuracy.

Interest rate risk

Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rates. Any movement in the reference rates could have an impact on the Company's cash flows as well as costs. The Company is subject to variable interest rates on some of its interest bearing liabilities. The Company's interest rate exposure is mainly related to debt obligations.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on loans and borrowings. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Change in basis points	Effect on profit before tax
March 31, 2021		
Interest bearing borrowings (in INR)	+50	-1.35
	-50	1.35
March 31, 2020		
Interest bearing borrowings (in INR)	+50	-1.60
	-50	1.60

This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

Foreign currency risk

The fluctuation in foreign currency exchange rates may have a potential impact on the statement of profit and loss and equity.

The Company, as per its risk management policy, uses foreign currency forward contracts primarily to hedge foreign exchange exposure. Any weakening of the functional currency may impact the Company's cost of imports and cost of borrowings and consequently may increase the cost of financing the Company's capital expenditures.

The following table shows foreign currency exposures at the end of the reporting period:

Particulars	in USD		in INR	
	As at		As at	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Trade Payables	152.58	32.72	11,173.59	2,471.50

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD exchange rates, with all other variables held constant.

Particulars	Change in USD rate	Effect on profit before tax
March 31, 2021		
	+5%	-558.68
	-5%	558.68
March 31, 2020		
	+5%	-123.57
	-5%	123.57

Equity price risk

Equity price risk is related to change in market reference price of investments in equity securities held by the Company. The fair value of quoted investments held by the Company exposes the Company to equity price risks. In general, these investments are not held for trading purposes.

The fair value of quoted investments in equity, classified as fair value through profit and loss as at March 31, 2021 and March 31, 2020 was ₹140 and ₹100, respectively.

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions and foreign exchange transactions.

Trade receivables

Customer credit risk is managed by the Company's internal policies, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on market feedback and credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored.

The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and operate in independent markets.

Liquidity Risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity riskmanagement is to maintain sufficient liquidity and ensurethat funds are available for use as per requirements. The Company monitors its risk of shortage of funds through using a liquidity planning process that encompasses an analysis of projected cash inflow and outflow.

The Company also constantly monitors funding options available in the debt and capital markets with a view to maintaining financial flexibility.

(i) The table below summarises the maturity analysis for its financial liabilities based on the undiscounted cash flows at the end of reporting period :

Particulars	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
As at						
March 31, 2021						
Borrowings	-	-	-	53.60	-	53.60
Trade & other payables	-	5,518.48	5,656.80	-	-	11,175.28
As at	-	-	-	-	-	-
March 31, 2020						
Borrowings	715.28	-	-	-	-	715.28
Trade & other payables	-	6.21	2,471.50	-	-	2,477.71

Note 3.6 : Segment information

The Company has presented segment information in the consolidated financial statements which are presented in this same annual report. Accordingly, in terms of Ind AS 108 'Operating segments', no disclosures relating to segments are presented in these standalone financial statements.

Note 3.7: Related Party transactions

Related party disclosures, as required by Ind AS 24, " Related Party Disclosures", are given below.

(A) Particulars of related parties and nature of relationships

A. Companies over which Key Management Personnel and their relatives are able to exercise significant influence

1. Goyal and Company (Construction) Pvt. Ltd.
2. Shree Balaji Associates
3. Goyal Hariyana Construction
4. Inducto Steel Limited

B. Subsidiary

1. Hariyana Air Products

C. Associates

1. Orchid Lakeview Developers
2. Swastik Developers
3. White Mountain (resigned from June 30, 2020)
4. Whitefield Projects
5. Goyal Hariyana Realty

D. Key Management Personnel

Managing Director

1. Shanti Sarup Reniwal

Executive directors

2. Rakesh Reniwal
3. Unnati Reniwal

Company Secretary

4. Swati Chauhan (Resigned on 28.02.2019)
5. Shalinder Kaur (Joined on 07.10.2019 and Resigned w.e.f 30.11.2020)
6. Dhvani Punamiya (Joined w.e.f. 13.02.2021)

(B) Related party transactions and balances

The details of material transactions and balances with related parties (including those pertaining to discontinued operations) are given below:

a) Transactions during the year	Rs. In Lakhs	
	Year ended	
	31-Mar-21	31-Mar-20
Other Income		
<i>Interest Income</i>		
White Mountain	2.96	300.32
Orchid Lakeview Developers	6.75	130.36
Swastik Developers	60.80	72.56
Goyal Hariyana Realty	1,263.16	925.32
Hariyana Air Products	-	-
	<u>1,333.67</u>	<u>1,428.55</u>
<i>Share of Profit/ (Loss) from firms</i>		
Orchid Lakeview Developers	-1.69	-17.06
Shree Balaji Associates	3.46	0.17
Goyal Hariyana Realty	-300.08	-570.86
White Mountain	-6.43	-2.46
Hariyana Air Products	25.03	-35.92
	<u>-279.72</u>	<u>-626.13</u>
Purchases		
<i>Oxygen Gas Purchases</i>		
Hariyana Air Products	13.70	23.39
	<u>13.70</u>	<u>23.39</u>
Remuneration paid		
Shantisarup Reniwal	18.00	-
Rakesh Reniwal	18.00	6.00
Kirti Shantilal Desai	6.90	6.29
Dhawani Punamiya	0.90	-
Shalinder Kaur	3.85	3.85
	<u>47.65</u>	<u>16.14</u>
Investment in firms		
<i>Capital Introduced</i>		
Hariyana Air Product	31.25	146.50
Shree Balaji Associates	16,846.30	10,762.00
Goyal Hariyana Realty	-	3,950.32
	<u>16,877.55</u>	<u>14,858.82</u>
<i>Capital Withdrawn</i>		
Orchid Lakeview Developers	170.67	1,945.00
Shree Balaji Associates	17,463.50	7,815.90
Goyal Hariyana Realty	1,150.00	170.00
White Mountain	102.15	2,825.00
Hariyana Air Products	136.65	214.68
	<u>19,022.97</u>	<u>12,970.58</u>
b) Balances at the end of the year		
	As at	
	31-Mar-21	31-Mar-20
Advance Received		
Goyal and Company (Construction) Pvt. Ltd.	121.33	121.33
	<u>121.33</u>	<u>121.33</u>
Trade Payables		
Hariyan Air Products	-	-
	-	0.12
	-	<u>0.12</u>
Expenses Payable		
Shalinder Kaur	-	0.55
Dhawani Punamiya	0.45	-
	<u>0.45</u>	<u>0.55</u>
Investments		
<i>- In Fixed Capital</i>		
Orchid Lakeview Developers	-	1.00
White Mountain	-	0.25
Goyal Hariyana Realty	0.50	0.50
Shree Balaji Associates	0.25	0.25
<i>- In Current Capital</i>		
Whitefield Projects	4.20	4.20
Swastik Developers	736.35	675.55
Orchid Lakeview Developers	-	163.92
White Mountain	-	98.94
Goyal Hariyana Realty	10,678.94	10,865.87
Shree Balaji Associates	-318.72	296.71
Hariyan Air Products	6.11	86.49
	<u>11,107.64</u>	<u>12,193.68</u>

Note 3.8 : Contingencies and commitments

Rs. In Lakhs

Particulars	As at	
	March 31, 2021	March 31, 2020
Contingent Liabilities		
<i>Disputed liabilities not acknowledged as debts*</i>		
a. Disputed demand under :		
- Income tax	327.74	327.74
<i>Claims against the Company</i>		
- Gujarat Maritime Board (GMB)	25.34	25.34
- Customs & Excise	18.35	18.35

* The Company has been advised that the demand is likely to be either deleted or substantially reduced and accordingly no provision is considered necessary.

Notes:

1. The Company has ongoing disputes with income tax authorities relating to tax treatment of certain items. These mainly include disallowance of
 2. The Gujarat Maritime Board (GMB) has raised demand amounting Rs. 25.34 Lakhs on account of amendment fees and delayed interest thereon. However, the Company has already deposited Rs.25.34 Lakhs (March 31,2020 : Rs. 25.34 Lakhs) under protest against the said demand of GMB. The company has claimed refund of such deposit and the matter is pending before the appellate authority of GMB. The company expects favourable resolution of the said appeal.

3. The Custom Department had raised various demands of customs duty amounting Rs. 18.35 Lakhs on account of SAD, Redemption Fine and penalty on MGO etc. However, the Company has already deposited Rs. 18.35 Lakhs (March 31, 2020 : Rs.18.35 Lakhs) under protest against the said demands. The company has claimed refund of all such deposits and matters are pending before the various custom authorities/ appellate authorities. The company expects favourable resolution of the said refund claims.

Note 3.9 : Leases

The Company has entered into agreements for taking on leave and license basis office/ godown premises including furniture and fittings therein, as

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Lease payments recognized in the statement of profit and loss	0.27	-

Note 3.10 : Other Information (including foreign currency transactions)

Particulars	Year ended	
	March 31, 2021	March 31, 2020
1. Information regarding Imports (CIF)		
a) Raw materials and components	5,878.50	2,368.76
a) Traded Goods	13,009.11	1,806.75
	<u>18,887.61</u>	<u>4,175.51</u>
2. Auditors' remuneration		
Included under Other Expenses		
i) For financial audit	4.00	4.25
ii) For taxation matters	0.20	0.25
iii) For other services	0.10	0.15
	<u>4.30</u>	<u>4.65</u>

Note 3.11 : Expenditure for corporate social responsibility

Rs. In Lakhs

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Gross amount required to be spent by the company during the year as per Section 135 of the Companies Act, 2013 read with schedule VII	-	17.89
Amount spent during the year on :		
(a) Construction / Acquisition of any asset		
(b) On Purpose other than (a) above	-	-
(c) Non utilized amount		

Notes:

- The average net profit of the Company for the last three years was negative, So the Company is not required to spend money for CSR activities in the financial year 2020-21 as per the Section 135 of the Companies Act, 2013
- During FY 2019-20 the company has not spent any amount towards Corporate Social Responsibility.
- The Company does not carry any provisions for Corporate Social Responsibility expenses for current year and previous year.

Note 3.12 : Disclosures required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:

The management is of the opinion that none of their suppliers constitute micro, small and medium enterprises as per Micro, Small & Medium Enterprises Development Act, 2006. Hence, no separate disclosure has been made.

Note 3.13 : Other Notes

(i) Advance against proposed Joint Ventures (Paid) :

The Company has paid advance against proposed joint ventures where formal agreement is yet to be executed. There is one party in the proposed Joint Ventures and outstanding balance as on March 31, 2021 is Rs. 1319 Lakhs (Previous Year Rs.1319 Lakhs)

(ii) Advance against proposed Joint Ventures (Received) :

The Company has received against proposed joint ventures where formal agreement is yet to be executed. There is one party in the proposed Joint Ventures and outstanding balance as on March 31, 2021 is Rs. 121.33 Lakhs (Previous Year Rs. 121.33 Lakhs)

(iii) The company has invested in six partnership firms and during the year the company has resigned from two partnership firms. The balance outstanding in current capital account (net of capital overdrawn) as on March 31, 2021 is Rs.110.83 Crores (As on March 31, 2020 Rs.121.05 Crores). Pursuant to partnership deed of two firms executed among partners no interest is payable or recoverable to or from partners on balances outstanding in current capital account.

