

48th ANNUAL REPORT 2021-22



CONTRIBUTING TO A SUSTAINABLE ENVIRONMENT

JASH ENGINEERING LIMITED





JASH ENGINEERING LIMITED

CIN : L28910MP1973PLC001226

Board of Directors

Mr. Pratik Patel (Chairman & Managing Director)
Mr. Suresh Patel (Executive Director)
Mr. Axel Schutte (Director)
Mr. Vishwapati Trivedi (Independent Director)
Mr. Durgalal Tuljaram Manwani (Independent Director)
Mr. Brij Mohan Maheshwari (Independent Director)
Mr. Sunil Choksi (Independent Director)
Ms. Sunita Kishnani (Independent Director)
Mr. Dharmendra Jain (Chief Financial Officer)
Mr. Tushar Kharpade (Company Secretary)

Bankers

State Bank of India
Commercial Branch, GPO, Indore - 452 001 (M.P.)
HDFC Bank Ltd.
South Tukoganj Branch, Indore - 452 001 (M.P.)
AXIS Bank Ltd.
Yashwant Niwas Road, Indore - 452 001 (M.P.)
Kotak Mahindra Bank
Narayan Kothi, Indore - 452 001 (M.P.)

Statutory Auditors

Walker Chandiok & Co. LLP
(Formerly Walker Chandiok & Co.)
Chartered Accountants
21st Floor, DLF Square, Jacaranda Marg
DLF Phase-II, Gurgaon-122 002. India

Internal Auditors & Corporate Advisors

Mahesh C. Solanki & Co. (Chartered Accountants)
803, Arent Heights, PU-3, Sch. No. 54
Opp. Malhar Mega Mall, A.B. Road, Indore

Cost Auditors

M.P. Turukhia & Associates (Cost Accountants)
404, Shalimar Corporate Centre
8-B, South Tukoganj, Indore - 452 001

Secretarial Auditor

CS Ankit Joshi
15/5, Snehlataganj,
Indore 452 001

Registrar and Share Transfer Agent

Link Intime India Pvt. Ltd.
C101, 247 Park, L.B.S. Marg, Vikhroli (W), Mumbai 400083

48th Annual General Meeting

at 11:00 am on Friday, 23rd September, 2022
At the Registered Office of the Company

CHAIRMAN'S SPEECH



Dear Shareholders,

I cordially welcome you all to the 48th Annual General Meeting of Jash Engineering Limited. I hope you and your family are keeping well in these tough times with so many uncertainties facing us on recurring basis. Together, we navigated through an unprecedented pandemic and now face the consequences of disrupting war in Europe. I am sure that with the support of all the stakeholders we would keep on meeting all such challenges as they come and come out stronger in future.

On behalf of the Board of Directors it is my privilege to present to you our Annual Report for the fiscal year ended March 31, 2022. We are pleased to report that even in these trying times we have maintained a strong growth momentum driven by a healthy order book with a consolidated revenue growth of 23.6% and consolidated PAT growth of 5.4%. In FY 2021-22, the company reported revenue and EBITDA of Rs.

374 Crore and Rs. 52.8 Crore respectively as compared to Rs. 302.3 Crore and Rs. 54.5 Crore in FY 2020-21. The crisis in Europe triggered a spike in several commodities prices that eventually led to a rising raw material costs impacting our margins. In spite of this the consolidated net profit was up at Rs. 32 Crore in FY 2021-22 as against Rs. 30 Crore the previous year.

Furthermore, our US subsidiary Rodney Hunt has turned the corner and is now profitable. It increased its revenue by 27% to USD 17.8 million and is now one of the first four in water control gate business in the United States. This increase in revenue was largely driven by Orange manufacturing facility's performance as revenue exceeded USD 8 million this year. Consequently, Rodney Hunt has also finally been able to get banking and bonding facilities for the FY 2022-23 which would be beneficial for improved financial management and in giving bonding for orders where clients insist to furnish order execution bond.

I would also like to highlight several developments related to the current financial year. The Cast Iron Gates manufacturing facility at SEZ Unit 3 was commissioned in April 2022. With this development, the dependency of export production on domestic units is now restricted to just sourcing of castings from Unit 1. This will free up our capacities in the domestic market and enable us to be more aggressive in the local market.

The company is aggressively adding new products to its expanding product portfolio. In line with a new agreement with Invent was signed in April 2022 for Aeration and Mixing Products and the company is also adding Vortex Grit removal system and Combined Screening and Grit removal pre-fabricated system for small sized plants in its current years new product offering. Commercial production of these products is expected to start by end of this financial year and will get established by financial year 2023-24.

To make these new products as well as the existing products, a new stainless-steel products plant will be built up at Unit 2. The work on this new plant will be started in October 2022 at an approximate cost of Rs. 9.15 Crore and further Rs. 3.85 Crores will be invested in various other units to enhance and upgrade their facilities. A new plant is also being set up at Shivpad, Chennai at a cost of Rs. 12 Crores to enable Shivpad grow its revenue to over Rs. 50 Crores by financial year 2026-27.

Our order book is largely diversified in terms of product mix and geographical locations and is a testimony to our capabilities to perform across categories regardless of location. As on 1st August, 2022, our total order book stood at an all-time high of Rs. 586 Crore of which Rs. 435 Crore worth of orders are for supply outside India.

Positive progress in new projects of MCGM, Bangalore & Pune have improved our prospects in the Indian market. New projects worth over Rs. 30,000 Crore are awarded in various cities of India and this will assure sustainable growth in the domestic market for the products made by the company for the next four years. Our strong order book position will help us lead into another year of significant growth. With SBI finally returning shares pledged by the promoter for a loan taken for the expansion of the company in the earlier years, we project to our investors a financially strong & healthy company which is ready to grow exponentially in the coming years.

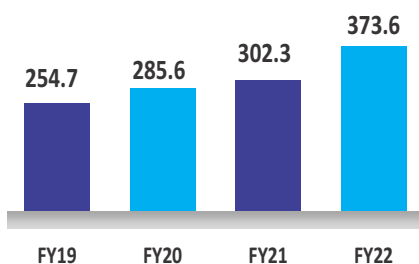
We are quite optimistic about improving our profitability in the financial year 2022-23. Margins are expected to normalize as most of orders under execution in this year are considered with the increased raw materials prices and the percentage of orders with old prices is expected to remain below 20% in this financial year. We also expect higher profits on account of depreciating Indian currency, significant improvements in operations of Rodney Hunt and the double-digit growth in revenue expected this year backed by a robust consolidated order book position.

Finally, I'd like to express my appreciation to the Board and the entire team for their continued support. Jash Engineering stands strong before you because of the tireless efforts of each of the employees and I want to thank our team of employees for taking the company from strength to strength. Lastly I want to take this opportunity to thank our valued shareholders, partners and all stakeholders for believing in our vision, reaffirming their complete trust in our ability, and walking alongside us on our progressive journey.

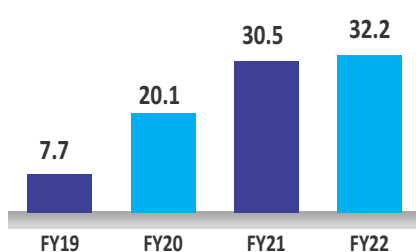
With best regards,
Mr. Pratik Patel
Chairman & Managing Director

CONSOLIDATED FINANCIAL SNAPSHOT

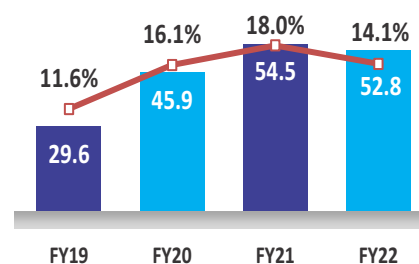
Revenues (₹Cr)



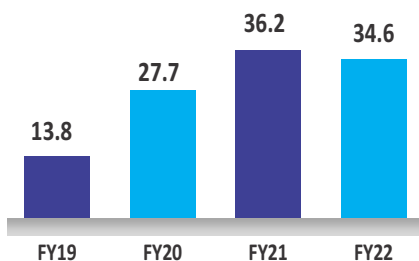
Profit After Tax (₹Cr)



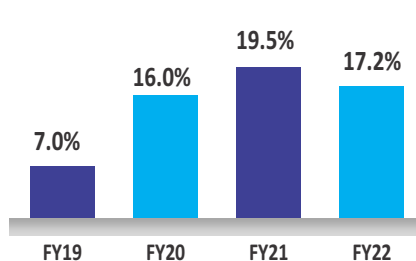
EBITDA (₹Cr) & Margin (%)



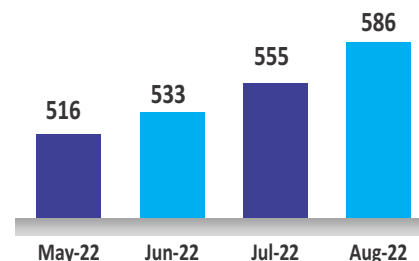
Profit Before Tax (₹Cr)



ROE (%)



Pending Order Position (₹Cr) (As on 01-Aug-2022)



PRODUCT OFFERINGS WITH REVENUE CONTRIBUTION (FY22)

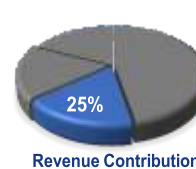
Water Control Gates



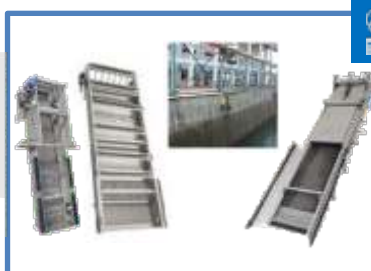
Revenue Contribution



Screening Equipment



Revenue Contribution



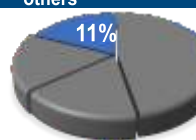
Valves



Revenue Contribution



Hydropower & Pumping, Process Equipment and others



Revenue Contribution



NOTICE

NOTICE is hereby given that the Forty Eighth Annual General Meeting ("48th AGM") of Jash Engineering Limited will be held on Friday, 23rd September, 2022 at 11.00 A.M (IST), through Video Conferencing / Other Audio-Visual Means ("VC" / "OAVM") Facility to transact the following business(es):

Ordinary Businesses:

1. To receive, consider and adopt :
 - a. Audited standalone financial statements of the Company for the financial year ended March 31, 2022, together with the Reports of the Board of Directors' and Auditor's thereon;
 - b. Audited consolidated financial statements of the Company for the financial year ended March 31, 2022, together with the Report of the Auditor's thereon.
2. To consider and declare Final Dividend of 36% on the face value of equity shares for the year 2021-22.
3. To appoint a Director in place of Mr. Axel Schutte (DIN: 02591276) who retires by rotation and, being eligible, offers himself for re-election.

Mr. Axel Schutte (DIN: 02591276) is a Director as per details shared in the Enclosure I to this Notice and Explanatory Statement attached thereto who is liable to retire by rotation at this meeting has offered his candidature for re-appointment being eligible. Accordingly, he will continue as Director of the Company till the Annual General Meeting and his re-appointment is proposed hereof.

4. **To appoint M/s Deloitte Haskins & Sells LLP, Chartered Accountants (FRN: 117366W/W-100018) as Statutory Auditors of the Company in place of M/s Walker Chandiok & Co. LLP, Chartered Accountants (FRN: 001076N/N500013) Retiring Auditors:**

To consider and, if thought fit, to pass the following resolutions as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 139, 141 and 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, as may be applicable, including any statutory modification(s) or re-enactment(s) thereof, for the time being in force and pursuant to the recommendations of the Audit Committee and the Board of Directors, M/s Deloitte Haskins & Sells LLP, Chartered Accountants (FRN: 117366W/W-100018), be and is hereby appointed as Statutory Auditor of the Company, in place of retiring auditors M/s Walker Chandiok & Co. LLP, Chartered Accountants (FRN: 001076N/N500013), to hold office from the conclusion of the 48th Annual General Meeting until the conclusion of the 53rd Annual General Meeting of the Company, on such remuneration plus reimbursement of out of pocket expenses as may be incurred by them in connection with the audit of accounts of the Company, as may be mutually agreed between the Board of Directors of the Company and the said Auditors (based on the recommendation of the Audit Committee).

RESOLVED FURTHER THAT the Board be and is hereby authorised to take all such actions and to do all such acts, deeds, matters and things as may be considered necessary, desirable and expedient for giving effect to this Resolution".

Special Businesses:

5. **To consider and, if thought fit to pass with or without modification(s), the following resolution for the approval of Related Party Transactions as an Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 188 and all other applicable provisions, if any, of the Companies Act, 2013 (the Act) subject to any modification and re-enactment thereof and Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), approval, the consent, sanction, permission or approval, and based on the approval/ recommendation of the Audit Committee and the Board of Directors of the Company, as the case may be approval of the members of the company be and is hereby accorded to the Board of Directors to enter into any contract or arrangements with related parties on behalf of Jash Engineering Limited and its subsidiary as defined under the Act with respect to sale, purchase or supply of any goods or materials, selling or otherwise disposing of, or buying, leasing of property of any kind, availing or rendering of any services, appointment of agent for purchase or sale of goods, materials, services or property or otherwise disposing of any goods, materials or property or availing or rendering of any services or appointment of such related party to any office or place of profit in the Company or its subsidiary or associate Company or reimbursement of any transaction or any other transaction of whatever nature with related parties and that the said contract(s)/ arrangement(s)/ agreement(s)/ transaction(s)

shall be carried out includes in the ordinary course of business of the Company and at arm's length basis as per details shared in the Enclosure II to this Notice and Explanatory Statement attached thereto, for the period commencing from the date of the 48th AGM and ending at the date of the 49th AGM.

RESOLVED FURTHER THAT the board of directors of the Company be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and execute all deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effects to this Resolution."

6. To consider and if, thought fit to pass with or without modification(s), the following resolution for ratifying the remuneration of Cost Auditor of the Company as an Ordinary Resolution: -

"RESOLVED that pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the appointment of the Cost Auditors for the Company, made by the Board of Directors of the Company, to conduct the audit of the cost records of the company for the financial year ending March 31, 2023, be and is hereby ratified and approved and the cost auditors for the said audit, be paid the remuneration as set out in the statement annexed to the Notice convening this Meeting."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution without being required to seek any further consent or approval of the members or otherwise to the end and intent that it shall be deemed to have their approval thereto expressly by the authority of this resolution."

7. Re-appointment of Mr. Brij Mohan Maheshwari (DIN 00022080) as an Independent Director of the Company:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152, 160 & other applicable provisions, if any, of the Companies Act, 2013 read with Schedule IV thereto and the Companies (Appointment & Qualifications of Directors) Rules, 2014 as amended, from time to time, including any statutory modification(s) or re-enactment(s) thereof for the time being in force and Regulation 17 and other applicable regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, ("SEBI Listing Regulations") & in accordance with the Articles of Association of the Company & upon the recommendation of Nomination and Remuneration Committee and Board of Directors, and being eligible for re-appointment and meets the criteria for independence as provided in Section 149(6) of the Act along with the rules framed thereunder and Regulation 16(1)(b) of SEBI Listing Regulations, consent of Members be and is hereby accorded to re-appoint Mr. Brij Mohan Maheshwari (DIN 00022080), who was appointed as Independent Director of the Company for a term of Five consecutive years commencing from 25th August, 2017 till 24th August, 2022 by the shareholders of the Company at their Extra Ordinary General Meeting, and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013, as Independent Director of the Company, not liable to retire by rotation, for the second term of 5 (five) consecutive years, which would be effective from the next day of expiry of his tenure i.e. w.e.f. 25th August, 2022 & will continue to hold office till 24th August 2027."

RESOLVED FURTHER THAT Mr. Brij Mohan Maheshwari (DIN 00022080), Independent Director, will be eligible for sitting fees, within the limits prescribed under Companies Act, 2013 and as approved by the Board of Directors of the Company, for attending the meetings of the Board of Directors or the Committees thereof.

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as "the Board" which term shall always deemed to include any Committee as constituted or to be constituted by the Board to exercise its powers including the powers conferred under this resolution), be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution."

8. Re-appointment of Ms. Sunita Kishnani (DIN 06924681) as an Independent Director of the Company:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152, 160 and other applicable provisions, if any, of the Companies Act, 2013 read with Schedule IV thereto and the Companies (Appointment and Qualifications of Directors) Rules, 2014 as amended, from time to time, including any statutory modification(s) or re-enactment(s) thereof for the time being in force and Regulation 17 and 17(1)(a) of SEBI Listing Regulations and other applicable regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, ("SEBI Listing Regulations") and in accordance with the Articles of Association of the

Company and upon the recommendation of Nomination and Remuneration Committee and Board of Directors, and being eligible for re-appointment and meets the criteria for independence as provided in Section 149(6) of the Act along with the rules framed thereunder and Regulation 16(1)(b) of SEBI Listing Regulations, consent of Members be and is hereby accorded to re-appoint Ms. Sunita Kishnani(DIN 06924681), who was appointed as Independent Director of the Company for a term of Five consecutive years commencing from 25th August, 2017 till 24th August, 2022 by the shareholders of the Company at their Extra Ordinary General Meeting, and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013, as Independent Director of the Company, not liable to retire by rotation, for the second term of 5 (five) consecutive years, which would be effective from the next day of expiry of her tenure i.e. w.e.f. 25th August, 2022 and will continue to hold office till 24th August 2027.”

RESOLVED FURTHER THAT Ms. Sunita Kishnani(DIN 06924681), Independent Director, will be eligible for sitting fees, within the limits prescribed under Companies Act, 2013 and as approved by the Board of Directors of the Company, for attending the meetings of the Board of Directors or the Committees thereof.

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall always deemed to include any Committee as constituted or to be constituted by the Board to exercise its powers including the powers conferred under this resolution), be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

9. Re-appointment of Mr. Durgalal Tuljaram Manwani (DIN: 07114081) as an Independent Director of the Company:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152, 160 and other applicable provisions, if any, of the Companies Act, 2013 read with Schedule IV thereto and the Companies (Appointment and Qualifications of Directors) Rules, 2014 as amended, from time to time, including any statutory modification(s) or re-enactment(s) thereof for the time being in force and Regulation 17 and other applicable regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, (“SEBI Listing Regulations”) and in accordance with the Articles of Association of the Company and upon the recommendation of Nomination and Remuneration Committee and Board of Directors, and being eligible for re-appointment and meets the criteria for independence as provided in Section 149(6) of the Act along with the rules framed thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and pursuant to Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the applicable provisions of the Companies Act, 2013 and relevant Rules framed thereunder (including any statutory modification(s) / amendment(s) / re-enactment(s) thereto) taking into record that Mr. Durgalal Tuljaram Manwani (DIN: 07114081) has already attained the age of 75 years on 1st March, 2022, consent of Members be and is hereby accorded to re-appoint Mr. Durgalal Tuljaram Manwani (DIN: 07114081), who was appointed as Independent Director of the Company for a term of Five consecutive years commencing from 25th August, 2017 till 24th August, 2022 by the shareholders of the Company at their Extra Ordinary General Meeting, and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013, as Independent Director of the Company, not liable to retire by rotation, for the second term of 5 (five) consecutive years, which would be effective from the next day of expiry of his tenure i.e. w.e.f. 25th August, 2022 and will continue to hold office till 24th August 2027.”

RESOLVED FURTHER THAT Mr. Durgalal Tuljaram Manwani (DIN: 07114081), Independent Director, will be eligible for sitting fees, within the limits prescribed under Companies Act, 2013 and as approved by the Board of Directors of the Company, for attending the meetings of the Board of Directors or the Committees thereof.

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall always deemed to include any Committee as constituted or to be constituted by the Board to exercise its powers including the powers conferred under this resolution), be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

10. To consider and re-appointment of Mr. Suresh Patel, as an Executive Director of the Company:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

“**RESOLVED THAT** pursuant to the recommendation of Nomination & Remuneration Committee and approval of Board of Directors of the Company in their meeting held on 23rd August 2022, in pursuance to the provisions of 196, 197 and section I of Part II or section II of part II of schedule V subject to maximum limit as pre scribed read with the Section 197, 198 and Companies (Appointment and Remuneration of Managerial Personal) Rules, 2014

and other applicable provisions of the Companies Act, 2013 read with rules made thereunder including any modifications as applicable and in pursuant to Regulation 17(1C) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and subject to the provisions of the Articles of Association of the Company, approval of the members, be and is hereby accorded for re-appointment of Mr. Suresh Patel (DIN: 00012072) as an Executive Director of the Company for a period of Three (3) years, with effect from 14th February, 2023 upto 13th February 2026 on the terms and conditions including the payment of salary, commission, perquisites (hereinafter referred to as "remuneration") which are being paid, during the tenure of Director, to him with liberty and power to the Board of Directors (including its Nomination and Remuneration Committee thereof) to alter and vary from time to time the terms and conditions subject to the overall maximum managerial remuneration ceiling as per the provisions of the section 197 of the Companies Act, 2013 read with Schedule V to the Companies Act, 2013 or such other limits as may be prescribed from time to time."

"RESOLVED FURTHER THAT notwithstanding to the above, in the event of any loss or inadequacy of profits in any financial year of the Company during the tenure of Shri Suresh Patel (DIN:00012072) Executive Director of the Company, the remuneration payable to him shall be in accordance with the limits prescribed in Schedule V read with Sections 196 and 197 to the Companies Act, 2013 and subject to the approval of the Central Government / Members at the General Meeting, if required, as amended from time to time subject to the compliance of provisions thereof but in any event shall not exceed the remuneration payable as provided in the terms and conditions and/or Agreement when the profits of the Company are adequate."

"RESOLVED FURTHER THAT the Board of Directors(which term shall, unless repugnant to the context or meaning thereof, be deemed to include a duly authorised 'Committee' thereof) be and is hereby authorised to do and perform all such acts, deeds, matters or things as may be considered necessary, appropriate, expedient or desirable to give effect to above resolution."

11. Increase in Threshold of Loans/ Guarantees, Providing of Securities and making of Investments in Securities Under Section 186 of The Companies Act, 2013:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

"RESOLVED THAT in supersession of the special resolution passed by the shareholders earlier and pursuant to Section 186 and other applicable provisions of the Companies Act, 2013, the Companies (Meetings of Board and its Powers) Rules, 2014, Articles of Association of the Company and subject to necessary approvals, if required, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall include any Committee constituted by the Board or any person(s) authorized by the Board to exercise the powers conferred on the Board by this Resolution), for: i) giving loans to any person or other body corporate and to any subsidiary companies (including overseas subsidiaries); ii) giving of guarantee or providing security in connection with a loan to any other body corporate or person and to any subsidiary companies (including overseas subsidiaries); and iii) acquiring whether by way of subscription, purchase or otherwise, the securities including shares, debentures etc. of any other body corporate and to any subsidiary companies (including overseas subsidiaries) for an amount not exceeding Rs. 300,00,00,000 (Rupees Three Hundred Crores Only) outstanding at any time, notwithstanding that such investments, outstanding loans given or to be given and guarantees and security provided are in excess of the limits prescribed under Section 186 of the Companies Act, 2013.

"RESOLVED FURTHER THAT the Board of Directors is hereby authorized to decide, from time to time, the amounts to be invested, loans / guarantees to be given and securities to be provided to any person and / or bodies corporate within the above mentioned limits, finalize terms and conditions, execute necessary documents, delegate all or any of these powers to any Sub-Committee/ Director(s) / Officer(s) of the Company, settle any question, difficulty or doubt that may arise in this regard and do all acts, deeds and things which it considers proper for giving effect to this resolution."

12. To approve power to borrow funds pursuant to the provisions of section 180(1)(c) of the Companies Act, 2013.:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

"RESOLVED THAT in supersession of the special resolution passed by the shareholders earlier and pursuant to the provisions of Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder (including any statutory modifications or re-enactment thereof, for the time being in force), (including any amendment(s), modification(s) thereof) and the Articles of Association of the Company, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall include any Committee constituted by the Board or any person(s) authorized by the Board to exercise the powers conferred on the Board by this Resolution), to borrow by obtaining loans, overdraft facilities, lines of credit, commercial papers, nonconvertible debentures, external commercial

borrowings (loans/bonds) or in any other forms from Banks, Financial Institutions, Insurance Companies, Mutual Funds or other Corporates or other eligible investors, including by way of availing credit limits through Non-Fund based limits i.e. Bank Guarantee, Letter of Credit, etc. or by any other means as deemed fit by it, against the security of term deposits, movables, immovable or such other assets as may be required or as unsecured, at any time or from time to time, any sum or sums of money(ies) either in rupees or in such other foreign currencies as may be permitted by law from time to time, which together with monies already borrowed by the Company (apart from temporary loans obtained or to be obtained from the Company's bankers in the ordinary course of business), exceeding the aggregate of paid-up share capital of the Company, its free reserves and Securities Premium, provided that the total amount so borrowed by the Board shall not at any time exceed Rs. 300,00,00,000 Crore (Rupees Three Hundred Crore only).

RESOLVED FURTHER THAT the Board of Directors or such person/s or such committee (by whatever name called), as may be authorized by the Board in this regards, be and are hereby authorized to arrange or settle the terms and conditions on which all such monies are to be borrowed from time to time as to interest, repayment, security or otherwise howsoever as it may think fit and to do all other acts, deeds, matters and things as may be deemed necessary and incidental for giving effect to the above, including execution of all such documents, instruments and writings, as may be required."

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and to execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution."

13. To approve the power to create charge on the assets of the company to secure borrowings, pursuant to section 180(1)(a) of the Companies Act, 2013:

To consider and, if thought fit, to pass the following resolutions as a Special Resolution:

"RESOLVED THAT in supersession of all earlier resolutions passed by shareholders and pursuant to the provisions of Section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modifications or re-enactment thereof, for the time being in force), the rules notified thereunder and the Articles of Association of the Company, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall include any Committee constituted by the Board or any person(s) authorized by the Board to exercise the powers conferred on the Board by this Resolution) creation of such mortgages, charges and hypothecations as may be necessary, in addition to the existing charges, mortgages and hypothecation created by the Company and to transfer, sell or dispose of all or any part of the moveable or immovable properties of the Company, wherever situated, both present and future, in such manner as the Board may deem fit, in favour of financial institutions, investment institutions, banks, mutual funds, trusts, other bodies corporate (hereinafter referred to as the "Lending Agencies") and Trustees for the holders of debentures/bonds and/or other instruments to secure borrowings of the Company availed / to be availed by way of rupee term loans/foreign currency loans, debentures, bonds and other instruments provided that the total amount of such loans/borrowings shall not exceed at any time the limits approved under section 180(1)(c) of the Companies Act, 2013.

RESOLVED FURTHER THAT the Board be and is hereby authorized to finalize and settle to execute such documents/ deeds/ writings/ papers/ agreements as may be required and to do all such acts, deeds, matters and things, as they may, in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise with respect to creation of mortgage/ charge as aforesaid."

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and to execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution."