(iv) In the opinion of the Management Long Term Loans and Advances, Other Non Current Assets, Current Assets and Other Current Assets fetch approximately the value as stated in the Financial Statement if realised in the ordinary course of business subject to balance confirmation. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

(v) The Balance of Sundry Creditors, Sundry Debtors, Loans & Advances are unsecured, considered goods and subject to confirmation and reconciliation.

(vi) The figures for the previous year have been reclassified/ regrouped wherever necessary for better understanding and comparability.

The accompanying notes are an integral part of the Standalone financial statements

As per our report of even date

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

For and on behalf of the Board
Hariyana Ship Breakers Limited

CA Sanjay Soni
Partner
Membership No. 114835

CA Prem Goplani
Partner
Membership No. 103765

Shantisarup Reniwal
Director
DIN: 00040355

Rakesh Reniwal
Director
DIN: 00029332

Kirti Desai
Chief Financial Officer

Dhwani Punamiya
Company Secretary

Place: Mumbai
Date : June 30, 2021

Place: Mumbai
Date : June 30, 2021

Lahoti Navneet & Co.
Chartered Accountants
516, Summit Business Bay, Opp. Cinemax,
Chakala, Andheri (E), Mumbai-400093

P. D. Goplani & Associates
Chartered Accountants
A/104-105, Leela Efcee,
Waghawadi Road, Bhavnagar – 364002

INDEPENDENT AUDITOR’S REPORT

To the members of **Hariyana Ship Breakers Limited**
Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **Hariyana Ship Breakers Limited**, (hereinafter referred to as ‘the Company’) its one subsidiary and four associates (refer Note 3.12 to the attached consolidated financial statements) (the company, its subsidiary and associates together referred to as ‘the group’), which comprise the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit And Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows, the Consolidated Statement of Changes in Equity, for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as “the Consolidated financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2021, and consolidated total comprehensive income (comprising of profit and consolidated other comprehensive income), consolidated changes in equity and its consolidated cash flows for the year then ended.

Basis for Opinion

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

Key Audit Matters

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

Key Audit Matter	Auditor's Response
<p><u>Evaluation of uncertain tax positions</u> The Company has material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes.</p>	<p>Our audit procedures included, among others, the following:</p> <ul style="list-style-type: none"> • Obtained details of completed tax assessments and demands for the year ended March 31, 2021 from management. • Obtained understanding of key uncertain tax positions. • Discussed with appropriate senior management and evaluated management's underlying key assumptions in estimating the tax provisions. • Assessed management's estimates of the possible outcome of the disputed cases.

Information Other than the Consolidated financial statements and Auditor's Report Thereon

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

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

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

If, based on the work we have performed and the reports of other auditors furnished to us (refer Other Matters paragraph below), we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management and those charged with governance for the Consolidated financial statements

The Company's Board of Directors is responsible for preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. The Board of Directors of the Company and management of its subsidiary and associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 consolidated Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Board of Directors of the company as aforesaid.

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

The Board of Directors of the Company and management of its subsidiary and associates are also responsible for overseeing the Group's financial reporting process.

Auditor's Responsibility for the Audit of the Consolidated financial statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company, its subsidiary and associates have adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on

ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding financial information of the entities or business activities of the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of the company included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Company included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Other Matters

The consolidated financial statements also include the Group's share of net loss of Rs. 310.36 Lakhs for the year ended March 31, 2021, as considered in the consolidated financial statements, in respect of four associates, whose financial statements/ financial information have been audited by the other auditors whose reports have been furnished by the Management to one of the joint auditors, and our opinion in so far as it relates to the amounts and disclosures included in respect of these associates, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid associates are based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements above, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with regard to our reliance on the work done and the reports of the other auditors and the Ind AS financial statements/ financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditors on the financial statements/ financial information of the associates of the company referred to above in sub-paragraph of the Other Matters paragraph above, we report, to the extent applicable, that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;
 - b. in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and report of the other auditors referred in Other Matters paragraph above;
 - c. the Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Cash Flows dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of consolidated financial statements and the financial information of the associates of the Company;
 - d. in our opinion, and based on the consideration of the report of the other auditors referred to in Other Matters paragraph above, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act;
 - e. on the basis of the written representations received from the directors of the Company as on March 31, 2021 taken on record by the Board of Directors of the Company, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f. with respect to the adequacy of the internal financial controls with reference to the financial statements of the Company, its subsidiary and its associates and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" to this report; and
 - g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the consolidated financial statements disclose the impact, if any, of pending litigations as on March 31, 2021 which could materially impact on its consolidated financial statements – *Refer Note 3.8 of consolidated financial statements.*
 - ii. the Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

- iii. there has been no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

- h. In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

CA Sanjay Soni
Partner
M. No. 114835
UDIN : 21114835AAAAGU4242

CA Prem Goplani
Partner
M. No. 103765
UDIN : 21103765AAAABK8650

Mumbai
June 30, 2021

Annexure A to the Independent Auditor's Report

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

In conjunction with our audit of the Consolidated financial statements of the company as of and for the year ended March 31, 2021, we have audited, the internal financial controls over financial reporting of **Hariyana Ship Breakers Limited** (hereinafter referred to as 'the Company'), its subsidiary and associates. Reporting under clause (i) of sub-section 3 of section 143 of the Act in respect of adequacy of internal financial controls with reference to financial statements is not applicable to subsidiary namely Hariyana Air Products, and four associates namely Goyal Hariyana Realty, Orchid Lakeview Developers, Whitefield Projects and Swastik Developers, pursuant to MCA notification.

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, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

In our opinion and according to the best of information and explanations provided to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, based on the internal control over financial reporting, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

CA Sanjay Soni
Partner
M. No. 114835
UDIN : 21114835AAAAGU4242

Mumbai
June 30, 2021

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

CA Prem Goplani
Partner
M. No. 103765
UDIN : 21103765AAAABK8650

Consolidated Balance Sheet as at March 31, 2021
Rs. In Lakhs

Particulars	Note No.	As at	
		March 31, 2021	March 31, 2020
ASSETS			
Non-Current Assets			
Property, Plant And Equipment	1.1	1,066.79	984.66
Capital Work - in - Progress	1.2	174.87	154.54
Investment Property	1.3	235.47	242.65
Other Intangible Assets	1.4	0.10	0.14
Financial Assets			
(i) Investments	1.5	11,430.03	12,119.13
Other Non Current Asset	1.6	150.98	149.98
		13,058.24	13,651.10
Current Assets			
Inventories	1.7	7,944.96	1,189.88
Financial Assets			
(i) Trade Receivable	1.8	164.76	93.76
(ii) Cash And Cash Equivalents	1.9	4,226.21	51.16
(iii) Loans	1.10	1,319.00	1,319.00
(iv) Other Financial Assets	1.11	0.57	0.64
Other Current Assets	1.12	419.48	275.18
		14,074.99	2,929.62
Total Assets		27,133.23	16,580.72
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	1.13	616.67	616.67
Other Equity	1.14	12,984.57	12,026.18
Equity attributable to owners of the Company		13,601.24	12,642.85
Non controlling interest		10.61	10.65
		13,611.85	12,653.50
Non-Current Liabilities			
Financial Liabilities			
(i) Borrowings	1.15	53.60	-
Provisions	1.16	8.02	3.39
Deferred Tax Liabilities (Net)	1.17	106.20	106.14
Other Non Current Liabilities	1.18	2.10	2.30
		169.91	111.83
Current Liabilities			
Financial Liabilities			
(i) Borrowings	1.19	-	715.28
(ii) Trade Payables	1.20	11,175.28	2,478.64
Other Current Liabilities	1.21	1,566.52	618.00
Provisions	1.22	21.44	3.47
Current Tax Liabilities (Net)	3.1	588.23	0.01
		13,351.47	3,815.39
Total Equity and Liabilities		27,133.23	16,580.72

The accompanying notes are an integral part of the Consolidated financial statements

As per our report of even date

For Lahoti Navneet & Co.
 Chartered Accountants
 FRN : 116870W

For P. D. Goplani & Associates
 Chartered Accountants
 FRN : 118023W

For and on behalf of the Board
Haryana Ship Breakers Limited
CA Sanjay Soni
 Partner
 Membership No. 114835

CA Prem Goplani
 Partner
 Membership No. 103765

Shantisarup Reniwal
 Director
 DIN: 00040355

Rakesh Reniwal
 Director
 DIN: 00029332

Kirti Desai
 Chief Financial Officer

Dhwani Punamiya
 Company Secretary

 Place: Mumbai
 Date : June 30, 2021

 Place: Mumbai
 Date : June 30, 2021

Consolidated Statement of Profit and Loss for the year ended March 31, 2021
Rs. In Lakhs

Particulars	Note No.	For the Year ended	
		March 31, 2021	March 31, 2020
Income			
Revenue from operations	2.1	14,853.74	12,801.62
Other Income	2.2	1,787.04	1,810.09
Total Income		16,640.78	14,611.71
Expenses			
Cost of raw materials consumed	2.3	4,996.66	10,616.39
Purchase of Stock-in-trade	2.4	14,689.13	2,714.49
Changes in the inventories of Finished Goods, Stock In Trade and Work - In Progress	2.5	-5,608.87	-
Employee benefits expense	2.6	238.97	274.52
Finance costs	2.7	176.78	131.31
Depreciation and amortisation expense	1.1, 1.3, 1.4	70.61	71.01
Other Expenses	2.8	256.02	913.81
Total expenses		14,819.29	14,721.53
Profit Before Share of Profit/(Loss) of Associates, Exceptional Item and Tax		1,821.49	-109.83
Share of profit/ (loss) from associates		-310.36	-592.34
Profit Before Exceptional Item and Tax		1,511.13	-702.16
Exceptional Items		-	-
Profit/(loss) before tax		1,511.13	-702.16
Tax Expenses :			
Current Tax		551.06	11.27
Deferred Tax	3.1	0.55	10.21
Total tax expense		551.60	21.48
Profit for the year		959.53	-723.64
Other comprehensive income			
<i>Items not to be reclassified to profit or loss :</i>			
- Re-measurement gain/ (loss) on defined benefit plans		-1.67	2.67
- Tax (charge)/ credit on above		0.49	-0.74
Total other comprehensive income		-1.19	1.92
Total comprehensive income for the year		958.35	-721.72
Total comprehensive income for the year attributable to :			
- Owners of the Company		958.39	-718.07
- Non controlling interest		-0.04	-3.65
Earning per equity share [face value Rs.10/- each]			
Basic		15.56	(11.73)
Diluted		15.56	(11.73)
<i>(Refer Note 3.3)</i>			

The accompanying notes are an integral part of the Consolidated financial statements

As per our report of even date

For Lahoti Navneet & Co.