**By order of the Board
Jash Engineering Limited**

**Sd/-
Tushar Kharpade
Company Secretary &
Compliance Officer**

**Date: 23rd August 2022
Place: Indore**

Notes :

1. In view of the ongoing scare of a fresh wave of COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') has vide its Circular No. 3/2022 dated May 5, 2022, read with Circular No. 20/2020 dated May 05, 2020, Circular No. 14/2020 dated April 08, 2020, and Circular No. 17/2020 dated April 13, 2020 (hereinafter collectively referred to as 'MCA Circulars') permitted the holding of Annual General Meeting through Video Conference (VC) or Other Audio-Visual Means (OAVM) without the physical presence of Members at a common venue. In compliance with these MCA Circulars and the relevant provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Annual General Meeting of the Members of the Company is being held through VC/OAVM.
2. The relative explanatory statement pursuant to Sec. 102 of the Companies Act, 2013 with respect to the special business set out in the Notice is annexed and forms part of Notice.
3. Pursuant to the provisions of the Companies Act, 2013, a member entitled to attend and vote at the meeting is entitled to appoint a proxy or proxies to attend and vote thereat instead of himself, on a poll. However, this AGM is being held pursuant to the MCA Circulars through VC/OAVM, the physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
4. Institutional/Corporate Shareholders (i.e. other than individuals/HUF, NRI, etc.) are required to send a scanned copy (PDF/JPEG Format) of its Board Resolution or governing body Resolution/Authorisation etc., authorizing its representative to attend the Annual General Meeting through VC/OAVM on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the scrutinizer by email through its registered email address to ankitjoshi0811@gmail.com with a copies marked to the Company at csjash@jashindia.com / info@jashindia.com and to the Registrar and Transfer Agent at rnt.helpdesk@linkintime.co.in.
5. In terms of Section 101 of the Act and Rule 18 of the Companies (Management and Administration) Rules, 2014, the Notice of AGM and other documents including the Annual Report are being sent in electronic mode by e-mail to those shareholders who have furnished their e-mail address in their demat accounts. However, Members may please note that they will be entitled to a hard copy of the Annual Report of the company and all attachments thereto upon receipt of a requisition, free of cost. Members interested to receive the documents in physical form may please give the intimation to the Company's Registrar Link Intime India Pvt. Ltd. at the earliest, duly quoting the demat A/c details. Alternatively, the request, duly quoting the Demat A/c details, may be sent by email at email id rnt.helpdesk@linkintime.co.in. The company would also make available these documents on the Company's website viz., www.jashindia.com for perusal and download by the shareholders. Also, the physical copies of Annual Report would be available at the Registered Office of the Company for inspection during office hours.
6. Book Closure and Record Date: The Register of Members and the Share Transfer Books of the Company will be closed from Saturday, September 17th, 2022 to Friday, September 23rd, 2022 (both days inclusive). The dividend, if declared at the AGM, will be paid in accordance of the Act, Regulations to those persons:
 - (a) whose names appear as beneficial owners at the end of the business hours on Friday, September 16th, 2022 in the list of beneficial owners to be furnished by the National Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL) in respect of the shares held in electronic form; and
 - (b) whose names appear as members in the Register of Members of the Company after giving effect to valid share transfers in physical form lodged with the Company / Registrar and Share Transfer Agents on or before Friday, September 16th, 2022.
7. Company will be making the dividend payment by electronic mode wherever possible and by dividend warrant/ Bank demand drafts in other cases. In respect of shares held in electronic form, the dividend will be paid on the basis of beneficial ownership details furnished by the Depositories (NSDL & CDSL) as at the close of business hours on Friday, September 16th, 2022 for this purpose. Members holding shares in electronic form may note that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrars cannot act on any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandate. Such changes are to be advised only to the Depository Participant of the Members. Members who have changed their bank account after opening the Depository Account and want to receive dividend in an account other than the one specified while opening the Depository Account, are requested to change / correct their bank account details (including the nine digit Bank code) with their Depository Participant, before Friday, September 16th, 2022.
8. In terms of the provisions of the Income-tax Act, 1961, dividend paid or distributed by a Company shall be taxable in the hands of the members. The Company shall, therefore, be required to deduct TDS at the time of payment of dividend at the applicable tax rates. The rate of TDS would depend upon the category and residential status of the member.

As it is important for the Company to receive the relevant information from members to determine the rate of tax deduction, the members are requested to furnish relevant documentation in the prescribed manner on the portal of RTA on or before Wednesday, September 14th, 2022 (06:00 p.m. IST). The applicable TDS rate for dividends and documents to be furnished by each category of members is given on the portal of RTA and such documents can be uploaded on RTA portal at <https://web.linkintime.co.in/formsreg/submission-of-form-15g-15h.html>.

The information given in the said documents should evaluate by members on their own about the category for which they should furnish the documents. In absence of all the relevant documents, the Company shall determine TDS rate based on information available with the RTA (for shares held in physical form) and the DPs (for shares held in dematerialized form).

Please note that the duly completed & signed documents should be uploaded on the portal of the RTA on or before Wednesday September 14th, 2022 (06:00 p.m. IST). Ambiguous, incomplete and/or unsigned forms and declarations will not be considered by the Company. No communication on the tax determination/deduction shall be considered after the abovementioned date & time.

Members are also requested to update changes in their Residential Status, if any, with the RTA (for shares held in physical form) & the DPs (for shares held in dematerialized form), along with the supporting documents. If the PAN is not as per the database of the Income-tax portal, it would be considered as an invalid PAN. Further, individual members are requested to link their Aadhaar number with the PAN.

In case TDS is deducted at a higher rate in the absence of receipt of the specified details/documents, you would still have the option of claiming refund of the excess tax paid at the time of filing your income tax return, only in case your valid PAN is registered with the RTA (for shares held in physical form) and the DPs (for shares held in dematerialized form). No claim shall lie against the Company for such taxes deducted.

Members should note that any document/form not uploaded on the portal will not be considered for the purpose of processing and shall be rejected, therefore, it should be uploaded on the portal only.

All queries with respect to TDS on dividend and submission of relevant documentation should be sent to jashdivtax@linkintime.co.in

9. The Company has transferred the unpaid or unclaimed dividends from time to time, to the Investor Education and Protection Fund ("IEPF") established by the Central Government. Members wishing to claim the unpaid dividend, are requested to correspond with the RTA of the Company at Link Intime India Private Limited. Members are requested to note that as per Section 124 of the Act, dividend which are not encashed or claimed within 7 (seven) years from the date of transfer of the dividend to the Company's Unpaid Dividend Account, will be transferred to IEPF. Members can claim back such dividend and shares including all benefits accruing on such shares from IEPF Authority after following the procedure prescribed in the Rules, by filing Form IEPF-5 available on www.iepf.gov.in.

Please note that pursuant to the provisions of Section 124(6) of the Act, read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer & Refund) Rules, 2016 ("Rules") as amended from time to time, shares in respect of such dividend will also be transferred to IEPF including all benefits accruing on such shares. The Company has sent out individual communication to the members whose dividends remain unclaimed for 7 (seven) years and published an advertisement in newspapers, inviting such members to claim their dividend. The information in respect of such shares is uploaded on the website of the Company at www.jashindia.com.

10. Members are requested to intimate changes, if any, pertaining to their name, postal address, telephone/ mobile numbers, PAN, mandates, nominations and power of attorney to their respective DPs in case the shares are held by them in dematerialized form; and to the RTA of the Company at Link Intime India Private Limited at C 101, 247 Park, L. B. S. Marg, Vikhroli (West), Mumbai, Maharashtra, 400 083 or email at rnt.helpdesk@linkintime.co.in in case the shares are held by them in physical form.
11. Members are advised to update their PAN, KYC (Address Email ID, Mobile Number, Bank Account Details, Specimen Signature, etc.) and Nomination details as mandated by SEBI vide its circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/655 dated November 3, 2021, read together with circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/687 dated December 14, 2021, to avoid freezing of their folios on or after April 1, 2023, as per below:

- **Members holding shares in physical form:** to the Company's RTA - Link Intime India Private Limited, in prescribed Form ISR - 1 and other forms as per instructions mentioned in the form. The Company has already sent requisite communication to the members for furnishing these details. The formats can be downloaded from RTA's website at www.linkintime.co.in > Resources > Downloads > KYC > Formats for KYC and such formats are also available on the Company's website at www.jashindia.com
- **Members holding shares in dematerialized form:** to their respective DPs as per the procedure prescribed by them.

12. Members may further note that SEBI vide circular dated January 25, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests, viz., issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/ exchange of securities certificate; endorsement; subdivision/ splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, members are requested to make service requests by submitting the forms in the specified formats, which are available on the website of the RTA at <https://linkintime.co.in/downloads.html> and also on the website of the Company at www.jashindia.com. It may be noted that any service request can be processed only after the folio is KYC Compliant.

Further, SEBI vide notification dated January 24, 2022 has amended Regulation 40 of SEBI LODR and has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialization, members are therefore advised to dematerialize the shares held by them in physical form. Member can contact the company or RTA of Company for assistance in this regard.

13. As per 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. If a member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the request in the specified formats, which are available on the Company's website at www.jashindia.com and also available on the RTA's website at <https://linkintime.co.in/downloads.html>. Members are requested to submit the said details to their respective DP, in case the shares are in dematerialized form and to the RTA, in case the shares are held in physical form.
14. Members are requested to:
- quote their Registered Folio number in case of shares in physical form and DP ID and Client ID in case of shares in dematerialized form, in their correspondence(s) to the Company.
 - direct all correspondence related to shares including consolidation of folios, if shareholdings are under multiple folios, to the RTA of the Company.
15. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act and documents referred to in the Notice are open for inspection by the members at the registered office of the Company on all working days (that is, except Sundays and Public Holidays) during business hours up to the date of the Meeting.
16. Members desirous of getting any information about the accounts and operations of the Company are requested to send their query to csjash@jashindia.com / info@jashindia.com on or before 16th September, 2022.
17. In compliance with the aforesaid MCA Circulars and circular issued by SEBI dated May 13, 2022, Notice of the Annual General Meeting along with the Annual Report for the Financial year 2021-22 is being sent only by electronic mode to those Members whose email addresses are registered with the Company/Depositories. Members may note that the Notice of Annual General Meeting and Annual Report for the Financial year 2021-22 will also be available on the Company's website www.jashindia.com; websites of the Stock Exchanges i.e. National Stock Exchange of India Ltd at www.nseindia.com respectively and on the website of Link In time India Private Limited at <https://instavote.linkintime.co.in/>.
- Members holding Shares in Physical Form are requested to update their E-mail address with the Company/Registrar & Share Transfer Agent so as to receive Annual Report and other communication electronically.
 - Members holding Shares in Demat Form are requested to update their E-mail address with their respective Depository Participant so as to receive Annual Report and other communication electronically.
18. Members can attend and participate in the Annual General Meeting through VC/OAVM facility only. Members attending the meeting through VC/OAVM shall be counted for the purposes of reckoning the quorum under Section 103 of the Companies Act, 2013.
19. Since the AGM will be held through VC/OAVM, the route map is not annexed to this Notice.
20. The details of Directors seeking appointment/reappointment at this Annual General Meeting as required under Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meetings issued by The Institute of Company Secretaries of India is annexed hereto.

21. Instructions for Voting through electronic mode:

- a) In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015, the members are provided with the facility to exercise their right to vote electronically, through the e-voting services provided by M/s Link Intime (India) Pvt. Ltd, i.e. facility of casting the votes by the members using an electronic voting system from a place other than the venue of AGM (remote e-voting) on all the resolutions set forth in this Notice.
- b) The voting period begins on Tuesday, September 20th, 2022 (09.00 a.m.) and ends on, Thursday, September 22nd, 2022 (5.00 p.m.). During this period members of the Company holding shares either in physical form or in dematerialized form, and name appear in register of member/beneficial owners, as on the cut-off date, 16th September 2022 may cast their vote electronically. The e-voting module shall be disabled by M/s. Link Intime India Pvt. Ltd. through remote e-voting beyond the said time and date. A person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
- c) The Board has appointed Mr. Ankit Joshi, Practicing Company Secretaries, as the Scrutinizer to scrutinize the voting during the AGM and remote e-voting process in a fair and transparent manner. The results declared along with the Scrutinizer's Report, will be placed on the website of the Company www.jashindia.com and on the website of <https://instavote.linkintime.co.in> immediately after the declaration of results by the Chairman or a person authorised by him in writing. The results shall also forwarded to the Stock Exchanges where the Company's shares are listed viz., National Stock Exchange of India Limited. The results shall also be displayed on the notice board at the Registered Office of the Company.
- d) The members who have cast their vote by remote e-voting prior to the AGM may also attend/participate in the AGM through VC/OAVM but shall not be entitled to cast their vote again.
- e) The Members attending the AGM through the VC Facility who have not cast their votes by remote e-voting shall only be able to exercise their voting rights during the AGM.
- f) Shareholders are advised to update their mobile number and email ID in their demat accounts to access e-Voting facility.

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❖ The details of the process and manner for remote e-voting are explained herein below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with NSDL	1. Register on NSDL IDeAS facility in the manner given below: <ol style="list-style-type: none"> Open NSDL e-Services website: https://eservices.nsdl.com in web browser and select option “Register Online for IDeAS” available on the left hand panel on the home page; Fill in the requested DP ID and Client ID, mobile No. and verification code and click on submit; Authenticate your demat account by selecting One-time Password (OTP) option or with your bank account details linked with your demat account; Create your User ID and password and confirm your account details and submit; A confirmation message of successful registration will appear on your screen.
	2. After registering or if you are already registered for NSDL IDeAS facility cast your votes through NSDL IDeAS platform or the e-voting platform in manner given below:
	<ul style="list-style-type: none"> NSDL IDeAS Platform (By single Login)
	<ol style="list-style-type: none"> Visit the NSDL e-Services: https://eservices.nsdl.com Once the home page is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. A new screen will open; Enter your User ID and Password; After successful authentication and login, you will be able to see e-Voting services on left hand panel. Click on “Access to e-Voting” under e- Voting services and you will be able to see e-Voting page. Click on option available against Company Name or e-Voting services provider name i.e. LINK IN TIME and you will be re-directed to e- Voting service provider website for casting your vote during the remote e voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in Demat mode with CDSL	<ul style="list-style-type: none"> Through NSDL e-voting platform:
	<ol style="list-style-type: none"> Visit the e-voting website of NSDL.: https://www.evoting.nsdl.com/ 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. Login using your User ID (i.e. your sixteen-digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-voting period or to join the AGM through VC/OAVM facility and cast your votes during the AGM.
	1. Register on CDSL myeasi portal by clicking on the link: https://web.cdslindia.com/myeasi/Registration/EasiRegistration (New e-voting platform to enable Shareholders to cast their votes across all Companies, where they are Members)
	<ol style="list-style-type: none"> Existing users who have already registered 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. After successful login or if you are already registered for Easi/Easiest the user will be also able to see the E-Voting Menu. The Menu will have link of e-Voting service provider i.e. LINKINTIME. Click on “LINKINTIME” service provider name to cast your vote.

	<ul style="list-style-type: none"> 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 where the E Voting is in progress.
Individual Shareholders (holding securities in Demat mode) & login through their Depository participants ("DP")	<ol style="list-style-type: none"> You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name i.e. LINK IN TIME and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in Physical mode & E-voting service provider is Link Intime.	<ol style="list-style-type: none"> Open the internet browser and launch the URL: https://instavote.linkintime.co.in <ol style="list-style-type: none"> Click on "Sign Up" under 'SHARE HOLDER' tab and register with your following details: - <ol style="list-style-type: none"> User ID: Shareholders/ members holding shares in physical form shall provide Event No. + Folio Number registered with the Company. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format) Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company. * Shareholders/ members holding shares in physical form but have not recorded information under 'C' and 'D', shall provide their Folio number in 'D' above. Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter). Click "confirm" (Your password is now generated). Click on 'Login' under 'SHARE HOLDER' tab. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'. After successful login, you will be able to see the notification for e-voting. Select 'View' icon. E-voting page will appear. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link). After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.
Institutional shareholders:	<p>Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at https://instavote.linkintime.co.in and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/ power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.</p>

In case Individual Shareholders holding securities in Physical mode & E-voting service Provider is Link Intime, have forgotten the password:	<ul style="list-style-type: none"> Click on 'Login' under 'SHAREHOLDER' tab and further Click 'forgot password?' Enter User ID, select Mode and Enter Image Verification (CAPTCHA) Code and Click on 'Submit'. In case shareholders/ members have valid email address, Password will be sent to his / her registered e-mail address. Shareholders/ members can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.
Individual Shareholders holding securities in demat mode with NSDL/ CDSL who have forgotten their password:	<ul style="list-style-type: none"> Shareholders/ Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. For Shareholders/ Members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice. During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

Helpdesk for Individual Shareholders holding securities in demat mode:

In case Shareholders/ Members holding securities in demat mode have any technical issues related to login through Depository i.e. NSDL/ CDSL, they may contact the respective helpdesk given below:

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 22-23058542-43.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders & E-voting service provider is Link Intime.

In case shareholders/ members holding securities in physical mode/ Institutional shareholders have any queries regarding e-voting, they may refer the **Frequently Asked Questions ('FAQs')** and **InstaVote e-Voting manual** available at <https://instavote.linkintime.co.in>, under Help section or send an email to enotices@linkintime.co.in or contact on: -

Tel: 022 –4918 6000
Insta Vote Support Desk
Link Intime India Private Limited

General Guidelines for shareholders:

- I In case of joint holders attending the AGM, only such joint holder(s) who is/are higher in the order of names will be entitled to vote.
- I Once the vote on a resolution is cast by a Member, the Member shall not be allowed to change it subsequently or cast the vote again.

- | Subject to receipt of requisite number of votes, the Resolutions proposed in the Notice shall be deemed to be passed on the date of the AGM i.e. Friday, 23rd September, 2022.
- | Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes a Member of the Company after dispatch of this notice and holds shares as of the cut-off date i.e. 16th September, 2022, may obtain the login id and password by sending a request at info@jashindia.com or rnt.helpdesk@linkintime.co.in by mentioning their Folio No./ DP ID and Client ID.
- | Shareholders holding multiple folios/ demat account shall choose the voting process separately for each of the folios/ demat account.

22. **Instructions for attending the Annual General Meeting through InstaMeet:**

- | Open the internet browser and launch the URL: <https://instameet.linkintime.co.in>

Select the “**Company**” and ‘**Event Date**’ and register with your following details: -

A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No

- | Shareholders/ members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**
- | Shareholders/ members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID**
- | Shareholders/ members holding shares in **physical form shall provide** Folio Number registered with the Company

B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/Company shall use the sequence number provided to you, if applicable.

C. Mobile No.: Enter your mobile number.

D. Email ID: Enter your email id, as recorded with your DP/Company.

Click “Go to Meeting” (You are now registered for InstaMeet and your attendance is marked for the meeting).

Please refer the instructions (annexure) for the software requirements and kindly ensure to install the same on the device which would be used to attend the meeting. Please read the instructions carefully and participate in the meeting. You may also call upon the InstaMeet Support Desk for any support on the dedicated number provided to you in the instruction/ InstaMEET website.

Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

1. Shareholders who would like to speak during the meeting must register their request mentioning their name, demat account number/folio number, email id, mobile number with the Company at e-mail info@jashindia.com from Thursday, 15th September, 2022 to Monday 19th September, 2022.
2. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
3. Shareholders will receive “**speaking serial number**” once they mark attendance for the meeting.
4. Other shareholder may ask questions to the panelist, via active chat-board during the meeting.
5. Please remember speaking serial number and start your conversation with panelist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer/ moderator during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting “**Cast your vote**”
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on ‘**Submit**’.
3. After successful login, you will see “**Resolution Description**” and against the same the option “**Favour/ Against**” for voting.

4. Cast your vote by selecting appropriate option i.e. **"Favour/Against"** as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under **'Favour/Against'**.
5. After selecting the appropriate option i.e. **Favour/Against** as desired and you have decided to vote, click on **"Save"**. A confirmation box will be displayed. If you wish to confirm your vote, click on **"Confirm"**, else to change your vote, click on **"Back"** and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet 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 facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: -

Tel: 022-49186175
InstaMeet Support Desk
Link Intime India Private Limited

The Board has appointed Mr. Ankit Joshi, Practicing Company Secretaries, as the Scrutinizer to scrutinize the voting during the AGM and remote e-voting process in a fair and transparent manner. The results declared along with the Scrutinizer's Report, will be placed on the website of the Company www.jashindia.com and on the website of <https://instavote.linkintime.co.in> immediately after the declaration of results by the Chairman or a person authorised by him in writing. The results shall also forwarded to the Stock Exchanges where the Company's shares are listed viz., National Stock Exchange of India Limited. The results shall also be displayed on the notice board at the Registered Office of the Company.

Annexure :

Guidelines to attend the AGM proceedings of Link Intime India Pvt. Ltd.: InstaMEET:

For a smooth experience of viewing the AGM proceedings of Link Intime India Pvt. Ltd. InstaMEET, shareholders/ members who are registered as speakers for the event are requested to download and install the Webex application in advance by following the instructions as under:

Please download and install the Webex application by clicking on the link <https://www.webex.com/downloads.html/> and following the instructions as below in boxes:

Step 1 :-

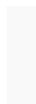


Webex Meetings

Looking for real time video conferencing?

HD video for face-to-face meetings
 Flexible audio-only conference call options
 Easy screen sharing
 Meet across any device

Download for Windows



Webex Teams

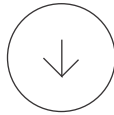
Looking for messaging and team collaboration?

One-on-one or group messaging
 Digital two-way whiteboarding
 Rich content and file sharing
 Video calling

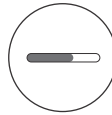
Download for Windows

Download Teams VDI

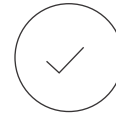


Step 2: -

Step 1
Double-click the
webexapp.msi file you
downloaded



Step 2
The Webex Meetings setup
wizard will launch. Follow
the instructions to set up.

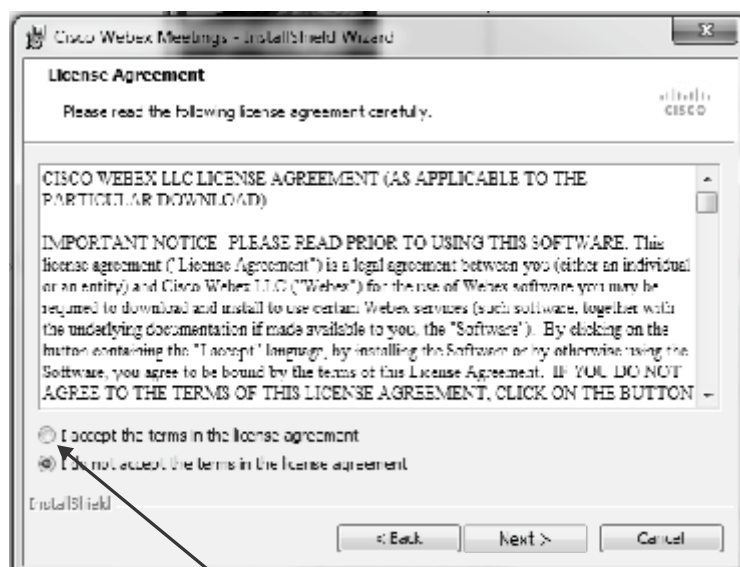


Step 3
Once installed
the app will launch
automatically.

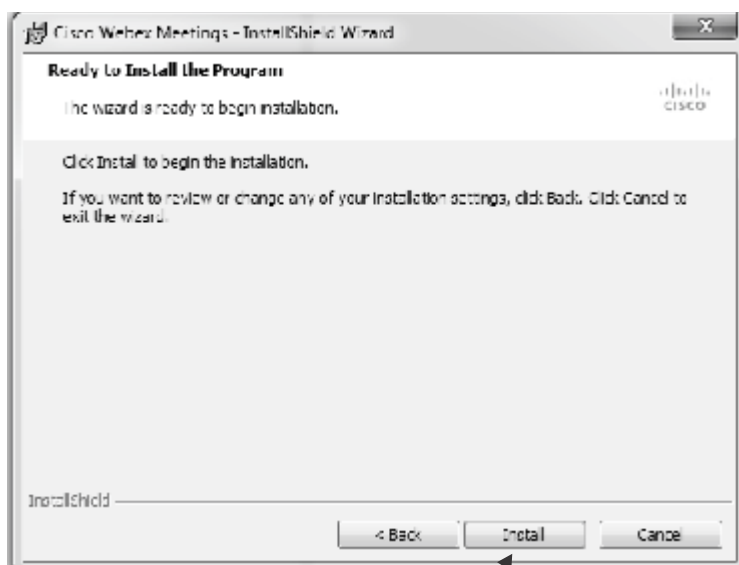
To open the app double-click
the Webex Meetings icon on your
desktop.

**Step 3: -**

(Kindly select Next> TAB)

Step 4: -

(Kindly select I accept Button)

Step 5: -

(Kindly select Install TAB)

(Or)

- b) If you do not want to download and install the Webex application, you may join the meeting by following the process mentioned as under:

Step 1	Enter your First Name, Last Name and Email ID and click on Join Now.
1(A)	If you have already installed the Webex application on your device, join the meeting by clicking on Join Now
1(B)	If Webex application is not installed, a new page will appear giving you an option to either Add Webex to chrome or <u>Run a temporary application</u> . Click on <u>Run a temporary application</u> , an exe file will be downloaded. Click on this exe file to run the application and join the meeting by clicking on Join Now.

Event Information :

Event status :

Date and time :

Duration :

Description :

Join Event Now

You cannot join the event now because it has not started

First name :

Last name :

Email address

Event password :

Mention your first name, Last name and email address

By joining the event, you are accepting the Cisco Webex Terms of Service and Privacy Statement.

Join by browser NEW

If you are the host . start your event.

By order of the Board
Jash Engineering Limited

Sd/-
Tushar Kharpade
Company Secretary & Compliance Officer

Date: 23rd August 2022**Place: Indore**

ANNEXURE TO THE NOTICE**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013****Item no. 4:**

M/s Walker Chandio & Co.LLP, Chartered Accountants (Firm Reg. No. 001076N/N500013), were reappointed as Statutory Auditors of the Company at the 43rd Annual General Meeting ('AGM') for a period of 5 consecutive years (2nd Term) up to the conclusion of 48th AGM, to conduct the audit for the FY 2017-18 to FY 2021-22. Accordingly, M/s Walker Chandio & Co.LLP, Chartered Accountants, will be holding office of Statutory Auditor till the conclusion of ensuing 48th Annual General Meeting and would retire at the conclusion of the 48th AGM completing their second term. Accordingly in terms of the provisions of the Companies Act, 2013 and pursuant to the recommendation made by the Audit Committee, the Board of Directors proposing M/s Deloitte Haskins & Sells LLP, Chartered Accountants (FRN: 117366W/W-100018), to be appointed as Statutory Auditors of the Company, for a period of 5 consecutive years (1st term), commencing from the conclusion of 48th AGM till the conclusion of 53rd AGM of the Company in place of retiring Auditor.