Chartered Accountants

FRN : 116870W

For P. D. Goplani & Associates

Chartered Accountants

FRN : 118023W

For and on behalf of the Board

Hariyana Ship Breakers Limited

Shantisarup Reniwal

Director

DIN: 00040355

Rakesh Reniwal

Director

DIN: 00029332

CA Sanjay Soni

Partner

Membership No. 114835

CA Prem Goplani

Partner

Membership No. 103765

Kirti Desai
Chief Financial Officer

Dhwani Punamiya
Company Secretary

Place: Mumbai

Date : June 30, 2021

Place: Mumbai

Date : June 30, 2021

Consolidated statement of Cash flow for the year ended March 31, 2021

Rs. In Lakhs

Particulars	For the Year Ended	
	March 31, 2021	March 31, 2020
Cash flow from operating activities		
Profit before tax	1,821.49	-109.83
Adjustment for :	-	-
Depreciation and amortisation expense	70.61	71.01
Finance cost	176.78	131.31
Interest income	-1,383.15	-1,525.64
Bad debts	-	-
Provision for doubtful debts	0.08	0.08
Gain on sale of units of Mutual Funds	-	-
Share of profit/ (loss) from associates	-310.36	-592.34
Other comprehensive income	-1.67	2.67
(Profit)/ Loss from partnership firms	-3.46	-0.17
Operating profit before working capital changes	370.32	-2,022.90
Adjustments for working capital changes:	-	-
Decrease / (Increase) in Trade and other receivables	-216.32	1,233.19
Decrease / (Increase) in Inventories	-6,755.08	8,144.66
(Decrease) / Increase in Trade and other payables	10,255.79	-9,398.88
Cash generated/ (used) in operations	3,654.70	-2,043.94
Extraordinary item	-	-
Direct taxes paid	-551.06	-11.27
Net Cash generated from/(used in) operating activities [A]	3,103.65	-2,055.20
Cash Flow from investing activities	-	-
Purchase of fixed assets (including capital advances)	-243.99	-345.64
Proceeds from sale of fixed assets	78.15	43.95
(Purchase) / Proceeds of non - current investments (Net)	689.10	782.07
Proceeds/ Repayment of current loans, net	-	90.03
Gain on sale of units of Mutual Funds	-	-
(Profit)/ Loss from partnership firms	3.46	0.17
Interest received	1,383.15	1,525.64
Net cash generated from/(used in) investing activities [B]	1,909.87	2,096.22
Cash flow from financing activities	-	-
Change in non controlling interest	-0.00	-
Proceeds from non-current borrowings, net	53.60	-
Finance cost	-176.78	-131.31
Net cash generated from/(used in) financing activities [C]	-123.18	-131.31
	-	-
Net increase/(decrease) in cash & cash equivalents [A+B+C]	4,890.33	-90.29
Cash & cash equivalents at the beginning of the year	-664.12	-573.82
Cash & cash equivalents at the end of the year	-	-664.12

Rs. In Lakhs

Notes :**1. Reconciliation of cash and cash equivalents as per the cash flow statement :**

Particulars	March 31, 2021	March 31, 2020
Cash and Cash Equivalents (Note 1.9)	4,226.21	51.16
Bank Overdrafts (Note 1.19)	-	-715.28
Balances as per the statement of cash flow	4,226.21	-664.12

2. The above cashflow statement has been prepared under the 'indirect method' as set out in the Indian Accounting Standard - 7 "Statement of Cash Flows".

3. Figures of previous year have been regrouped, wherever necessary, to make them comparable.

The accompanying notes are an integral part of the Consolidated financial statements

As per our report of even date

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

For and on behalf of the Board
Hariyana Ship Breakers Limited

CA Sanjay Soni
Partner
Membership No. 114835

CA Prem Goplani
Partner
Membership No. 103765

Shantisarup Reniwal
Director
DIN: 00040355

Rakesh Reniwal
Director
DIN: 00029332

Kirti Desai
Chief Financial Officer

Dhwani Punamiya
Company Secretary

Place: Mumbai
Date : June 30, 2021

Place: Mumbai
Date : June 30, 2021

Consolidated statement of changes in equity for the year ended March 31, 2021

A) Equity Share Capital		Rs. In Lakhs
Particulars		Amount
Balance as at April 1, 2019		616.67
Changes in Equity share capital during the year		-
Balance as at March 31, 2020		616.67
Balance as at April 1, 2020		616.67
Changes in Equity share capital during the year		-
Balance as at March 31, 2021		616.67

B) Other Equity

Particulars	Attributable to the equity holders of the Company					Total
	Securities Premium	Capital Reserves	General Reserves	Capital Redemption Reserves	Retained Earnings	
Balance as at April 1, 2019	140.38	893.61	374.25	500.00	10,836.00	12,744.25
Additions during the year:						
Profit for the year	-	-	-	-	-719.99	-719.99
Other Comprehensive Income (net)	-	-	-	-	-	-
Re-measurement losses on defined benefit plans	-	-	-	-	1.92	1.92
Balance as at March 31, 2020	140.38	893.61	374.25	500.00	10,117.93	12,026.18
Balance as at April 1, 2020	140.38	893.61	374.25	500.00	10,117.93	12,026.18
Additions during the year:						
Profit for the year	-	-	-	-	959.57	959.57
Other Comprehensive Income (net)	-	-	-	-	-	-
Re-measurement losses on defined benefit plans	-	-	-	-	-1.19	-1.19
Balance as at March 31, 2021	140.38	893.61	374.25	500.00	11,076.32	12,984.57

The accompanying notes are an integral part of the Consolidated financial statements

As per our report of even date

 For Lahoti Navneet & Co.
 Chartered Accountants
 FRN : 116870W

 For P. D. Goplani & Associates
 Chartered Accountants
 FRN : 118023W

Hariyana Ship Breakers Limited

 Shantisarup Reniwal
 Director
 DIN: 00040355

 Rakesh Reniwal
 Director
 DIN: 00029332

 CA Sanjay Soni
 Partner
 Membership No. 114835

 CA Prem Goplani
 Partner
 Membership No. 103765

 Kirti Desai
 Chief Financial Officer

 Dhvani Punamiya
 Company Secretary

 Place: Mumbai
 Date : June 30, 2021

 Place: Mumbai
 Date : June 30, 2021

Notes forming part of the Consolidated Financial Statements**Note 1 : Company information**

Hariyana Ship Breakers Limited ("the Holding Company" or "The Company") is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company has its primary listing on BSE Limited. During the year, the Company was engaged in Ship Recycling (ship breaking) and Trading in HR Coils. However, as and when any surplus fund are available, the same is given on interest to other parties and also invested in the shares and securities to earn short term and long term capital gains.

The Company has one subsidiary, namely "Hariyana Air Products". The principle activities of subsidiary is manufacturing of industrial oxygen.

The consolidated financial statements as at March 31, 2021 present the financial position of the holding company as well as its interests in associates. The list of entities consolidated is provided in schedule note 3.12.

The Consolidated Financial Statements are presented in Indian Rupees.

The consolidated financial statements were authorised for issue in accordance with a resolution of the directors on June 30, 2021.

Note 2 : Significant accounting policies

The significant accounting policies applied by the Company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

Basis of preparation and presentation :

The financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, as amended from time to time and other relevant provisions of the Act.

The financial statements have been prepared under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair value by Ind AS.

The outbreak of Corona virus (COVID-19) is causing significant disturbance and slowdown of economic activity in India and across the Globe. The Company has evaluated impact of this pandemic on its business operations. Based on its review and current indicators of economic condition there is no significant impact on its financial results and carrying value of Assets and its status as going concern, the Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Basis of consolidation :

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company i.e. its subsidiaries. It also includes the company's share of profit/ (loss) of its associates that are consolidated using the equity or proportionate method of consolidation, as applicable.

Control is achieved when the Company is exposed to, or has rights to the variable returns of the entity and the ability to affect those returns through its power to direct the relevant activities of the entity.

Wherever necessary, adjustments are made to the financial statements of subsidiaries, joint arrangements and associates to bring their accounting policies in line with those used by other members of the company.

Intra-group transactions, balances, income and expenses are eliminated on consolidation.

Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the company's equity.

Use of estimates and judgments

In the preparation of financial statements, the Company makes judgments in the application of accounting policies; and estimates and assumptions which affects the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are included in the following notes:

- i) Note 1.1 - Property, plant and equipment - useful life and impairment
- ii) Note 3.1 - Recoverability/recognition of deferred tax assets
- iii) Note 3.2 - Assets and obligations relating to employee benefits
- iv) Note 3.10 - Provisions and contingent liabilities
- v) Estimation of uncertainties relating to the global health pandemic from COVID-19.

The COVID – 19 pandemic has been rapidly spreading throughout the world, including India. Governments around the world including India have been taking significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions in activities. The Company is monitoring the situation closely taking into account directives from the Government. Given the effect of these lockdowns on the overall economic activity in India and in particular on the ship breaking industry, the impact assessment of COVID-19 on the above-mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and, accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial results.

Current / Non-Current Classification

The Company presents assets and liabilities in the balance sheet based on current and non-current classification.

An asset is treated as current when it is:

- a) expected to be realised or intended to be sold or consumed in normal operating cycle;
- b) held primarily for the purpose of trading;
- c) expected to be realised within twelve months after the reporting period; or
- d) cash or cash equivalent unless restricted from being exchanged or used to settle a liability for

at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when it is:

- a) expected to be settled in normal operating cycle;
- b) held primarily for the purpose of trading;
- c) due to be settled within twelve months after the reporting period; or
- d) there is no unconditional right to defer the settlement of the liability for at least twelve

months after the reporting period.

All other liabilities are classified as non-current.

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

Property, Plant and Equipment

All the items of property, plant and equipment are stated at cost, or deemed cost applied on transition to Ind AS, less accumulated depreciation and accumulated impairment losses, if any.

Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Depreciation on Property, Plant and Equipment is provided on the straight-line method over the useful lives of the assets estimated by the management. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Useful lives and residual values of assets are reviewed periodically.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

An item of property, plant and equipment and any significant part is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognized.

Intangible Assets

Software and Website costs are included in the balance sheet as intangible assets when it is probable that associated future economic benefits would flow to the Company. In this case they are measured initially at purchase cost and then amortised on a straight-line basis over their estimated useful lives. All other costs on patents, trademarks and software are expensed in the statement of profit and loss as and when incurred.

Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured in accordance with Ind AS 16's requirements for cost model.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognized.

Impairment

At each balance sheet date, the Company reviews the carrying value of its property, plant and equipment and intangible assets to determine whether there is any indication that the carrying value of those assets may not be recoverable through continuing use. If any such indication exists, the recoverable amount of the asset is reviewed in order to determine the extent of impairment loss, if any. Where the asset does not generate cash flows that are independent from other assets, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. An impairment loss is recognised in the statement of profit and loss as and when the carrying value of an asset exceeds its recoverable amount.

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

Leases

The Company determines whether an arrangement contains a lease by assessing whether the fulfilment of a transaction is dependent on the use of a specific asset and whether the transaction conveys the right to control the use of that asset to the Company in return for payment.

As a lessee

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. The Company does not have any arrangement during or at the reporting period that can be classified as finance lease.

Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term except in the case where incremental lease reflects inflationary effect in which case, lease expense is accounted by actual rent for the period.

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset

and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Cash and Cash Equivalents

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Provisions & Contingent Liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

Inventories

Inventories of Raw Materials (Ships) are stated at Cost. Cost comprises all cost of purchase, cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

Costs are determined on FIFO basis.

In ship recycling units, the weight of the ship purchased is accounted in terms of LDT/MT of the ship at the time of its construction. Ascertaining of weight of ship at the time of purchase is not possible due to its nature and size. There is loss of weight on account of corrosion and other factors during the usage of the ship and its voyage for long period of the years. Inventory at the close of the year is ascertained by reducing the weight of the scrap sold together with the estimated wastage of the material.

Consumable stores and spares are written off at the time of purchase itself.

Employee Benefit Expense

- *Defined contribution plans*

Contributions under defined contribution plans are recognised as expense for the period in which the employee has rendered service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

- *Defined benefit plans*

For defined benefit retirement schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each year-end balance sheet date. Remeasurement gains and losses of the net defined benefit liability/(asset) are

recognised immediately in other comprehensive income. The service cost and net interest on the net defined benefit liability/(asset) are recognised as an expense within employee costs.

Past service cost is recognised as an expense when the plan amendment or curtailment occurs or when any related restructuring costs or termination benefits are recognised, whichever is earlier.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations as reduced by the fair value of plan assets.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognized based on actuarial valuation at the present value of the obligation as on the reporting date.

Taxes

The tax expenses for the period comprises of current tax and deferred income tax.

Current Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred Tax

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying value of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the balance sheet liability method.

Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

The carrying value of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying value of its assets and liabilities.

Deferred tax assets and liabilities are offset to the extent that they relate to taxes levied by the same tax authority and there are legally enforceable rights to set off current tax assets and current tax liabilities within that jurisdiction.

Current and deferred tax are recognised as an expense or income in the statement of profit and loss, except when they relate to items credited or debited either in other comprehensive income or directly in equity, in which case the tax is also recognised in other comprehensive income or directly in equity.

Investments in subsidiaries, associates

Investments in subsidiaries, associates and joint ventures are carried at cost/deemed cost applied on transition to

Ind AS, less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of investment is assessed and an impairment provision is recognised, if required immediately to its recoverable amount. On disposal of such investments, difference between the net disposal proceeds and carrying amount is recognised in the statement of profit and loss.

Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial Assets

- *Initial recognition and measurement*

All financial assets, except investment in subsidiaries and associate, are recognised initially at fair value. Transaction costs that are attributable to the acquisition or issue of financial asset, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

- *Subsequent measurement*

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

a) *Financial Assets measured at Amortised Cost*

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise to cash flows on specified dates that represent solely payments of principal and interest on the principal amount outstanding.

b) *Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)*

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

c) *Financial Assets measured at Fair Value Through Profit or Loss (FVTPL)*

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

- *Other Equity Investments*

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss. Dividend on such equity investments are recognised in Statement of Profit and loss when the Company's right to receive payment is established.

However, investment in partnership firms are carried at cost/ deemed cost applied on transition to Ind AS, less accumulated impairment losses, if any.

- *Impairment of Financial Assets*

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Expected Credit Losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events

on the financial instrument that are possible within 12 months after the reporting date); or

- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognized from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

Financial Liabilities

- *Initial recognition and measurement*

All Financial Liabilities are recognized at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

- *Subsequent measurement*

Financial Liabilities are carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Derecognition of Financial Instruments

The Company derecognises a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial liability (or a part of a Financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The financial instruments are categorised into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs based on unobservable market data.

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including Discounted Cash Flow Model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risks,

credit risks and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Further details are set out in Note 3.5.

Revenue recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

The specific recognition criteria described below must also be met before revenue is recognised.

Sale of products

Revenue from the sale of products is recognised when the significant risks and rewards of ownership of the products have passed to the buyer, usually on delivery of the products. Revenue from the sale of products is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

Interest income

Interest Income from a Financial Assets is recognised using effective interest rate method.

Dividend Income

Dividend Income is recognised when the Company's right to receive the amount has been established.

Finance Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

Foreign Currencies Transactions

The financial statements of the Company are presented in Indian Rupees ("₹"), which is the functional currency of the Company and the presentation currency for the financial statements.

In preparing the financial statements, transactions in currencies other than the Company's functional currency are recorded at the rates of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are re-translated at the rates prevailing at the end of the reporting period. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

In the case of forward contract, if any, difference between the forward rate and the exchange rate on the transaction date is recognized as income or expenses over the lives of the related contracts. The differential gain/loss is recognised in Statement of Profit and Loss.

Earnings Per Share

Basic earnings per share is computed by dividing profit or loss for the year attributable to equity holders by the weighted average number of shares outstanding during the year. Partly paid up shares are included as fully paid equivalents according to the fraction paid up.

Diluted earnings per share is computed using the weighted average number of shares and dilutive potential shares except where the result would be anti-dilutive.

Key Accounting Estimates & Judgements**1 Valuation of deferred tax assets**

The Company reviews the carrying amount of deferred tax assets at the end of each reporting period. The policy has been detailed in Note 2(j), page 265, and its further information are set out in Note 3.1.

2 Defined benefit plan

The cost of the defined benefit plans and other post-employment benefits and the present value of the obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter that is subject to change the most is the discount rate. In determining the appropriate discount rate, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation and extrapolated as needed along the yield curve to correspond with the expected term of the defined benefit obligation.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at intervals in response to demographic changes. Future salary increases are after considering the expected future inflation rates for the country.

Refer to Note 3.2 for further details.

3 Property, Plant and Equipment

The Company reviews the useful life of property, plant and equipment and intangible assets at the end of each reporting period. This reassessment may result in change in depreciation and amortisation expense in future periods. The policy has been detailed in Note 2(C) above.

4 Recoverability of Trade Receivables

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Estimated irrecoverable amounts are derived based on a provision matrix, which takes into accounts various factors such as customer specific risks, geographical region, product type, customer rating, type of customer, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

Notes to the Consolidated Financial Statements

Rs. In Lakhs

A S S E T S	Property Plant and Equipment														Total		
	Factory Land	Building Premises	Godown	Green Plot Development (Alang)	Flat - Madhav Hill	Factory Building	Plant & Machineries	Crane & Commercial Vehicles	Office Equipments	Oxygen Tank	Mobiles	Furniture	Computer	Vehicles		Electric Installations	Oxygen Cylinders
Gross carrying amount																	
As at April 1, 2019	266.84	2.36	8.07	27.75	12.65	183.08	177.41	97.60	5.77	21.01	1.14	2.37	1.69	102.45	8.66	78.57	997.43
Additions	-	0.17	-	9.03	-	-	232.58	4.25	0.67	-	-	-	-	14.00	-	-	260.70
Disposal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	61.72	61.72
As at March 31, 2020	266.84	2.53	8.07	36.78	12.65	183.08	409.99	101.85	6.45	21.01	1.14	2.37	1.69	116.45	8.66	16.85	1,196.41
As at April 1, 2020	266.84	2.53	8.07	36.78	12.65	183.08	409.99	101.85	6.45	21.01	1.14	2.37	1.69	116.45	8.66	16.85	1,196.41
Additions	4.64	-	-	-	-	-	13.56	123.92	3.89	-	-	0.32	1.78	75.54	-	-	223.66
Disposal	-	-	-	-	-	-	99.94	-	-	-	-	-	-	14.19	-	-	133.52
As at March 31, 2021	271.48	2.53	8.07	36.78	12.65	183.08	323.61	225.77	10.34	21.01	1.14	2.69	3.47	177.80	-	2.12	1,282.54
Accumulated depreciation																	
As at April 1, 2019	-	0.28	2.24	1.14	-	17.75	50.99	38.48	1.64	3.76	0.74	1.42	1.37	18.41	5.05	22.62	165.87
Depreciation for the year	-	0.09	0.75	0.97	-	7.48	24.02	12.38	0.79	1.33	0.03	0.18	0.10	14.64	1.68	1.62	66.07
Deduction / Adjustment / Writtent back	-	-	-	-	-	-	1.93	-	-	-	-	0.50	-	-	-	-	17.77
As at March 31, 2020	-	0.37	2.99	2.11	-	25.23	73.08	50.86	2.43	5.09	0.77	1.11	1.47	33.05	6.73	6.47	211.75
As at April 1, 2020	-	0.37	2.99	2.11	-	25.23	73.08	50.86	2.43	5.09	0.77	1.11	1.47	33.05	6.73	6.47	211.75
Depreciation for the year	-	0.10	0.75	1.17	-	7.80	21.95	13.70	1.08	1.33	0.03	0.21	0.33	14.96	-	-	63.39
Deduction / Adjustment / Writtent back	-	-	-	-	-	-	36.56	-	-	-	-	-	-	10.44	6.73	5.65	59.38
As at March 31, 2021	-	0.47	3.73	3.28	-	33.03	58.47	64.55	3.51	6.42	0.79	1.32	1.79	37.57	-	0.82	215.76
Net Carrying Amounts																	
As at March 31, 2020	266.84	2.16	5.09	34.66	12.65	157.85	336.91	51.00	4.01	15.92	0.37	1.26	0.22	83.40	1.93	10.38	984.66
As at March 31, 2021	271.48	2.07	4.34	33.50	12.65	150.05	265.14	161.22	6.83	14.59	0.34	1.38	1.68	140.23	-	1.30	1,066.79

Notes :
1. Green Plot Development at Alang Ship Breaking Yard with net value of Rs. 33.5 Lakhs is on a leasehold land plot.

Note 1.2 : Capital Work In Progress

Rs. In Lakhs

Particulars	Building Premises (Aashiana)
Gross carrying amount	
As at April 1, 2019	69.60
Additions	84.94
Deductions (Transferred to Property, Plant & Equipments)	-
As at March 31, 2020	154.54
As at April 1, 2020	154.54
Additions	20.33
Deductions (Transferred to Property, Plant & Equipments)	-
As at March 31, 2021	174.87
Net carrying amount	
As at March 31, 2020	154.54
As at March 31, 2021	174.87

Note 1.3 : Investment Property

Particulars	Premises (Other than Factory)	Warehouse	Total
Gross carrying amount			
As at April 1, 2019	247.91	29.72	277.64
Additions	-	-	-
Inter Transfers	-	-	-
Recoupment / Adjustment	-	-	-
Deductions	-	-	-
As at March 31, 2020	247.91	29.72	277.64
As at April 1, 2020	247.91	29.72	277.64
Additions	-	-	-
Inter Transfers	-	-	-
Recoupment / Adjustment	-	-	-
Deductions	-	-	-
As at March 31, 2021	247.91	29.72	277.64
Accumulated depreciation			
As at April 1, 2019	25.49	2.29	27.79
Depreciation for the year	6.43	0.77	7.20
Inter Transfers	-	-	-
Impairment for the year	-	-	-
Deductions	-	-	-
As at March 31, 2020	31.93	3.06	34.98
As at April 1, 2020	31.93	3.06	34.98
Depreciation for the year	6.41	0.76	7.18
Inter Transfers	-	-	-
Impairment for the year	-	-	-
Deductions	-	-	-
As at March 31, 2021	38.34	3.82	42.16
Net carrying amount			
As at March 31, 2020	215.99	26.66	242.65
As at March 31, 2021	209.57	25.90	235.47

Note:

1. Title of Warehouse situated at 1929, Iron & Steel Market Yard, Kalamboli, Dist: Raigad with net value of Rs. 25.9 Lakhs is in the name of director of the company.

(a) Information regarding income and expenditure of Investment property Rs. In Lakhs

Particulars	For the Year ended	
	31-Mar-21	31-Mar-20
Rental income derived from Investment Property	6.65	18.35
Direct operating expenses (including repairs and maintenance) generating rental income		
	0.79	1.61
Direct operating expenses (including repairs and maintenance) that did not generate rental income		
	1.92	-
Profit arising from investment property before depreciation and indirect expenses	3.94	16.74
Less : Depreciation	7.18	7.20
Profit arising from investment property before indirect expenses	-3.24	9.55

The Company has no restrictions on the realisability of its investment property and no contractual obligations to construct or develop investment property or for repairs, maintenance and enhancements.