M/s Deloitte Haskins & Sells LLP, Chartered Accountants (FRN: 117366W/W-100018), have consented to the said appointment and confirmed that their appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act. They have further confirmed that they are not disqualified to be appointed as statutory auditors in terms of the provisions of Section 139(1), 141(2) and 141(3) of the Act and relevant rules made there under.

The details as required under Regulation 36(5) of SEBI Listing Regulations are as under:

Proposed Remuneration/Fees payable to Statutory Auditor: The remuneration proposed to be paid to the Statutory Auditors shall be commensurate with the services to be rendered by them during the said tenure. Up to 50 Lacs (Up to Rupees Fifty Lacs) as statutory audit fees for the year ending March 31, 2023. The Board of Directors in consultation with the Audit Committee may alter and vary the terms and conditions of the appointment, including remuneration, in such manner and to such extent as may be mutually agreed between M/s Deloitte Haskins & Sells LLP, Chartered Accountants, (FRN: 117366W/W-100018) and the Board of Directors of the Company. There is no material change in the proposed fees for the auditors.

Term of Appointment: 5 years from the conclusion of the 48th Annual General Meeting till the conclusion of 53rd Annual General Meeting of the Company.

Brief Profile and Credentials of Statutory Auditor:

M/s Deloitte Haskins & Sells LLP Mumbai is registered with the Institute of Chartered Accountants of India (Registration No. 117366W/W-100018). DHS LLP and its affiliate firms in India collectively referred to as "Deloitte India". The Firm has significant experience in serving some of the largest and most respected companies and business houses in India and having Audit & Assurance team has over 2,700 professionals. DHS LLP has national presence with offices in 12 cities. The registered office of the Firm is 32nd Floor, Tower 3, One International Center, Senapati Bapat Marg, Elphinstone (West), Mumbai - 400013, Maharashtra, India.

The Board of Directors recommends the appointment of M/s Deloitte Haskins & Sells LLP, Chartered Accountants, (FRN: 117366W/W-100018) as the Statutory Auditors of the Company for a term of five consecutive years, as set out at the Item No. 4 of the Notice for approval by the Members by way of an Ordinary Resolution.

None of the Directors, Key Managerial Personnel of the Company or their relatives has any concern or interest, financially or otherwise, in this resolution.

Item No. 5

Pursuant to Section 188 of the Companies Act, 2013 for entering related party transactions as mentioned in this section, the ordinary resolution is required to be passed by members in the meeting subjected to the prescribed share capital or Turnover. The list of such proposed transactions which are to be considered for approval of the members at the upcoming AGM is as per Enclosure II of this Notice. Since your company attracts this section and rules thereon, board of directors proposes this resolution for member's approval.

None of the Directors and Key Managerial Personnel of the Company except Mr. Pratik Patel (DIN: 00780920), Mr. Suresh Patel (DIN: 00012072), or their relatives are concerned or interested in the said resolution save and except to the extent contracts or arrangements will pertain to related parties.

Item No. 6

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the Company for all its existing manufacturing units for

manufacture of Steel Products and Machinery and Mechanical appliances during the financial year ending March 31, 2023 as per the following details:

Sr. No.	Name of Cost Auditor	Audit Fees (INR)
1.	M/s. M.P. Turakhia & Associates	50,000/- plus Out of Pocket Expenses

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014 the remuneration payable to the Cost Auditors has to be ratified by the shareholders 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 31st March, 2023. Hence, your Directors recommend the above resolution for approval of the Shareholders as an Ordinary Resolution.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the proposed resolution.

Item No. 7

In terms of the provisions of Section 149 of the Companies Act, 2013 and Rules framed thereunder, the Shareholders of the Company at their Extra Ordinary General Meeting held on August 28, 2017 had appointed Mr. Brij Mohan Maheshwari (DIN 00022080) as Independent Director of the Company, for a period of 5 (Five) years upto 24th August, 2022, not liable to retire by rotation.

The Board of Directors and Nomination and Remuneration Committee, considering the expertise, experience and contribution made by him and based on his performance evaluation, approved his re-appointment as Independent Director for a second term of 5 consecutive (five) years effective from 25th August, 2022 till 24th August, 2027 subject to the approval of Shareholders at this Annual General Meeting.

The Company has received the following documents in relation to his appointment;

- 1) Notice in writing in terms of Section 160 of the Companies Act, 2013;
- 2) Consent to act as director of the Company, in the stipulated form DIR-2;
- 3) Disclosure in terms of Section 164 of the Companies Act, 2013, in form DIR-8, stating that he is not disqualified for holding office of Director in the Company, if appointed as Independent Director;
- 4) Declaration stating that he is not debarred/ restrained for being re-appointed or for holding the office of director in the Company by virtue of any order issued by SEBI or any other competent authority.
- 5) Declarations that he meets the criteria of Independence prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and Rules framed thereunder, read with Schedule IV of the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended and has also confirmed that he is the registered member of Independent Director databank maintained by Indian Institute of Corporate Affairs (IICA). In the opinion of the Nomination and Remuneration Committee and the Board, Mr. Brij Mohan Maheshwari (DIN 00022080) is Independent of the Management of the Company.

Brief profile and other details, in compliance with the Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended and secretarial standard issued by Institute of Company Secretaries of India, are given in Enclosure I.

The Members are, therefore, requested to grant their approval by way of passing Special Resolutions for the reappointment of Mr. Brij Mohan Maheshwari (DIN 00022080) as Non-Executive, Independent Directors of the Company upto August 24, 2027, not liable to retire by rotation.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the proposed resolution except Mr. Brij Mohan Maheshwari.

The Board of Directors recommend the Special Resolutions set forth in Item No. 7 of the Notice for approval of the Members.

Item No. 8

In terms of the provisions of Section 149 of the Companies Act, 2013 and Rules framed thereunder, the Shareholders of the Company at their Extra Ordinary General Meeting held on August 28, 2017 had appointed Ms. Sunita Kishnani (DIN 06924681) as Independent Director of the Company, for a period of 5 (Five) years upto 24th August, 2022, not liable to retire by rotation.

The Board of Directors and Nomination and Remuneration Committee, considering the expertise, experience and contribution made by her and based on her performance evaluation, approved her re-appointment as Independent Director for a second term of 5 consecutive (five) years effective from 25th August, 2022 till 24th August, 2027 subject to the approval of Shareholders at this Annual General Meeting.

The Company has received the following documents in relation to her appointment;

- 1) Notice in writing in terms of Section 160 of the Companies Act, 2013;
- 2) Consent to act as director of the Company, in the stipulated form DIR-2;
- 3) Disclosure in terms of Section 164 of the Companies Act, 2013, in form DIR-8, stating that she is not disqualified for holding office of Director in the Company, if appointed as Independent Director;
- 4) Declaration stating that she is not debarred/ restrained for being re-appointed or for holding the office of director in the Company by virtue of any order issued by SEBI or any other competent authority.
- 5) Declarations that she meets the criteria of Independence prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and Rules framed thereunder, read with Schedule IV of the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended and has also confirmed that she is the registered member of Independent Director databank maintained by Indian Institute of Corporate Affairs (IICA).

In the opinion of the Nomination and Remuneration Committee and the Board, Ms. Sunita Kishnani (DIN 06924681) is Independent of the Management of the Company.

Brief profile and other details, in compliance with the Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended and secretarial standard issued by Institute of Company Secretaries of India, are given in Enclosure I.

The Members are, therefore, requested to grant their approval by way of passing Special Resolutions for the reappointment of Ms. Sunita Kishnani (DIN 06924681), as Non-Executive, Women Independent Directors of the Company upto August 24, 2027, not liable to retire by rotation.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the proposed resolution except Ms. Sunita Kishnani.

The Board of Directors recommend the Special Resolutions set forth in Item No. 8 of the Notice for approval of the Members.

Item No. 9

In terms of the provisions of Section 149 of the Companies Act, 2013 and Rules framed thereunder, the Shareholders of the Company at their Extra Ordinary General Meeting held on August 28, 2017 had appointed Mr. Durgalal Tuljaram Manwani (DIN: 07114081) as Independent Director of the Company, for a period of 5 (Five) years upto 24th August, 2022, not liable to retire by rotation.

The Board of Directors and Nomination and Remuneration Committee, considering the expertise, experience and contribution made by him and based on his performance evaluation, approved his re-appointment as Independent Director for a second term of 5 consecutive (five) years effective from 25th August, 2022 till 24th August, 2027 subject to the approval of Shareholders at this Annual General Meeting.

The Company has received the following documents in relation to his appointment;

- 1) Notice in writing in terms of Section 160 of the Companies Act, 2013;
- 2) Consent to act as director of the Company, in the stipulated form DIR-2;
- 3) Disclosure in terms of Section 164 of the Companies Act, 2013, in form DIR-8, stating that he is not disqualified for holding office of Director in the Company, if appointed as Independent Director;
- 4) Declaration stating that he is not debarred/ restrained for being re-appointed or for holding the office of director in the Company by virtue of any order issued by SEBI or any other competent authority.
- 5) Declarations that he meets the criteria of Independence prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and Rules framed thereunder, read with Schedule IV of the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended and has also confirmed that he is the registered member of Independent Director databank maintained by Indian Institute of Corporate Affairs (IICA).

As per Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), with effect from April 1, 2019, no listed company shall appoint or continue the directorship of a Non-Executive Director who has attained the age of 75 (Seventy Five) years, unless a Special Resolution is passed to that effect and justification for continuation of directorship thereof is indicated in the explanatory statement annexed to the Notice for such appointment.

Mr. Durgalal Tuljaram Manwani (DIN: 07114081), Non-Executive Independent Director of the Company, already attained the age of 75 years on 01st March, 2022, accordingly, special resolution would be required for re- appointment of Mr. Durgalal Tuljaram Manwani as Non-Executive Independent Directors on the Board Company in accordance with Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In the opinion of the Nomination and Remuneration Committee and the Board, Mr. Durgalal Tuljaram Manwani (DIN: 07114081) is Independent of the Management of the Company.

Brief profile and other details, in compliance with the Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended and secretarial standard issued by Institute of Company Secretaries of India, are given in Enclosure I.

The Members are, therefore, requested to grant their approval by way of passing Special Resolutions for the reappointment of Mr. Durgalal Tuljaram Manwani, as Non-Executive, Independent Directors of the Company upto August 24, 2027, not liable to retire by rotation.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the proposed resolution except Mr. Durgalal Tuljaram Manwani .

The Board of Directors recommend the Special Resolutions set forth in Item No. 9 of the Notice for approval of the Members.

Item No. 10

According to Regulation 17(1C) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") with effect from 01st January, 2022 the listed Companies shall ensure that approval of shareholders for appointment of a person on the Board of Director is taken at the next general meeting or within a time period of three months from the date of appointment, whichever is earlier. Accordingly Board approved to re-appoint Mr. Suresh Patel (DIN:00012072) as an Executive Director of the Company at their Meeting held on 23rd August, 2022 for a period of Three years with effect from 14th February, 2023.

Mr. Suresh Patel (DIN 00012072), be and is hereby re-appointed as an Executive Director of the Company, on the terms and conditions including remuneration as mentioned below, with powers to the Board (including its Nomination and Remuneration Committee thereof) to make such variation or increase therein as may be thought fit from time to time, but within the ceiling/s laid down in the Companies Act, 2013 or any statutory amendment or relaxation thereof:

1. Date of Appointment: w.e.f. 14.02.2023

2. Remuneration:

I Basic Salary: up to a maximum of Rs. 5,00,000/- per month with increments as may be decided by the Board of Directors from time to time.

II Perquisites and allowances: In addition to the salary, Shri Suresh Patel (DIN:00012072) shall also be entitled to the perquisites and allowances like conveyance allowance, medical reimbursement, leave travel allowance, special allowance, payment of gratuity, leave encashment at the end of tenure and such other perquisites and allowances, bonus in accordance with the rules of the Company. The nature and breakup of the perquisites and allowances will be determined in accordance with the schemes/policies/rules of the Company or may be decided by the Board of Directors from time to time.

III Commission: In addition to the salary, perquisites and allowances payable, a commission, as may be decided by the Board of Directors at the end of each financial year calculated with reference to the net profits of the Company, subject to the overall ceiling stipulated in Sections 197, 198 read with Schedule V of the Companies Act, 2013 (including any subsequent amendment / modification in the Rules, Act and/or applicable laws in this regard) shall also be payable.

3. Minimum Remuneration: The Minimum Remuneration is subject to the limit of 5% of the Annual Net Profits of the Company and subject to the overall limit of 10% of the Annual Net Profits of the Company on the remuneration of Managing Directors / Whole-Time Director / Manager of the Company taken together as per Section 197 of the Companies Act, 2013 and Rules made thereunder or such higher percentage of net profits of the Company as may be prescribed from time to time (including any subsequent amendment(s) and/or modification(s) in the Rules, Act and/or applicable laws in this regard). Provided, however, that in the event of absence or inadequacy of profits in any financial year during the currency of tenure of service of Executive Director, the payment of salary, allowances, perquisites and

all other payments shall be governed by the limits prescribed under Schedule V of the Companies Act, 2013 or any subsequent amendments or modifications made thereto, as may be decided by the Board of Directors, subject to necessary sanctions and approvals, if required.

4. Overall Remuneration: Aggregate of salary, perquisites, allowances and commission in any one financial year, as maybe decided by the Board of Directors, i.e. total remuneration may exceed 5% of the net profits of the Company as calculated under Section 198 of the Companies Act, 2013, however the remuneration payable by the Company shall be within the prescribed limits of total managerial remuneration payable to Managing Director /Whole-Time Director / Manager in aggregate under Section 197 read with Schedule V of the Companies Act, 2013 or such higher percentage of net profits of the Company as may be prescribed from time to time (including any subsequent amendment(s) and/or modification(s) in the Rules, Act and/or applicable laws in this regard). The total managerial remuneration payable by the Company, to the directors, including Managing director and whole-time director and manager in respect of any financial year may exceed 11% of the net profits of the Company as calculated under Section 198 of the Companies Act, 2013, subject to necessary approvals as prescribed under Section 197 of the Companies Act, 2013 and Rules made thereunder and any subsequent amendment(s) and/or modification(s) in the Rules, Act and/or applicable laws in this regards.

Other Terms and Conditions:

a. Mr. Suresh Patel (DIN:00012072) shall be vested with substantial powers of the management subject to the supervision, control and direction of the Board.

b. As long as Mr. Suresh Patel (DIN:00012072) functions as Director (Executive Category) of the Company, no sitting fees will be paid to him for attending the meetings of the Board of Directors or Committee thereof.

c. The terms and conditions of the said appointment and/or agreement may be altered, amended, varied and modified from time to time by the Board or Committee thereof as it may be permissible and if deem fit, within the limits prescribed in Schedule V to the Companies Act, 2013 or any subsequent amendments or modifications made thereto.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the proposed resolution except Mr. Suresh Patel. The Board recommends the Special Resolution as set out in Item No. 10 of this Notice for approval of Members.

Item No. 11

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate as and when required.

Members may note that pursuant to Section 186 of the Companies Act, 2013 ("Act"), the Company can give loan or give any guarantee or provide security in connection with a loan to any other body corporate or person and acquire securities of any other body corporate, in excess of 60% of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account, whichever is more, with approval of Members by special resolution passed at the general meeting.

As a measure of achieving greater financial flexibility and to enable optimal financing structure, this permission is sought pursuant to the provisions of Section 186 of the Companies Act, 2013 to give powers to the Board of Directors or any duly constituted committee thereof, for making further investment, providing loans or give guarantee or provide security in connection with loans to other persons or other body corporate and to subsidiary companies (including overseas subsidiaries) for an amount not exceeding Rs. 300 crore. (Rs. Three Hundred Crores.)

The investment(s), loan(s), guarantee(s) and security (ies), as the case may be, will be made in accordance with the applicable provisions of the Companies Act, 2013 and relevant rules made there under.

In view of the aforesaid, it is proposed to take approval under Section 186 of the Companies Act, 2013, by way of special resolution, up to a limit of Rs. 300 Crores, as proposed in the Notice. The above proposal is in the interest of the Company and the Board recommends the Resolution as set out at Item No.11 for approval by the members of the Company.

None of the Directors, Key Managerial Personnel or their relatives are in any way concerned or interested, financially or otherwise in this resolution except as members.

The resolution set out at Item No. 11 is recommended for approval of the members as a special resolution.

Item No. 12

As the members of the Company are already aware that the Company through its shareholders' at its duly convened AGM dated 27.09.2016 has approved the Borrowing Limits under Section 180 (1) (c) of the Companies Act, 2013 to an amount not exceeding Rs. 200,00,00,000/- (Rupees Two Hundred Crores Only).

Hence, considering the business plans and the growing fund requirements of the Company, with the recommendation of Audit Committee it is proposed to increase the existing borrowing limit of the Company from Rs. 200,00,00,000/- crores to Rs. 300,00,00,000/- crores. The approval of the members is sought pursuant to Section 180(1)(c) of the Companies Act, 2013 and rules made thereunder.

In the light of the above, the Board of Directors of the Company recommends to the shareholders of the Company, to consider passing the Special Resolution mentioned in the Item No. 12 of the Notice of the AGM, with amendments, if any, at the upcoming AGM.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise in the resolutions set out as Item No. 12.

The resolution set out at Item No. 12 is recommended for approval of the members as a special resolution

Item No. 13

Keeping in view the company's long term strategic and business objectives, as the members of the Company are already aware that the Company through its shareholders' at its duly convened AGM dated 27.09.2016 has approved the limits for creating charge/ mortgage/ hypothecation of any kind on the present and future assets of the Company under Section 180 (1) (a) of the Companies Act, 2013 to an amount not exceeding Rs. 200,00,00,000/- (Rupees Two Hundred Crores Only).

The Board of Directors of your Company based on the recommendation received from the Audit Committee holds the opinion that the said limit prescribed as above, should be increased to an amount not exceeding Rs. 300,00,00,000/- (Rupees Three Hundred Crores Only), considering the business plans and the growing fund requirements of the Company

In the light of the above, the Board of Directors of the Company recommends to the shareholders of the Company, to consider passing the Special Resolution mentioned in the Item No. 13 of the Notice of the AGM, with amendments, if any, at the upcoming AGM.

None of the Directors and Key Managerial Personnel of the Company and their relatives, is concerned or interested, financial or otherwise in the resolutions set out as Item No. 13.

The resolution set out at Item No. 13 is recommended for approval of the members as a special resolution

Date: 23rd August 2022
Place: Indore

By order of the Board
Jash Engineering Limited

Sd/-
Tushar Kharpade
Company Secretary &
Compliance Officer

Enclosure I to Notice of AGM 2022

**BRIEF PROFILE AND PARTICULARS OF THE DIRECTORS SEEKING APPOINTMENT/
RE-APPOINTMENT IN THE ENSUING ANNUAL GENERAL MEETING**

1	Name in Full	Axel Schutte	Brij Mohan Maheshwari	Sunita Kishnani
2	DIN	02591276	00022080	06924681
3	DOB	26.12.1949	08.11.1965	17.07.1968
4	Father's name/ Husband name . full	Mr. Alfred Hans Schutte	Shri Durga Das Maheshwari	Mr. Anoop Kishnani
5	Business Occupation	Business	Business	Service
6	No. of Shares held in the Company	7,91,432 Eq. Shares	-	-
7	Nationality of origin	Germany	Indian	Indian
8	Educational Qualification	B.A. (Economics)	A fellow member of the Institute of Company Secretary of India, (ICSI) and also holds a L.L.B degree (HONS).	MBA (Marketing)
9	Date of first appointment on the Board	30th September 1995	25/08/2017 as an Independent Director	25/08/2017 as an Independent Director
10	Brief Profile	He has wide business experience in many countries and is on the board since 1995 He has experience of over 38 years in the Engineering Industry and is an expert on Knife gate and bulk solids handling valves	Mr. Brij Mohan Maheshwari is a fellow member of the Institute of Company Secretary of India, (ICSI) and also holds a L.L.B degree (HONS) from Christian College, Indore, Devi Ahilya Vishwavidyalaya, Indore. (DAVV) and acting as Corporate Adviser & Practicing Advocate at High Court of M.P.(Indore Bench) mostly on corporate matters and has worked as Company Secretary of Alpine Industries Limited from 1990 to 2003.	Ms. Sunita Kishnani holds an M.B.A. degree from DAVV, Indore and has wide experience in software and internet-based businesses. She has worked with Easy medico as a whole time Director (Marketing) and is presently Chief Marketing Officer in Systematix Infotech P. Ltd., Indore.
11	Relationship with other Directors, manager and Key Managerial Personnel of the company	Not related to any Director of the Company	Not related to any Director of the Company	Not related to any Director of the Company

12	Board Committee's updates	-	Automatically continue to be a member of the Nomination and Remuneration Committee, the Stakeholder's Relationship Committee, the Corporate Social Responsibility Committee and Chairman of the Audit Committee, the committees mandatorily required to be constituted as per the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.	Automatically continue to be a member of the Stakeholder's Relationship Committee and Chairman of the Nomination and Remuneration Committee, the committees mandatorily required to be constituted as per the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
13	List of outside Company's directorships/ Membership/ Chairmanship of Committees of other boards	-	1. Indore Bulls Private Limited	
14	Remuneration Last Drawn	-	Rs. 1 lacs Siting for the FY 2021-22	Rs. 1 lacs Siting for the FY 2021-22

**BRIEF PROFILE AND PARTICULARS OF THE DIRECTORS SEEKING APPOINTMENT/
RE-APPOINTMENT IN THE ENSUING ANNUAL GENERAL MEETING**

1	Name in Full	Durgalal Tuljaram Manwani	Suresh Patel
2	DIN	07114081	00012072
3	DOB	01.03.1947	09.01.1943
4	Father's name/ Husband name in full	Late Shri Tulja Ram Manwani	Late Shri Jash Bhai Patel
5	Business Occupation	Business	Business
6	No. of Shares held in the Company	-	418383 Eq. Shares
7	Nationality of origin	Indian	Indian
8	Educational Qualification	B. E. (Mechanical), MBA (Finance), PhD	B. E. (Civil)
9	Date of first appointment on the Board	25/08/2017 as an Independent Director	14/02/2020 as an Executive Director
10	Brief Profile	Mr. Durgalal Tuljaram Manwani holds a bachelor's degree in Mechanical engineering from Indore Vishwavidyalaya and MBA in Finance from DAVV, Indore and also holds a doctorate in philosophy from Symbiosis International University, Pune and he has over 36 years of experience in manufacturing companies and is a visiting faculty member in various management institutes across India. He has worked in HAL, Nucon, Fluidomat and is presently Managing Director in Quantile Analytics Private Limited, Indore.	Mr. Suresh Patel has an enormous experience of more than 28 years in the Engineering Industry.
11	Relationship with other Directors, manager and Key Managerial Personnel of the company	Not related to any Director of the Company	Mr. Suresh Patel is Promoter of the Company and Uncle of Mr. Pratik Patel
12	Board Committee's updates	Automatically continue to be a member of the Audit Committee, the Nomination and Remuneration Committee and the Corporate Social Responsibility Committee, the committees mandatorily required to be constituted as per the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.	Automatically continue to be a member of the Corporate Social Responsibility Committee and Executive & Borrowing Committee, the committees mandatorily required to be constituted as per the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
13	List of outside Company's directorships/ Membership/ Chairmanship of Committees of other boards	1. Quantile Analytics Private Limited 2. Jash USA Inc	-
14	Remuneration Last Drawn	Rs. 0.75 lacs Siting for the FY 2021- 22	Rs. 40.64 lacs for the FY 2021-22

Enclosure II To Notice of AGM 2022**PROPOSED RELATED PARTY TRANSACTIONS 2022-23**

Sr.	Name of The Related Parties	Nature of Contracts/ Arrangement/ Transaction	Name of the Directors key managerial who is related, if any	Nature of Relationship	Proposed Duration of the Contracts/ Arrangements/ Transactions During the FY 2022-23	Salient Terms of the Contracts or Arrangement or Transactions	Monetary Value
1	Shivpad Engineers Pvt. Ltd.	Sale	Mr. Pratik Patel Mr. Dharmendra Jain	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	10,00,00,000/-
2	Jash USA Inc. DBA Rodney Hunt	Sale	Mr. Pratik Patel	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	75,00,00,000/-
3	Mahr Maschinenbau Ges.m.b.h	Sale	Mr. Pratik Patel	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	5,00,00,000/-
4	Engineering & Manufacturing Jash Ltd.	Sale	Mr. Pratik Patel	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	5,00,00,000/-
5	Micro Flat Datums Pvt. Ltd.	Sale	Mr. Pratik Patel Mr. Suresh Patel	a private company in which a director or his relative is a member or director	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	5,00,00,000/-
6	Shivpad Engineers Pvt Ltd.	Purchase	Mr. Pratik Patel Mr. Dharmendra Jain	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	2,00,00,000/-
7	Jash USA Inc. DBA Rodney Hunt	Purchase	Mr. Pratik Patel	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	5,00,00,000/-

8	Jash USA Inc. DBA Rodney Hunt Inc.	Job Work	Mr. Pratik Patel	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	2,00,00,000/-
9	JASH Flowcon Engineers	Job Work	Mr. Pratik Patel	A firm, in which a director, manager, or his relative is a partner	Continuous	As per agreed terms & on Arm's Length and in ordinary course of business	1,00,00,000/-
10	Patamin Investments Pvt Ltd.	Lease	Mr. Pratik Patel Mr. Suresh Patel	a private company in which a director or his relative is a member or director	Continuous	As per agreed terms & on Arm's Length basis.	2,00,00,000/-
11	Mahr Maschinenba u Ges.m.b.h	Services	Mr. Pratik Patel	Wholly Owned Subsidiary	Continuous	As per agreed terms & on Arm's Length basis	1,00,00,000/-

DIRECTORS' REPORT

To,
The Members of
JASH ENGINEERING LIMITED

Your Directors have pleasure in presenting the 48th Directors' Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended 31st March, 2022.