(b) Fair value of the Investment property are as under:

Fair value	Premises (Other than Factory)	Warehouse	Total
As at April 1, 2019	228.83	28.19	257.02
Changes in fair value	-6.43	-0.77	-7.20
Purchases	-	-	-
As at March 31, 2020	222.40	27.43	249.83
Changes in fair value	-6.41	-0.76	-7.18
Purchases	-	-	-
As at March 31, 2021	215.99	26.66	242.65

Note 1.4 : Other Intangible Assets

Particulars	Website
Gross carrying amount	
As at April 1, 2019	1.08
Additions	-
Disposal	-
As at March 31, 2020	1.08
As at April 1, 2020	1.08
Additions	-
Disposal	-
As at March 31, 2021	1.08
Accumulated depreciation	
As at April 1, 2019	0.77
Depreciation for the year	0.17
Deduction / Adjustment /Writtent back	-
As at March 31, 2020	0.94
As at April 1, 2020	0.94
Depreciation for the year	0.04
Deduction / Adjustment /Writtent back	-
As at March 31, 2021	0.98
Net Carrying Amounts	
As at March 31, 2020	0.14
As at March 31, 2021	0.10

Note No:- 1.5	Investments Non - Current		Rs. In Lakhs	
	Particulars	As at		
March 31, 2021		March 31, 2020		
(A) Investment at Cost				
- In Associates (as per the Equity Method)				
	(%) of Share in Profit/ (Loss)			
<i>Fixed Capital</i>				
Orchid Lakeview Developers Fixed	33.33%	-		1.00
White Mountain Fixed	25.00%	-		0.25
Goyal Hariyana Realty Fixed	50.00%	0.50		0.50
<i>Current Capital</i>				
Whitefield Projects	40.00%	4.20		4.20
Swastik Developers	33.33%	736.35		675.55
Orchid Lakeview Developers	33.33%	-		163.86
White Mountain	25.00%	-		99.93
Goyal Hariyana Realty	50.00%	10,688.72		10,876.87
		-		-
In Partnership Firm				
	(%) of Share in Profit/ (Loss)			
<i>Fixed Capital</i>				
Shree Balaji Associates Fixed	5.00%	0.25		0.25
<i>Current Capital</i>				
Shree Balaji Associates	5.00%	-		296.71
- In Equity Shares (Unquoted)				
- The Cuffe Persepolis premises of Co-Operative Ltd.				
1 (PY 1.00) share of Rs.10/- each paid up				
		0.00		0.00
(B) Investment at Fair value through profit and loss (FVTPL):				
- Investment in Shares (Quoted)				
Inducto Steel Ltd				
10 (PY 10) share of Rs. 10/- each paid up				
		0.00		0.00
		-		-
		-		-
	Total	11,430.03		12,119.13

Notes:

a) There are no sales or purchases of long term investments during the year.
b) The company has resigned during the year from White Mountains. The share of losses of Rs. 6.43 Lakhs till the date of retirement is shown under Other Income as 'Share of profit/(losses) from Partnership firms'. The balance payable amounting to Rs. 6.43 Lakhs in respect of capital overdrawn is shown under Other Current Liabilities as 'Other Payables to Partnership Firms'.

c) Carrying value and market value of quoted and unquoted investments are as below:

(i) Aggregate market value of quoted investments	0.00	0.00
(ii) Aggregate carrying value of unquoted investment in associates	11,429.78	11,822.17
(iii) Aggregate carrying value of unquoted investment	0.25	296.96

Note No:- 1.6	Other Non-Current Asset		As at	
	Particulars	March 31, 2021	March 31, 2020	
(Unsecured, Considered Good)				
a) Security Deposits		17.95		16.94
b) Advances receivable in cash or kind		40.92		40.92
c) Balance with Revenue Authorities		87.11		87.12
d) FDRs (having maturity of more than 12 months)		5.00		5.00
	Total	150.98		149.98

Notes:

(i) Advance receivable in cash or kind primarily include fees paid under protest to Gujarat Maritime Board (GMB) in respect of demand from regulatory authority i.e. GMB.
(ii) Balance with Revenue Authorities primarily relate to pre-paid taxes and amounts paid under protest in respect of demands and claims from revenue authorities.

Particulars	As at		Rs. In Lakhs
	March 31, 2021	March 31, 2020	
<i>(As verified, valued and certified by management)</i>			
a) Raw Materials	2,336.09		1,189.88
- Uncut Ship	-		-
b) Stock - in - Trade	5,608.87		-
Total	7,944.96		1,189.88

Notes :

Included above, goods-in-transit:

(i) Stock - in - Trade	5,608.87		-
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Note No:- 1.8 Current Financial Assets - Trade Receivables

Particulars	As at	
	March 31, 2021	March 31, 2020
Trade Receivable - Unsecured		
Considered Good	164.76	93.76
Considered Doubtful	0.59	0.51
	165.35	94.27
Less : Allowance for doubtful debts	0.59	0.51
Total	164.76	93.76

Notes:

In determining allowance for doubtful debts, the Company has used the practical expedient by computing the expected credit loss allowance based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on ageing of the receivables and rates used in the provision matrix.

(i) Movement in allowance for doubtful trade receivables are as below :

Particulars	As at	
	March 31, 2021	March 31, 2020
Balance at the beginning of the year	0.51	0.43
Movement during the year	0.08	0.08
Less : Write off of bad debts	-	-
Balance at the end of the year	0.59	0.51

(ii) Ageing of trade receivables are as below:

Particulars	March 31, 2021	March 31, 2020
Outstanding for more than six months from the date they are due	8.58	8.58
Others	156.77	85.69
	165.35	94.27

(iii) The trade receivables are considered to be of short duration and are not discounted and the carrying values are assumed to approximate their fair values.

(iv) There are no outstanding receivables due from directors or other officers of the Company.

Particulars	Rs. In Lakhs	
	As at	
	March 31, 2021	March 31, 2020
Note No:- 1.13 Equity Share Capital		
AUTHORISED CAPITAL:		
Equity Shares of Rs. 10/- Each	650.00	650.00
4% Redeemable Preference Share Of Rs. 10/- Each	500.00	500.00
ISSUED, SUBSCRIBED & PAID UP SHARES CAPITAL		
Equity Shares of Rs. 10/- Each	616.67	616.67
Total	616.67	616.67

Notes :

a) The reconciliation of the number of outstanding shares is set out below :

Particulars	March 31, 2021		March 31, 2020	
	Number	Amount	Number	Amount
At the beginning of the year	61,66,667	616.67	61,66,667	616.67
Add: Shares issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	61,66,667	616.67	61,66,667	616.67

b) The details of shareholder holding more than 5% shares is set out below:

Name of Shareholders	March 31, 2021		March 31, 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
1 Rakesh Reniwal	8,58,230	13.92%	8,58,230	13.92%
2 Lalitadevi Reniwal	4,14,800	6.73%	4,14,800	6.73%
3 Sanjeev Reniwal	4,38,267	7.11%	4,38,267	7.11%
4 Shantisarup Reniwal HUF	6,25,178	10.14%	6,25,178	10.14%
5 Rajeev Reniwal	15,39,009	24.96%	15,39,009	24.96%
6 Unnati Reniwal	4,00,000	6.49%	4,00,000	6.49%

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

c) Terms/rights attached to equity shares :

- The company has only one class of equity shares having a par value of Rs.10/-. Each holder of equity share is entitled to one vote per share. The company declares and pays dividend in indian rupees. The dividend proposed by the Board of Directors is subject to approval of shareholders in the ensuing Annual General Meeting.
- During the year ended 31st March 2021, the amount of per share dividend recognised as distributions to equity shareholder was NIL per share (PY Rs.NIL/-)
- Preference shareholder do not have any voting right. They are entitled to dividend @ 4% before equity shareholders.
- In the event of liquidation of the company, the holders of the Equity shares will be entitled to receive remaining assets of the company, after distribution of preferential amounts. The distribution will be in proportion to the number of equity shares held by the share holders.

Note No:- 1.14 Other Equity

Particulars	Note No.	As at	
		March 31, 2021	March 31, 2020
a) Securities Premium	I	140.38	140.38
b) Capital Reserves	II	893.61	893.61
c) General Reserves	III	374.25	374.25
d) Capital Redemption Reserves	IV	500.00	500.00
e) Retained Earnings	V	11,076.32	10,117.93
Total		12,984.57	12,026.18

Refer Statement of Changes in Equity for additions / deletions in each reserve.

Notes :

I. Securities premium reserve represents premium received on equity shares issued, which can be utilised only in accordance with the provisions of the Companies Act, 2013 (the Act) for specified purposes.

II. Capital reserve represents reserve created pursuant to the business combinations.

III. General reserve is created from time to time by transferring profits from retained earnings and can be utilised for purposes such as dividend payout, bonus issue, etc.

IV. Capital redemption reserves represents created out of buyback or redemption of its own equity/preference shares, from its retained earnings. The amount in Capital Redemption Reserve is equal to nominal amount of the shares bought back.

V. Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to the shareholders.

Particulars	As at	
	March 31, 2021	March 31, 2020
Secured Loan		
- From Banks		
ICICI Bank Limited -LAMUM00042852086	53.60	-
Total	53.60	-

2. Details of Security:

a) The ICICI Bank Ltd Car Loan A/c no.LAMUM00042852086 was taken during the year and carries an interest rate of 7.80% per annum. The loan is repayable in 60 monthly instalments of Rs. 1.35/- Lakhs each.

b) The loan is secured by hypothecation of asset financed.

Particulars	As at	
	March 31, 2021	March 31, 2020
Provision for Gratuity	8.02	3.39
Total	8.02	3.39

Refer to Note - 3.2 for detailed disclosure

Particulars	As at	
	March 31, 2021	March 31, 2020
a) Deferred tax liabilities	108.82	107.42
b) Deferred tax (assets)	-2.62	-1.28
Total	106.20	106.14

Refer Note 3.1 for details of deferred tax liabilities and assets.

Particulars	As at	
	March 31, 2021	March 31, 2020
Other Payables		
Security Deposit From Tenants	2.10	2.30
Total	2.10	2.30

Particulars	As at	
	March 31, 2021	March 31, 2020
Secured Borrowings		
1 Loan from banks (includes CC, OD etc.)	-	715.28
Total	-	715.28

Notes:

1. Details of the secured short-term borrowings:

Working Capital Loan from banks:

a Punjab National Bank OD-376097	-	618.30
b Punjab National Bank OD	-	96.98
	-	715.28

2. Details of Security:

a. Cash Credit facility from Punjab National Bank CC-1040 is secured by way of hypothecation of Stocks & book debts of the company as primary security and equitable mortgage of immovable property of the company & associated concern as collateral security.

b. Bank overdraft facility from Punjab National Bank OD-376097 is secured by way of equitable mortgage of immovable property of the company & associated concern as collateral security & personal guarantee of the associated concern & relatives of the key management personnels.

Particulars	As at	
	March 31, 2021	March 31, 2020
- For Goods	11,173.59	2,471.50
- For Other Supplies	1.68	7.14
Total	11,175.28	2,478.64

Notes:

1. Trade payables are recognized at their original invoiced amounts which represent their fair value on initial recognition. The trade payables are considered to be of short duration and are not discounted and the carrying values are assumed to approximate their fair values.

2. The management is of the opinion that none of their suppliers constitute micro, small and medium enterprises as per Micro, Small & Medium Enterprises Development Act, 2006. Hence, no separate disclosure has been made.