1. FINANCIAL HIGHLIGHTS

The financial statements of the Company are in accordance with the Indian Accounting Standard – IND AS and as per the provision of Section 133 of the Companies Act, 2013 (the 'Act') read with Companies (Accounts) Rules, 2014 and amendments thereof. The standalone and consolidated financial highlights of the Company for the financial year ended March 31st, 2022 are summarized below:

(Rs in Lacs)

	Standalone		Consolidated	
Particulars	2021-22	2020-21	2021-22	2020-21
Total Income	26447.83	21937.63	37361.93	30228.96
Expenditure other than financial charges and depreciation	22198.03	17231.91	32073.86	24775.03
Gross Profit before Interest, Depreciation & Taxes	4249.80	4705.72	5288.07	5453.93
Less: Interest & Financial Charges	826.33	929.67	860.94	981.70
Less: Depreciation	646.33	565.14	969.16	855.38
Less: Earlier years adjustments	-	-	-	-
Net profit before tax for the year	2777.14	3210.91	3457.97	3616.85
Provisions for tax	301.17	441.03	240.15	564.98
Net Profit after Tax	2475.97	2769.88	3217.82	3051.87
Less: Other Comprehensive Income	(10.95)	38.05	(2.68)	(44.99)
Total Comprehensive Income	2486.92	2731.83	3220.50	3096.86
No. of Equity Shares	11941328	11836598	11941328	11836598
Equity Shares held In ESOP Trust	-	34570	-	34570
Earnings Per Share*	20.84	23.40	27.09	25.78
Diluted EPS	20.54	23.35	26.70	25.73

*EPS has been derived based on weighted average number of shares

2. STATE OF AFFAIRS OF THE COMPANY:**A. BUSINESS ACTIVITIES OF THE COMPANY**

Your company is involved in the business of design and manufacture of a wide range of equipment for Water Intake Systems, Water and Waste Water Pumping Stations and Treatment Plants, Storm Water Pumping Stations, Water Transmission Lines, Power, Steel, Cement, Paper & Pulp, Petrochemicals, Chemical, Fertilizers and other process plants. These equipment are Water control gates, Mechanized screening systems, Screening conveying and washing systems, Knife gate valves, Water hammer control valves, Energy dissipating valves, Archimedes screw pumps, Micro hydro turbines, Clarifiers, Clariflocculators, Flash Mixers, Degriters, Aerators, Thickeners, Gravity Decanters, Trickling Filters, Digester Mixers, DAF Units and solid handling valves. The company has already added new product line of Disc Filters and Air Vessels to augment its product offering.

Your company offers a single stop solution under one roof including Design, Casting, Fabrication, Assembly & Testing and provides the most varied range of these products in largest possible sizes. To ensure this, the company is continuously investing in its manufacturing capability as well as in development of new products & technologies either on its own or through collaboration with suitable technology partners and leaders in the trade.

The company is a market leader in India for most of the products that it manufactures and is also among the first 5 in the world in the Water control gates business. Various brands belonging to the company and its subsidiaries are approved and registered in most of the countries and this ensures availability of wide export market for the company. Over 50% of company revenue comes from sales outside India and the company aims to increase this to nearly 65% in next 2 years' time so as to become a truly Indian Multinational company with majority of revenue coming from outside India.

B. YEAR IN RETROSPECT**(i) PERFORMANCE**

In the financial year 2021-22, the company achieved significant growth in its consolidated income as well as profit. The Consolidated total income of the Company for the year at Rs. 37,361.93 lacs (Rs. 3,736.19 million) shows a growth of approximately 23.6% over the previous year total income of Rs. 30,228.96 lacs (Rs. 3,022.89 million). The Consolidated net profit of the Company for the year is Rs. 3217.82 lacs (Rs. 321.78 million) as compared to previous year net profit of Rs. 3051.87 lacs (Rs. 305.18 million), showing a reasonable growth of approximately 5.4% over the previous year. In the FY 2021-22, the US subsidiary has achieved significant profits as compared to last financial year. Increasing profitability of US subsidiary will boost the net profits at the consolidated level in the coming years.

In the financial year 2021-22, the company achieved significant growth in its standalone total income. The standalone total income of the Company for the year at Rs. 26,447.83 lacs (Rs. 2,644.78 million) shows a growth of approximately 20.6% over the previous year total income of Rs. 21,937.63 lacs (Rs. 2,193.76 million). The standalone net profit of the Company for the year is Rs. 2,475.97 lacs (Rs. 247.59 million) as compared to previous year net profit of Rs. 2,769.88 lacs (Rs. 276.98 million), showing a decrease of approximately 10.6% over the previous year. Profits were impacted due to unprecedented spike in raw material prices since July 2021.

The standalone domestic revenue and other income of the Company for the year at Rs. 16,757.22 lacs (Rs. 1,675.72 million) shows a growth of 35.1% over the previous year revenue and other income of Rs. 12,405.95 lacs (Rs. 1,240.59 million). The standalone export revenue and other income of the Company during the year at Rs. 9,690.61 lacs (Rs. 969.06 million) as compared to previous year revenue and other income of Rs. 9,531.68 lacs (Rs. 953.16 million) shows an increase of 1.7 % over the previous year. Growth in exports was impacted due to crisis faced in international freight and covid related slowdown in various export markets.

(ii) NEW ACTIVITIES & DEVELOPMENTS

A new manufacturing facility for machining, assembly and testing of CI gates having a built up area of 25,000 sq. feet was commissioned at Unit 3 in SEZ Pithampur. This will greatly decouple the domestic and export production of CI gates as well as Knife gate valves enabling delivery improvement and capacity enhancement for both domestic as well as export business. Out of the 10 machines brought from Rodney Hunt Orange plant to India, 9 machines have been upgraded, commissioned and taken in production. This will significantly enhance the manufacturing capacity of the company and help in achieving standalone revenue of over Rs. 400 Crores by 2025-26.

The company has produced the first indigenously manufactured Disc Filter machines in India under technology tie up with INVENT of Germany. The company is actively pursuing to improve the indigenous content of these machines to over 95% and expect to achieve this target by March 2023. Further orders are already received for these machines and the company expects to have references of over 5 indigenously produced machines by end March 2023.

The company also developed and manufactured the first Air vessels at its plant. The company has already received follow up orders for Air vessels and expects to have manufactured over 10 Air vessels by March 2023. Manufacturing of air vessels will help the company to cater the whole ecosystem of water hammer control system for transmission pipelines and not limit itself to only one technology option that it had earlier. This development will help its special purpose valves group to scale up its business significantly.

(iii) SUBSIDIARIES**a) SHIVPAD ENGINEERS PVT. LTD., INDIA**

Shivpad Engineers Pvt. Ltd. is a wholly owned subsidiary of the Company, operating in Ambattur Industrial Estate, Chennai – 600058, Tamilnadu, India. It is engaged in Design, Manufacture and Supply of treatment process equipment for Water Treatment, Waste Water Treatment and Sewage Treatment Plants and also Chemical process Industry equipment related to solid - liquid separation viz., Milk of Lime preparation plant equipment, Multi-deck Clarifiers, Rake & Screw Classifiers and other ancillary business.

In the financial year 2021-22, the company achieved growth in its turnover accompanied with significant improvement in profit. The total income of the Company for the year at Rs. 2,363.54 lacs (Rs. 236.35 million) shows a growth of approximately 20.9% over the previous year total income of Rs. 1,955.72 lacs (Rs. 195.57 million). The net profit of the Company for the year was Rs. 406.33 lacs (Rs. 40.63 million) as compared to previous year net profit of Rs. 366.53 lacs (Rs. 36.65 million), showing a growth of approximately 10.9% over the previous year.

The company continues to outperform its peers and is on track to become a major player in Indian market with standalone sales in excess of Rs. 5000 lacs (Rs. 500 million) in 5 years' time.

b) JASH USA INC./RODNEY HUNT INC., USA

Rodney Hunt Inc is a wholly owned subsidiary of the Company, operating in Houston, Texas 77036, USA with its manufacturing facility in Orange, Massachusetts. It is engaged in manufacturing wide range of water control gates and

equipment for Water Intake Systems, Water and Waste Water Pumping Stations and Treatment Plants, Storm Water Pumping Stations, Water Transmission Lines and for various industries.

In the financial year 2021-22, the company achieved significant growth in its turnover accompanied with significant reduction in losses. The total income of the Company for the year at USD 17.78 million (equivalent to Rs. 13,481.09 lacs / Rs. 1,348.1 million) showed a growth of approximately 26.7% over the previous year total income of USD 14.03 million (equivalent to Rs. 10,642.81 lacs / Rs. 1,064.2 million). The net profit of the Company for the year was USD 0.63 million (equivalent to Rs. 482.35 lacs / Rs. 48.2 million) as compared to previous year net loss of USD -0.005 million (equivalent to Rs. -4.33 lacs / Rs. -0.43 million) showing an increase of approximately 11233.3% over the previous year loss.

Becoming profitable augers well for the company since it will help sway the skeptical buyers who were reluctant to place their orders on the company previously due to its poor financial situation.

c) ENGINEERING & MANUFACTURING JASH LIMITED, HONGKONG

Engineering & Manufacturing JASH Limited, is a wholly owned marketing subsidiary of the Company operating in Tsimshatsui, Kowloon, Hong Kong. It is engaged in marketing of Screening and Screening conveying equipment manufactured under E&M Jash Brand, a well-established and approved brand with DSD, Hongkong. The company has no employees and its products are made using Mahr Maschinenbau technology while manufacturing is done in Jash Engineering facility at SEZ Pithampur.

In the financial year 2021-22, the company has reported minor losses. The total income of the Company for the year was HKD 111,827 (equivalent to Rs. 10.84 lacs / Rs. 1.08 million) as against the previous year total income of HKD 1,238. (equivalent to Rs. 0.12 lacs / Rs. 0.01 million) The net loss of the Company for the year was HKD -77,207 (equivalent to Rs. - 7.48 lacs / Rs. -0.74 million) as compared to previous year net loss of HKD -86174 million (equivalent to Rs. - 8.35 lacs / Rs. -0.83 million).

d) MAHR MASCHINENBAU Ges.m.b.H, AUSTRIA

Mahr Maschinenbau Ges.m.b.H, is a wholly owned subsidiary of the Company operating in Hagenbrunn, Austria. It is now engaged in development of new technology for Screening and Screenings handling equipment and all its manufacturing activities have been closed down.

In the financial year 2021-22, the company achieved moderate reduction in its total income accompanied with slight reduction in losses. The total income of the Company for the year at EURO 12,568 (equivalent to Rs. 10.64 lacs / Rs. 1.06 million) as against the previous year total income of EURO 278,011 (equivalent to Rs. 235.36 lacs / Rs. 2.35 million). The net loss of the Company for the year was of Euro 120,408 (equivalent to Rs. 101.94 lacs / Rs. 1.01 million) as compared to previous year net profit of Euro 62,681 (equivalent to Rs.53.07 lacs / Rs. 0.53 million) showing a reduction of approximately 292.1 % over the previous year profit.

3. PROSPECTS FOR YEAR 2022-23

A. DOMESTIC MARKET SITUATION

India's water demand is expected to be twice the available supply by 2030, implying severe water scarcity for millions of people. The Indian water and wastewater treatment market is growing and gaining widespread attention. The World Bank commented that India could comfortably achieve 7.5% gross domestic product (GDP) growth every year, but not 8.0% unless it implements effective water management strategies.

Government agencies are implementing regulatory and funding mechanisms to open up the water and wastewater treatment market for private investments. It is an opportune time for market participants to achieve significant growth as the industry shifts toward deriving more project value-based outcomes (total cost of ownership) and utilizing government expenditure efficiently.

Robust governmental initiatives, such as the Atal Mission for Rejuvenation and Urban Transformation, National Mission for Clean Ganga, Jal Jeevan Mission, and Community Drinking Water Schemes, contribute to the growth of the Indian water and wastewater treatment market.

B. INTERNATIONAL MARKET SITUATION

The Water and Wastewater Treatment Market is expected to reach a value of \$956.48 billion by 2032, at a CAGR of 5.4% during the forecast period 2022–2032. The growth of the water and wastewater treatment market is driven by factors, such as the rapid population growth and urbanization, stringent water treatment regulations, the rising need for new water resources, the growing emphasis on water quality and public health, and the increasing prevalence of waterborne diseases.

Furthermore, the growing demand for energy-efficient and advanced water treatment technologies is expected to provide significant growth opportunities for water and wastewater treatment system providers in the coming years. However, the high installation, maintenance, and operational costs are expected to hinder the growth of this market to a

notable extent. In addition, the aging and deterioration of existing water infrastructure are the major challenges for the growth of the water and wastewater treatment market. The increasing demand for wastewater treatment is attributed to the growing necessity for an effective approach for the proper disposal of industrial wastewater. The water and wastewater treatment technologies market is expected to register a CAGR of over 7% during the forecast period (2022-2027). If this actually sees the light of the day then the export and foreign operations of the company can look forward to 5 years of solid growth from 2022-23 onwards.

C. SALES GROWTH STANDALONE

(i) JASH ENGINEERING LIMITED, INDIA

The total order book position of the Company as on 1st August 2022 (Orders in hand as on 1st April 2022 plus orders received till 31st July 2022 less sales effected till 31st July end 2022) is Rs. 33,826 lacs (Rs. 3,382.6 million). Adding orders received from Rodney Hunt, USA and E&M Jash, Hongkong for manufacturing of their products in India, the total order book position becomes Rs. 40,856 lacs (Rs. 4,085.6 million). Further orders worth Rs. 6,250 lacs (Rs. 625.0 million) are already negotiated and expected to be received within next two months.

On the basis of the sales achieved till 31st July 2022 of approx. Rs. 5,388.83 lacs (Rs. 538.8 million), the current order book position & expected order inflow, we are looking at overall year on year growth of above 15% in the year 2022-23.

(ii) SHIVPAD ENGINEERS PVT. LTD., INDIA

The total order book position of the Company as on 1st August 2021 (Orders in hand as on 1st April 2021 plus orders received till 31st July 2021 less sales effected till 31st July end 2021) is Rs. 1,823 lacs (Rs. 182.3 million). Further orders worth Rs. 160 lacs (Rs. 16.0 million) are already negotiated and expected to be received within next two months.

On the basis of the sales achieved till 31st July 2022 of Rs. 341.01 lacs (Rs. 34.1 million), the current order book position & expected order inflow, we are looking at overall year on year growth between 8 % to 12 % in the year 2022-23.