Note No:- 1.21 Other Current Liabilities		Rs. In Lakhs	
Particulars	As at		
	March 31, 2021	March 31, 2020	
a) Current maturity of long term borrowings	11.55		-
b) Capital Overdrawn from Partnership Firms	317.03		-
c) Brokerage Payable	8.43		21.83
d) Statutory dues payable	10.35		3.55
e) Expenses Payable	54.05		11.76
f) Margin money of customer	19.00		19.00
g) Advance from Customers	1,012.02		440.52
h) Advance against Proposed JV	121.33		121.33
i) Other Payables to Partnership Firms	8.12		-
j) Others (Reimbursement of expenses payable)	4.64		-
Total	1,566.52		618.00

Notes:

The company has resigned from White Mountains during the year. The balance payable amounting to Rs. 6.43/- Lakhs in respect of capital overdrawn is shown under other current liabilities.

Note No:- 1.22 Provisions		Rs. In Lakhs	
Particulars	As at		
	March 31, 2021	March 31, 2020	
Provision for Employee Benefits			
Salary & Incentives	17.58		0.61
Contribution to Provident Funds	3.09		2.26
ESIC Payable	0.77		0.59
Total	21.44		3.47

Particulars	REVENUE FROM OPERATIONS		Rs. In Lakhs
	For the year ended		
	March 31, 2021	March 31, 2020	
a) Sale of products			
- Manufactured	5,714.31	10,027.37	
- Traded	9,139.44	2,774.25	
Total	14,853.74	12,801.62	

Particulars	OTHER INCOME		Rs. In Lakhs
	For the year ended		
	March 31, 2021	March 31, 2020	
a) Interest Income			
i. From Banks	48.57	94.57	
ii. From Others	1,334.27	1,430.76	
iii. FDR	0.31	0.31	
b) Income from Investments	-	-	
i. Share of Profit/ (Loss) from Partnership Firm	3.46	0.17	
c) Other Income :	-	-	
i. Rent & Compensation	6.65	18.35	
ii. MTM Gain on Fair value of Mutual Fund/ Quoted Equity Shares (FVTP)	0.00	-0.00	
iii. Other Income	19.64	7.24	
iv. Gain on Foreign Currency Transactions	374.12	-	
v. Profit on sale of Assets	0.02	31.46	
vi. Income on Capitalization of Goods	-	227.24	
Total	1,787.04	1,810.09	

Particulars	COST OF CONSUMPTION OF RAW MATERIALS		Rs. In Lakhs
	For the year ended		
	March 31, 2021	March 31, 2020	
Inventory at the Beginning of the Year	1,189.88	9,334.54	
Add: Ship Purchase for Recycling	6,142.87	2,471.73	
	7,332.75	11,806.27	
Less: Inventory at the end of the Year	2,336.09	1,189.88	
Cost of Consumption of Raw Materials	4,996.66	10,616.39	

Particulars	PURCHASE OF STOCK - IN - TRADE		Rs. In Lakhs
	For the year ended		
	March 31, 2021	March 31, 2020	
Purchases	14,689.13	2,714.49	
Total	14,689.13	2,714.49	

Particulars	CHANGES IN INVENTORIES		Rs. In Lakhs
	For the year ended		
	March 31, 2021	March 31, 2020	
Inventory at the Beginning of the Year	-	-	
Less : Inventory at the End of the Year	5,608.87	-	
Total	-5,608.87	-	

Particulars	For the year ended	
	Rs. In Lakhs	
	March 31, 2021	March 31, 2020
Salaries & Wages	170.26	228.30
Salary to Directors	36.00	6.00
Bonus Expenses	11.26	14.90
Contribution to Provident Funds	11.23	13.63
Contribution to ESIC	4.77	7.38
Staff Welfare Expenses	2.50	2.47
Gratuity Expenses	2.95	1.84
Total	238.97	274.52

Particulars	For the year ended	
	Rs. In Lakhs	
	March 31, 2021	March 31, 2020
a) Bank Charges		
Bank Commission & Charges	68.05	65.80
LC Charges	8.70	16.70
b) Interest Expenses	-	-
Borrowing from Bank	38.41	46.32
Late payment of Statutory Dues	0.09	2.49
Others	18.97	-
Shortfall in payment of advance Income Tax	42.56	0.00
Total	176.78	131.31

Particulars	For the year ended	
	Rs. In Lakhs	
	March 31, 2021	March 31, 2020
Gases & Carbide	59.55	77.28
Consumable Expenses	10.46	20.45
Plot Rent & Development Charges	19.28	26.63
Repair & Maintenance	14.55	4.61
Power & Fuel Expenses	25.42	134.20
Pollution Control Expenses	1.55	1.45
Other Manufacturing Expenses	5.08	5.93
Advertisements	0.38	2.90
Accounting Charges	1.50	2.40
Computer Charges	0.47	0.54
Donation	1.50	0.08
Electricity Charges	1.62	1.45
Excise Expenses	-	19.84
Fees & Subscription	4.51	1.41
Foreign Currency Transaction Variation	-	380.28
Filing Fees	0.09	0.27
General Office Expenses	0.05	0.22
Insurance Expenses	4.62	2.78
Legal & Professional Expenses	30.77	36.19
Listing Fees	3.60	3.34
Loss on sale of assets	12.90	-
Other Expenses	5.75	32.11
Payment to Auditors	4.70	5.08
Postage & Courier	0.21	0.94
Printing & Stationery	0.24	1.22
Professional Tax	0.02	0.04
Rent, Rates & Taxes	11.45	3.44
Repairs and Maintenance Expenses	-	0.33
Society Maintenance & Repairs	2.08	1.98
Security Charges	0.68	0.19
Sundry Balances Written off	-	89.93
Telephone Expenses	1.33	1.47
Travelling Expenses	1.21	9.94
Vehicle Running & Maintenance	11.29	11.38
Warehousing Charges	-	0.73
Provision for Doubtful Debts	0.08	0.08
Brokerage & Commission Expenses	19.07	32.69
Total	256.02	913.81

Note 3.1 : Income tax

The major component of Income Tax Expense for the year ended on March 31, 2021 and March 31, 2020 are as follows:

Rs. In Lakhs

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Statement of Profit and Loss		
Current tax		
Current income tax	551.06	11.27
Adjustment of tax relating to earlier periods	-	-
Deferred tax		
Deferred tax expense	0.55	10.21
	551.60	21.48
Other comprehensive income		
Deferred tax on		
- Re-measurement gain/ (loss) on defined benefit plans	0.49	-0.74
	0.49	-0.74
Income tax expense as per the statement of profit and loss	552.09	20.74

A) Income tax expense/(benefit)

The Company is subject to income tax in India on the basis of its standalone financial statements. The Company can claim tax exemptions/deductions under specific sections of the Income Tax Act, 1961 subject to fulfilment of prescribed conditions, as may be applicable.

Business loss can be carried forward for a maximum period of eight assessment years immediately succeeding the assessment year to which the loss pertains. Unabsorbed depreciation can be carried forward for an indefinite period.

The reconciliation of estimated income tax to income tax expense is as below:

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Profit before tax	1,511.13	-702.16
Income tax expense at tax rates applicable	440.04	-182.56
<u>Adjustments for:</u>	-	-
Expenses not allowed as deduction	19.35	18.63
Income being taxed at lower rate	-0.58	-1.43
Exempt Income	-1.01	-0.04
Provision for Gratuity and Doubtful Debts	-0.86	-0.60
Difference of Depreciation	4.48	14.50
(Profit)/ loss covered on consolidation of subsidiary	-0.21	18.97
Exempt Income from associates	90.38	154.01
Tax expense / (benefit)	551.60	21.48
Effective Tax Rate	36.50%	-3.06%

B) Deferred tax assets/(liabilities)

(ii) For the year ended on March 31, 2021

Particulars	As at April 1, 2020	Credit/(charge) in the Statement of Profit and Loss	Credit/(charge) in Other Comprehensive Income	As at March 31, 2021
Deferred Tax Liabilities/ (Assets)				
Property, Plant and Equipment	107.22	1.40	-	108.62
Fair Value of financial instrument	0.20	-	-	0.20
Allowance for Doubtful Debts	-0.69	-0.02	-	-0.70
Retirement Benefit Plans	-0.59	-0.84	-0.49	-1.92
	106.14	0.55	-0.49	106.20

(i) For the year ended on March 31, 2020

Particulars	As at April 1, 2019	Credit/(charge) in the Statement of Profit and Loss	Credit/(charge) in Other Comprehensive Income	As at March 31, 2020
Deferred Tax Liabilities/ (Assets)				
Property, Plant and Equipment	96.40	10.82	-	107.22
Fair Value of financial instruments	0.20	-	-	0.20
Allowance for Doubtful Debts	-0.11	-0.57	-	-0.69
Retirement Benefit Plans	-1.30	-0.03	0.74	-0.59
	95.18	10.21	0.74	106.14

C) Current tax assets and liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Current tax assets	-	-
Current tax liabilities	588.23	0.01

Note 3.2 : Employee benefits

A. Defined contribution plans:

Eligible employees of the Company are entitled to receive benefits in respect of provident fund, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions are made to the provident fund as set up by Government.

Amount of Rs. 16.00 Lakhs (FY 2019-20 : Rs. 21.01 Lakhs) is recognised as expenses and included in Note 2.6 : Employee benefit expense.

Particulars	Rs. In Lakhs	
	Year ended	
	March 31, 2021	March 31, 2020
Provident fund	11.23	13.63
ESIC	4.77	7.38
	16.00	21.01

B. Defined benefit plans:

The Company has following post employment benefits which are in the nature of defined benefit plans:

(a) Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for payment to vested employees at retirement, death while in employment or on termination of employment in accordance with the scheme of the company. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation.

1. The principal assumptions used for the purposes of the actuarial valuations were as follows:

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Discount rate (per annum)	6.75%	6.85%
Expected rate of salary increase	10% for first three years and 7% thereafter	10% for first three years and 7% thereafter
Attrition rate	Up to 30 Years - 3%	Up to 30 Years - 3%
	31-44 Years - 2%	31-44 Years - 2%
	Above 44 Years - 1%	Above 44 Years - 1%
Mortality rate during employment (% of IALM 06-08)	100%	100%

2. Movements in present value of obligation and plan assets

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Opening defined benefit obligation	3.39	4.22
Current service cost	2.72	1.51
Interest cost	0.23	0.33
Actuarial (gain)/loss arising from changes in financial assumptions	0.31	0.45
Actuarial (gain)/loss arising from experience adjustments	1.36	-3.12
Closing defined benefit obligation	8.02	3.39

3. Amounts recognised in other comprehensive income in respect of these defined benefit plans are as follows:

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Remeasurement on the net defined benefit liability comprising:		
- Actuarial (gain)/loss arising from changes in financial assumptions	0.31	0.45
- Actuarial (gain)/loss arising from experience adjustments	1.36	-3.12
Components of defined benefit costs recognised in other comprehensive income	1.67	-2.67

4. Sensitivity analysis of significant assumptions are as follows:

Particulars	Sensitivity level	Defined benefit obligation	
		March 31, 2021	March 31, 2020
Defined benefit obligation (Base)		8.02	3.39
Discount Rate	1% increase	7.06	2.96
	1% decrease	9.16	3.90
Salary Growth Rate	1% increase	9.14	3.90
	1% decrease	7.06	2.96
Attrition Rate	1% increase	7.94	3.33
	1% decrease	8.09	3.45
Mortality Rate	1% increase	8.02	3.39
	1% decrease	8.01	3.39

5. The followings are the expected cash flows for the defined benefit obligation (based on undiscounted value) :

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Gratuity		
Within the next 12 months (next annual reporting period)	0.14	0.01
Between 2 and 5 years	2.05	0.82
Beyond 5 years	20.58	9.60
Total expected payments	22.77	10.43

6. Weighted average duration of defined plan obligation (based on discounted cash flows)

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Weighted average duration	14 Years	14 Years

C. Other Long term employee benefit plans

Company does not have any other Long term employee benefit plans for the aforesaid period.

Note 3.3 : Earnings per Share (EPS)

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Earning per share		
- Basic	15.56	-11.73
- Diluted	15.56	-11.73
Face value per share	10.00	10.00
Basic & Diluted EPS		
Profit for the year attributable to equity shareholders	959.53	-723.64
Weighted average number of equity shares used in the calculation of earnings per share	61,66,667	61,66,667

Note 3.4 : Capital Management

The Company's capital management is intended to create value for shareholders by facilitating the achievement of long-term and short-term goals of the Company.

The Company determines the amount of capital required on the basis of annual business plan coupled with long-term and short-term strategic investment and expansion plans.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes, within net debt, interest bearing loans and borrowings, trade and other payables, less cash and short-term deposits.

Particulars	As at	
	March 31, 2021	March 31, 2020
Non - Current Borrowings	53.60	-
Current Borrowings	-	715.28
Trade Payables	11,175.28	2,478.64
Current maturities of long-term borrowings	11.55	-
Less: cash and cash equivalent	4,226.21	51.16
Net debt	7,014.21	3,142.76
Equity share capital	616.67	616.67
Other equity	12,995.18	12,036.83
Total equity	13,611.85	12,653.50
Gearing ratio	0.52	0.25

Note 3.5 : Financial Instruments

Rs. In Lakhs

(a) Financial assets and liabilities

The following tables present the carrying value and fair value of each category of financial assets and liabilities as at March 31, 2021 and March 31, 2020 :

Particulars	As at	
	March 31, 2021	March 31, 2020
Financial Assets		
a. Measured at cost:		
Investments		
- in Associates	11,429.78	11,822.17
- Partnership Firms	0.25	296.96
- Equity Shares (Unquoted)	0.00	0.00
b. Measured at amortised cost:		
- Trade Receivable	164.76	93.76
- Cash And Cash Equivalents	4,226.21	51.16
- Loans	1,319.00	1,319.00
- Other Financial Assets	0.57	0.64
c. Mandatorily measured at fair value through profit or loss (FVTPL) / other comprehensive income (OCI):		
Investments		
- Equity shares (Quoted)	0.00	0.00
Financial Liabilities		
a. Measured at amortised cost:		
Borrowings	53.60	715.28
Trade payables	11,175.28	2,478.64

(b) Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Level 1 to Level 3, as described below:

(i) Quantitative disclosures fair value measurement hierarchy for assets :

Particulars	Fair value measurement using			Total
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
March 31, 2021				
Assets measured at fair value				
<i>FVTPL investments</i>				
Equity shares - Quoted	0.00	-	-	0.00
Assets disclosed at fair value				
Investment properties	-	-	235.47	235.47
March 31, 2020				
Assets measured at fair value				
<i>FVTPL investments</i>				
Equity shares - Quoted	0.00	-	-	0.00
Assets disclosed at fair value				
Investment properties	-	-	242.65	242.65

(c) Financial risk management

In the course of its business, the Company is exposed primarily to fluctuations in foreign currency exchange rates, interest rates, equity prices, liquidity and credit risk, which may adversely impact the fair value of its financial instruments.

The Board of Directors reviews and approves risk management framework and policies for managing these risks and monitors suitable mitigating actions taken by the management to minimise potential adverse effects and achieve greater predictability to earnings. In line with the overall risk management framework and policies, the management monitors and manages risk exposure through an analysis of degree and magnitude of risks.

Market risk

Market risk Market risk is the risk of any loss in future earnings, in realising fair values or in future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in interest rates, foreign currency exchange rates, equity price fluctuations, liquidity and other market changes. Future specific market movements cannot be normally predicted with reasonable accuracy.

Interest rate risk

Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rates. Any movement in the reference rates could have an impact on the Company's cash flows as well as costs. The Company is subject to variable interest rates on some of its interest bearing liabilities. The Company's interest rate exposure is mainly related to debt obligations.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on loans and borrowings. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Change in basis points	Rs. In Lakhs
		Effect on profit before tax
March 31, 2021		
Interest bearing borrowings (in INR)	+50	-1.35
	-50	1.35
March 31, 2020		
Interest bearing borrowings (in INR)	+50	-1.60
	-50	1.60

This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

Foreign currency risk

The fluctuation in foreign currency exchange rates may have a potential impact on the statement of profit and loss and equity.

The Company, as per its risk management policy, uses foreign currency forward contracts primarily to hedge foreign exchange exposure. Any weakening of the functional currency may impact the Company's cost of imports and cost of borrowings and consequently may increase the cost of financing the Company's capital expenditures.

The following table shows foreign currency exposures at the end of the reporting period:

Particulars	in USD		in INR	
	As at		As at	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Trade Payables	152.58	32.72	11,173.59	2,471.50

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD exchange rates, with all other variables held constant.

Particulars	Change in USD rate	Effect on profit before tax
March 31, 2021		
	+5%	-558.68
	-5%	558.68
March 31, 2020		
	+5%	-123.57
	-5%	123.57

Equity price risk

Equity price risk is related to change in market reference price of investments in equity securities held by the Company. The fair value of quoted investments held by the Company exposes the Company to equity price risks. In general, these investments are not held for trading purposes.

The fair value of quoted investments in equity, classified as fair value through profit and loss as at March 31, 2021 and March 31, 2020 was ₹140 and ₹100, respectively.

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions and foreign exchange transactions.

Trade receivables

Customer credit risk is managed by the Company's internal policies, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on market feedback and credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored.

The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and operate in independent markets.

Liquidity Risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity riskmanagement is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company monitors its risk of shortage of funds through using a liquidity planning process that encompasses an analysis of projected cash inflow and outflow.

The Company also constantly monitors funding options available in the debt and capital markets with a view to maintaining financial flexibility.

(i) The table below summarises the maturity analysis for its financial liabilities based on the undiscounted cash flows at the end of reporting period :

Particulars	Rs. In Lakhs					Total
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	
As at						
March 31, 2021						
Borrowings	-	-	-	53.60	-	53.60
Trade & other payables	-	5,518.48	5,656.80	-	-	11,175.28
As at	-	-	-	-	-	-
March 31, 2020						
Borrowings	715.28	-	-	-	-	715.28
Trade & other payables	-	7.14	2,471.50	-	-	2,478.64

Note 3.6: Related Party transactions

Related party disclosures, as required by Ind AS 24, " Related Party Disclosures", are given below.

(A) Particulars of related parties and nature of relationships

A. Companies over which Key Management Personnel and their relatives are able to exercise significant influence

1. Goyal and Company (Construction) Pvt. Ltd.
2. Shree Balaji Associates
3. Goyal Hariyana Construction
4. Inducto Steel Limited

B. Subsidiary

1. Hariyana Air Products

C. Associates

1. Orchid Lakeview Developers
2. Swastik Developers
3. White Mountain (resigned from June 30, 2020)
4. Whitefield Projects
5. Goyal Hariyana Realty

D. Key Management Personnel

Managing Director

1. Shanti Sarup Reniwal

Executive directors

2. Rakesh Reniwal
3. Unnati Reniwal

Company Secretary

4. Swati Chauhan (Resigned on 28.02.2019)
5. Shalinder Kaur (Joined on 07.10.2019 and Resigned w.e.f 30.11.2020)
6. Dhvani Punamiya (Joined w.e.f. 13.02.2021)

(B) Related party transactions and balances

The details of material transactions and balances with related parties (including those pertaining to discontinued operations) are given below:

a) Transactions during the year	Rs. In Lakhs	
	Year ended	
	March 31, 2021	March 31, 2020
Other Income		
<i>Interest Income from associates</i>		
White Mountain	2.96	300.32
Orchid Lakeview Developers	6.75	130.36
Swastik Developers	60.80	72.56
Goyal Hariyana Realty	1,263.16	925.32
	<u>1,333.67</u>	<u>1,428.55</u>
<i>Share of Profit/ (Loss) from partnership firms</i>	-	-
Shree Balaji Associates	3.46	0.17
	<u>3.46</u>	<u>0.17</u>
Remuneration paid	-	-
Shantisarup Reniwal	18.00	-
Rakesh Reniwal	18.00	6.00
Kirti Shantilal Desai	6.90	6.29
Dhawani Punamiya	0.90	-
Shalinder Kaur	3.85	3.85
	<u>47.65</u>	<u>16.14</u>
Investment in partnership firms	-	-
<i>Capital Introduced</i>	-	-
Shree Balaji Associates	16,846.30	10,762.00
	<u>16,846.30</u>	<u>10,762.00</u>
<i>Capital Withdrawn</i>	-	-
Shree Balaji Associates	17,463.50	7,815.90
	<u>17,463.50</u>	<u>7,815.90</u>
Investment in associates	-	-
<i>Capital Introduced</i>	-	-
Goyal Hariyana Realty	-	3,950.32
	<u>-</u>	<u>3,950.32</u>
<i>Capital Withdrawn</i>	-	-
Orchid Lakeview Developers	170.67	1,945.00
Goyal Hariyana Realty	1,150.00	170.00
White Mountain	102.15	2,825.00
	<u>1,422.82</u>	<u>4,940.00</u>

Rs. In Lakhs

b) Balances at the end of the year	As at	
	March 31, 2021	March 31, 2020
Advance Received		
Goyal and Company (Construction) Pvt. Ltd.	121.33	121.33
	<u>121.33</u>	<u>121.33</u>
Expenses Payable		
Shalinder Kaur	-	0.55
Dhawani Punamiya	0.45	-
	<u>0.45</u>	<u>0.55</u>
Investments in partnership firms		
- <i>In Fixed Capital</i>		
Shree Balaji Associates	0.25	0.25
- <i>In Current Capital</i>		
Shree Balaji Associates	-317.03	296.71
	<u>-316.78</u>	<u>296.96</u>
Investments in associates		
- <i>In Fixed Capital</i>		
Orchid Lakeview Developers Fixed	-	1.00
White Mountain Fixed	-	0.25
Goyal Hariyana Realty Fixed	0.50	0.50
- <i>In Current Capital</i>		
Whitefield Projects	4.20	4.20
Swastik Developers	736.35	675.55
Orchid Lakeview Developers	-	163.86
White Mountain	-	99.93
Goyal Hariyana Realty	10,688.72	10,876.87
	<u>11,429.78</u>	<u>11,822.17</u>

Note 3.7 : Segment information

The Group's business segments are identified based on the geographic locations of its units and the internal business reporting system as per Ind AS 108. Business segments of the company are primarily categorized as: *Mumbai and Bhavnagar*.

This Consolidated Segment Information includes Industrial Oxygen & Trading Segment pertains to subsidiary of the company.

Particulars	Mumbai	Bhavnagar	Industrial Oxygen & Trading	Total
i. Segment Revenue				
Gross Revenue	-	14,821.47	45.97	14,867.44
	-	12,650.84	174.17	12,825.01
Less: Intersegmental revenue			13.70	13.70
	-	-	23.39	23.39
Revenue from operations	-	14,821.47	32.27	14,853.74
	-	12,650.84	150.78	12,801.62
Other Income (after inter segment eliminations)				1,787.04
				1,810.09
ii. Segment Results				
Profit / (loss) before finance costs, exceptional items and tax	1,590.50	107.28	(9.87)	1,687.91
	(660.86)	177.16	(87.16)	(570.85)
Interest Expenses				176.78
				131.31
Profit before Tax				1,511.13
				(702.16)
Taxes				551.60
				21.48
Profit after Tax				959.53
				(723.64)
iii. Segment Assets	17,955.34	9,102.36	75.53	27,133.23
	14,381.03	2,043.62	156.07	16,580.72
Investment in Equity Accounted Associates (included in above segment assets)				11,429.78
				11,822.17
iv. Segment Liabilities	1,245.46	12,232.07	43.86	13,521.38
	870.78	3,038.28	18.15	3,927.22

(* Figures in italics are in respect of the previous year)

Notes:

- Revenue from external sources includes income from sale of manufactured goods.
- Carrying amount of segment assets comprises of non-current assets and current assets identified to respective segments.
- The figures of segment results include inter segment interest income/ expense.

Operating Revenue			(Rs. in Lakhs)
Particulars	Year ended		
	March 31, 2021	March 31, 2020	
- From Outside India	-	-	
- From India	14,867.44	12,825.01	

Productwise Revenue		
Particulars	Year ended	
	March 31, 2021	March 31, 2020
- Waste & Scrap of ferrous and non-ferrous	5,682.04	9,876.60
- Hot Rolled Coils	9,139.44	2,774.25
- Industrial Oxygen Gas	45.97	174.17

Note 3.8 : Contingencies and commitments

March 31, 2020	As at	
	March 31, 2021	March 31, 2020
Contingent Liabilities		
<i>Disputed liabilities not acknowledged as debts*</i>		
a. Disputed demand under :		
- Income tax	327.74	327.74
<i>Claims against the Company</i>		
- Gujarat Maritime Board (GMB)	25.34	25.34
- Customs & Excise	18.35	18.35

* The Company has been advised that the demand is likely to be either deleted or substantially reduced and accordingly no provision is considered necessary.

Notes:

1. The Company has ongoing disputes with income tax authorities relating to tax treatment of certain items. These mainly include disallowance of expenses, tax treatment of certain expenses claimed by the Company as deduction and the computation of or eligibility of the Company's use of certain allowances.

2. The Gujarat Maritime Board (GMB) has raised demand amounting Rs. 25.34/- Lakhs on account of amendment fees and delayed interest thereon. However, the Company has already deposited Rs. 25.34/- Lakhs (March 31,2020 : Rs. 25.34/- Lakhs) under protest against the said demand of GMB. The company has claimed refund of such deposit and the matter is pending before the appellate authority of GMB. The company expects favourable resolution of the said appeal.

3. The Custom Department had raised various demands of customs duty amounting Rs. 18.35/- Lakhs on account of SAD, Redemption Fine and penalty on MGO etc. However, the Company has already deposited Rs. 18.35/- Lakhs (March 31, 2020 : Rs. 18.35/- Lakhs) under protest against the said demands. The company has claimed refund of all such deposits and matters are pending before the various custom authorities/ appellate authorities. The company expects favourable resolution of the said refund claims.

Note 3.9 : Leases

The Company has entered into agreements for taking on leave and license basis office/ godown premises including furniture and fittings therein, as applicable, for a period of 60 years. The specified disclosure in respect of these agreements is given below:

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Lease payments recognized in the statement of profit and loss	0.27	-

Note 3.10 : Other Information (including foreign currency transactions)

(Amt. in INR)

Particulars	Year ended	
	March 31, 2021	March 31, 2020
1. Information regarding Imports (CIF)		
a) Raw materials and components	5,878.50	2,368.76
a) Traded Goods	13,009.11	1,806.75
	18,887.61	4,175.51
2. Auditors' remuneration		
Included under Other Expenses		
i) For financial audit	4.40	4.68
ii) For taxation matters	0.20	0.25
iii) For other services	0.10	0.15
	4.70	5.08

Note 3.11 : Expenditure for corporate social responsibility

* The Company has been advised that the demand is likely to be ei

	Year ended	
	March 31, 2021	March 31, 2020

Gross amount required to be spent by the company during the year as per Section 135 of the Companies Act, 2013 read with schedule VII	-	17.89
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Amount spent during the year on :

(a) Construction / Acquisition of any asset		
(b) On Purpose other than (a) above	-	-
(c) Non utilized amount		

Notes:

1. The average net profit of the Company for the last three years was negative, So the Company is not required to spend money for CSR activities in the financial year 2020-21 as per the Section 135 of the Companies Act, 2013

2. During FY 2019-20 the company has not spent any amount towards Corporate Social Responsibility.

3. The Company does not carry any provisions for Corporate Social Responsibility expenses for current year and previous year.

Note 3.12 : Basis of consolidation

1. The Consolidated Financial Statements relate to Hariyana Ship Breakers Limited (the Parent Company) and its subsidiary (the Parent Company and its subsidiaries together constitute "the Group"), its associates.

2. Principles of consolidation

- The Consolidated Financial Statements have been prepared in accordance with Indian Accounting Standard 110 (IND AS 110) "Consolidated Financial Statements", Indian Accounting Standard 28 (IND AS 28) "Investments in Associates and Joint Ventures" prescribed under Section 133 of the Companies Act, 2013.
- The Consolidated Financial Statements of the Group have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. The intra-group balances and intra-group transactions and unrealised profits have been fully eliminated.
- Non-controlling interests in the net assets of consolidated subsidiary consists of the amount of equity attributable to the non controlling shareholders at the dates on which investments are made by the Parent Company in the subsidiary partnership firm and further movements in their share in the equity, subsequent to the dates of investments as stated above.
- The following subsidiary is considered in the Consolidated Financial Statements:

Sr. No.	Name of the Subsidiary	Country of Incorporation	% of ownership interest	
			March 31, 2021	March 31, 2020
1	Hariyana Air Products	India	95.00%	95.00%

- The following associates have been considered in the preparation of Consolidated Financial Statements of the Group in accordance with IND AS 28 "Investments in Associates and Joint Ventures" (as per the Equity Method):

Sr. No.	Name of the Associates	Country of Incorporation	% of ownership interest	
			March 31, 2021	March 31, 2020
1	Goyal Hariyana Realty	India	50.00%	50.00%
2	Orchid Lakeview Developers	India	33.33%	33.33%
3	White Mountain	India	0.00%	25.00%
4	Whitefield Projects	India	40.00%	40.00%
5	Swastik Developers	India	33.33%	33.33%

Note : The company has resigned during the year from White Mountains. The share of losses of Rs. 6.43 Lakhs till the date of retirement is shown under Other Income as "Share of profit/(losses) from Partnership firms". The balance payable amounting to Rs. 6.43 Lakhs in respect of capital overdrawn is shown under Other Current Liabilities as "Other Payables to Partnership Firms#".

3 Additional Information, as required under Schedule III to the Companies Act, 2013 entities consolidated as subsidiary and associates :

(Rs. in Lakhs)

Sr. No.	Name of the Entity	Net Assets		Share of Profit or (Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As %	Amount	As %	Amount	As %	Amount	As %	Amount
		Consolidated Net Assets		Consolidated Profit or (Loss)		Consolidated Profit or (Loss)		Consolidated Profit or (Loss)	
1	Hariyana Ship Breakers Limited	57.60	15,627.92	131.95	1,266.06	100.00	(1.19)	131.98	1,264.87
Indian Subsidiary									
2	Hariyana Air Products	0.28	75.53	(1.03)	(9.87)	0.00	-	(1.03)	(9.87)
Indian Associates (Investment as per the equity method)									
3	Goyal Hariyana Realty	39.40	10,689.22	(31.50)	(302.24)	0.00	-	(31.54)	(302.24)
4	Orchid Lakeview Developers	0.00	-	(0.18)	(1.69)	0.00	-	(0.18)	(1.69)
5	White Mountain	0.00	-	(0.67)	(6.43)	0.00	-	(0.67)	(6.43)
6	Whitefield Projects	0.02	4.20	0.00	-	0.00	-	0.00	-
7	Swastik Developers	2.71	736.35	0.00	-	0.00	-	0.00	-
	Sub Total	100.00	27133.23	98.57	945.83	100.00	(1.19)	98.57	944.65
	Add/ (Less): Effect of intercompany adjustments/	0.00	-	1.43	13.70	0.00	-	1.43	13.70
	Total	100.00	27133.23	100.00	959.53	100.00	-1.19	100.00	958.35

Notes:

Net Assets and Share of Profit or Loss for Parent Company, Subsidiaries, and Associates are as per the Standalone/ Consolidated Financial Statements of the respective entities .

Note 3.13 : Disclosures required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:

The management is of the opinion that none of their suppliers constitute micro, small and medium enterprises as per Micro, Small & Medium Enterprises Development Act, 2006. Hence, no separate disclosure has been made.

Note 3.14 : Other Notes

(i) Advance against proposed Joint Ventures (Paid) :

The Company has paid advance against proposed joint ventures where formal agreement is yet to be executed. There is one party in the proposed Joint Ventures and outstanding balance as on March 31, 2021 is Rs. 1319.00 Lakhs (Previous Year Rs. 1319.00 Lakhs)

(ii) Advance against proposed Joint Ventures (Received) :

The Company has received against proposed joint ventures where formal agreement is yet to be executed. There is one party in the proposed Joint Ventures and outstanding balance as on March 31, 2021 is Rs.121.33 Lakhs (Previous Year Rs.121.33 Lakhs)

(iii) The company has invested in six partnership firms and during the year the company has resigned from two partnership firms. The balance outstanding in current capital account (net of capital overdrawn) as on March 31, 2021 is Rs.110.83 Crores (As on March 31, 2020 Rs.121.05 Crores). Pursuant to partnership deed of two firms executed among partners no interest is payable or recoverable to or from partners on balances outstanding in current capital account.

(iv) In the opinion of the Management Long Term Loans and Advances, Other Non Current Assets, Current Assets and Other Current Assets fetch approximately the value as stated in the Financial Statement if realised in the ordinary course of business subject to balance confirmation. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

(v) The Balance of Sundry Creditors, Sundry Debtors, Loans & Advances are unsecured, considered goods and subject to confirmation and reconciliation.

(vi) The figures for the previous year have been reclassified/ regrouped wherever necessary for better understanding and comparability.

The accompanying notes are an integral part of the Consolidated financial statements

As per our report of even date

For Lahoti Navneet & Co.
Chartered Accountants
FRN : 116870W

For P. D. Goplani & Associates
Chartered Accountants
FRN : 118023W

For and on behalf of the Board
Hariyana Ship Breakers Limited

CA Sanjay Soni
Partner
Membership No. 114835

CA Prem Goplani
Partner
Membership No. 103765

Shantisarup Reniwal
Director
DIN: 00040355

Rakesh Reniwal
Director
DIN: 00029332

Kirti Desai
Chief Financial Officer

Dhwani Punamiya
Company Secretary

Place: Mumbai
Date : June 30, 2021

Place: Mumbai
Date : June 30, 2021