(iii) JASH USA INC. / RODNEY HUNT INC., USA

The total order book position of the Company as on 1st August 2021 (Orders in hand as on 1st April 2021 plus orders received till 31st July 2021 less sales effected till 31st July end 2021) is US\$ 30.29 million (Rs. 22940 lacs / Rs. 2294.00 million). Further orders worth approx. US\$ 0.61 million (Rs. 468 lacs / Rs. 46.8 million) are already negotiated and expected to be received within next two months.

On the basis of the sales achieved till 31st July 2022 of approx. US\$ 2.303 million (Rs. 1829.05 lacs / Rs. 182.9 million), the current order book position and expected order inflow, we are conservatively looking at overall year on year growth between 20 % to 24 % in the year 2022-23.

(iv) ENGINEERING & MANUFACTURING JASH LIMITED, HONGKONG :

With a view to cut down costs orders in this company are not being taken and instead are diverted to Jash Engineering Ltd., India . The company expects to take few orders in the third quarter of the year so as to meet limited expenses that it may have to incur towards audit, account preparation and general expenses of keeping the company operative.

(v) MAHR MASCHINENBAU Ges.m.b.H, AUSTRIA :

With a view to cut down costs orders in this company are not being taken and instead are diverted to Jash Engineering Ltd., India . The company will be billing Jash Engineering Ltd., India towards development activities from the third quarter of the year so as to meet limited expenses that it may have to incur towards audit , account preparation and general expenses of keeping the company operative.

D. SALES GROWTH CONSOLIDATED

The consolidated order book position of the Company as on 1st August 2021 (Orders in hand as on 1st April 2021 plus orders received till 31st July 2021 less sales effected till 31st July end 2021) is Rs. 58,600 lacs (Rs.5,860.0 million). Further orders worth Rs. 6,900 lacs (Rs.690.0 million) are already negotiated and expected to be received within next two months.

On the basis of the sales achieved till 31st July 2022 of approx. Rs. 6,920.68 lacs (Rs. 692.06 million), the current order book position and expected order inflow, we are looking at overall year on year growth of about 15 % in the year 2022-23 on consolidated basis.

4. FUTURE OUTLOOK & PLANS

A. RODNEY HUNT

Financial year 2022-23 is expected to be the year when Rodney Hunt is back in race to claim its erstwhile No. 1 position in US market. The company is expected to clock in revenue in excess of USD 22 Million with reasonable profitability.

Two continuous years of profitability will allay all doubts about the company and this should help it getting re-established with its old clients and representatives leading to improvements in revenue in coming years. In the current financial year, the company will finally have recourse to funding from local banks as well as possibility of bonding and this should significantly change its ability to secure larger orders.

With induction of 5 employees having significant experience in water control gates products from India into Rodney Hunt, USA and with addition of experienced manpower at all levels of organization and in key positions within this year, the company would emerge as a strong and competent force to reckon with from next year. With a competent team in place at Houston and Orange, the company is quite confident of continuing on this path of growth in future and reach the top position once again by achieving sales in excess of US\$ 35 million in 5 years time.

B. CAPITAL INVESTMENT

Major capital investment is planned in Jash Engineering Ltd., Indore and in Shivpad, Chennai and minor investments are planned in Orange manufacturing facility.

Most of the investments in SEZ Unit 3 & 4 of Jash Engineering Ltd., Indore catering to export business has already been done. Any additional investments in these units will be more for improving quality and output and will not need more than Rs. 2 crores in investment in current year. Minor investment in Unit 1 Of Jash Engineering Ltd., Indore is also required for improvement of capability but is limited to less than Rs. 1 Crore. However major investment in current year will be in Unit 2 of Jash Engineering Ltd., Indore where the company is investing in a new manufacturing facility of about 30,000 sq feet. All existing stainless steel products manufacturing, assembly and testing will be re-located to this new facility alongwith manufacturing of Disc Filter machines and other new products. The existing plant will now cater mostly to carbon steel fabricated products and the increased area available in the plant will help in manufacturing products like Air vessels. This work on construction of this plant will be started in Oct 2022 and is expected to be completed by Dec 2023 at an expected investment of about Rs. 9 Crores. The total planned investment in all the 4 units of Jash Engineering Ltd., Indore is about Rs. 13 Crores and will be funded through debt and from internal resources. The investments will be done partially in year 2022-23 and partially in year 2023-24.

Shivpad will be building a new plant for which a 2 acres plot is already bought. On this plot a plant of approx. 45,000 sq feet will be built to manufacture fabricated products of Shivpad in 2 phases. In the first phase a facility of approx. 25,000 sq feet will be built up along with an office and canteen of approximate 10,000 sq feet for Marketing, Design, Administrative and Manufacturing staff. Work on first phase is expected to be started by Dec 2022 and completed by Dec 2023. The total investment on land and entire plant is expected to be around Rs. 12 Crores and will be funded through debt and from internal resources. The second phase will be taken up after 2-3 years time depending upon growth of the company.

The investments planned in Orange manufacturing facility are of minor nature and will not exceed USD 200,000/-.

C. NEW PRODUCT ADDITION / DEVELOPMENT

The company has a policy of adding new products every year with a view to improve its product portfolio and maintain its leadership position in India. Last year the company brought few products to commercial production stage and will work on establishing these products in the Indian market in the current financial year. The company also expects to start work on 2 more new products within this financial year. Details of these developments are given hereunder-

(I) DISC FILTERS:

The company had already tied up with Invent Germany for manufacture of Disc Filters in India. The first 2 machines for Indian market were manufactured in end of financial year 2021-22 and dispatched to client in current financial year. These first 2 machines had import content of upto 50% and the company is now working on reducing the import content on these machines to less than 5% and expects to achieve this by March 2023. This should make the machines quite attractive price wise and help company achieve its aim of becoming a leading player in India for these type of machines. These machines are expected to contribute about Rs. 3 Crores to the revenue of the company in the current financial year and about Rs. 15-20 Crores annually in few years time depending upon how successful the company is in this product.

(ii) AIR VESSELS:

The company manufactured the first air vessel in the end of financial year 2021-22 and since then has manufactured 2 more air vessels. By March 2023 the company expects to deliver 10 nos air vessels in the market so as to be considered as a reliable supplier of this equipment in India.

The company will also start work on Air bladder vessels this year so that it can offer Air vessels as well as Air bladder vessels in the market place. Air vessels are expected to contribute about Rs. 5 Crores to the revenue of the company in the current financial year and about Rs. 10-15 Crores annually in few years time depending upon how successful the company is in this product.

(iii) AGITATORS AND MIXERS

Invent, Germany is world leader in this technology and is interested to develop this business in India with Jash. An agreement with Invent has finally been signed with them in April 2022 and a formal agreement on specific products and stages of development will be finalized with them by Oct 2022. The company has already commenced development of parts of these products and have started exporting these parts to Invent for their market. Export of parts to Invent is expected to contribute about Rs. 5 Crores to the revenue of the company in the current financial year. At this point of time it will be too hazy to give forecast for this product contribution to company revenue in coming years.

(iv) VORTEX GRIT REMOVING SYSTEM & SCREEN - GRIT COMBO UNIT

The company is tying up with an European company to produce these equipment in India. The company has already secured order for both of these equipment and this should help the company is rapidly rolling out these products in the Indian market. A formal agreement is expected to be signed by Nov 2022 for manufacturing these products in India. These products are expected to contribute about Rs. 2 Crores to the revenue of the company in the current financial year and about Rs. 5-6 Crores annually in few years time depending upon how successful the company is in this product.

5. OCCUPATION HEALTH & SAFETY (OH&S):

Your company involved in an initiative which results to positive engagement of personnel on the plant at every level with regard to safety, two key areas of focus were identified, namely facility Management for the employees and Equipment, Tools & Material Management. The Facility management initiative was implemented to ensure adequate welfare facilities for labor such as washrooms with bathing facilities, rest rooms, availability of drinking water etc. The Equipment, Tools & Material Management Program ensured that the tools used by them were safe. The process of screening was aligned with the Company's objectives to ensure 'Zero Harm'. The Company has complied with all applicable environmental and labor laws.

6. SUBSIDIARY, ASSOCIATE AND JOINT VENTURE OF THE COMPANY:

As on 31st March, 2022 your Company having following companies wholly owned subsidiaries. Further, your company is not a subsidiary, associate or joint venture of any other company during the period under review: -

S. No.	Name of the Company	Status as on 1st April, 2021	Any change in status	Status as on 31st March, 2022
1	Shivpad Engineers Pvt. Ltd.	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary
2	Jash USA Inc. USA - Rodney Hunt Inc. USA (SDS of Jash USA Inc. USA)	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary
3	Mahr Maschinenbau Ges. mbH	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary
4	Engineering and Manufacturing Jash Limited	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, your Company has prepared Consolidated Financial Statements of your Company which is forming part of this Annual Report. Further, a Statement containing salient features of financial information of the wholly owned subsidiaries is disclosed in the prescribed format AOC-1, pursuant to Section 129(3) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, is annexed to this Report as Annexure-A.

In accordance with Section 129(3) of the Act and Indian Accounting Standard (IND As)-110 on Consolidated Financial Reporting, the Company has prepared its Consolidated Financial Statement along with all its subsidiaries, in the same form and manner, as that of the Company, which shall be laid before its ensuing AGM along with its Standalone Financial Statement. The Consolidated Financial Statements of the Company along with its subsidiaries, for the year ended 31st March, 2022, forms part of this Annual Report.

In accordance with the provisions of Section 136 of the Companies Act, 2013, the Audited Financial Statements, the Consolidated Financial Statements and the related information of the Company and the Audited Accounts of the Subsidiary Company, are available on our website i.e. www.jashindia.com.

7. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis forms an integral part of this report and is annexed as Annexure- B which gives details of the overall industry structure, economic developments, performance and state of affairs of the Company's various businesses

8. DIVIDEND:

Board of Directors of the Company, on its meeting held on 30.5.2022 recommended, subject to approval of shareholders, a final dividend of 36% on Face Value of fully paid up Shares i.e. Rs. 3.60/- per share of Rs. 10/- each for the Financial Year 2021-22. The aggregate amount of final dividend is Rs. 429.89 Lacs.

9. SHARE CAPITAL:

During the year under review, there were changes in the Paid up share capital of the Company due to allotment of 70,160 Equity Shares of Rs. 10/- each under Jash Engineering Employee Stock Option Scheme 2019 ("JASH Scheme 2019"). The brief details of paid up Equity Share Capital of the Company on year end are as follows:

Particulars	As at 31 st March 2021		Increase in Paid up Share Capital		As at 31 st March 2022	
	Number of Shares	(Rs.)	Number of Shares	(Rs.)	Number of Shares	(Rs.)
Paid up Equity Share Capital of Rs. 10 each	1,18,71,168	11,87,11,680/-	70,160	7,01,600/-	1,19,41,328	11,94,13,280/-

10. TRANSFER TO RESERVES:

For the Financial year ended 31st March, 2022, Your Company has not transferred any amount to General Reserve out of profit available for appropriation.

11. BOARD OF DIRECTORS**COMPOSITION OF BOARD OF DIRECTOR AND KEY MANAGERIAL PERSONNEL:**

In compliance with the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or reenactment thereof for the time being in force) and SEBI (LODR) Regulation 2015, the composition of Board of Directors and Key Managerial Personnel are as follows: -

Sr. No	Name of the Director	DIN	Designation
1.	Mr. Pratik Patel	00780920	Chairman & Managing Director
2.	Mr. Suresh Patel	00012072	Executive Director
3.	Mr. Axel Schutte	02591276	Non-Executive Director
4.	Mr. Brij Mohan Maheshwari	00022080	Independent Director
5.	Mr. Sunil Kumar Choksi	00155078	Independent Director
6.	Ms. Sunita Kishnani	06924681	Independent Director
7.	Mr. Durgalal Tuljaram Manwani	07114081	Independent Director
8.	Mr. Vishwapati Trivedi	00158435	Independent Director

Board Independence

Our definition of 'Independence' of Directors or Regulation is derived from Regulation 16 of SEBI (LODR) Regulations, 2015 and Section 149(6) of the Companies Act, 2013. The Company comprised total 8 directors as on 31st March 2022 in the Board out of them the following directors are independent directors;

1. Mr. Durgalal Tuljaram Manwani
2. Mr. Sunil Kumar Choksi
3. Mr. Brij Mohan Maheshwari
4. Ms. Sunita Kishnani
5. Mr. Vishwapati Trivedi

Declaration and Re-appointment of Independent Director:

All the Independent Directors have given their declaration of Independence stating that they meet the criteria of independence as prescribed under section 149(6) of the Companies Act, 2013. Further that the Board is of the opinion that all the independent directors fulfill the criteria as laid down under the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015 during the year 2021-22. Further, as per provisions of the Companies Act, 2013, Independent Directors were appointed for a term of 5 (five) consecutive years, but shall be eligible for re-appointment on ending of respective term by passing of a special resolution by the Company and shall not be liable to retire by rotation. In accordance with the present term of following Independent Director which is being ended on 24.08.2022 and in the Board Meeting dated 23.08.2022 Board has recommended and approved the reappointment of next 5 yrs. subject to approval of the shareholders in ensuing 48th Annual General Meeting of the company.

1. Mr. Durgalal Tuljaram Manwani
2. Mr. Brij Mohan Maheshwari
3. Ms. Sunita Kishnani

Directors liable to retire by rotation seeking re-appointment:

Mr. Axel Schutte (DIN: 02591276) Directors of the company are liable to retire by rotation at the ensuing annual general meeting and being eligible offers themselves for re-appointment. Your directors recommend passing necessary resolution as proposed in the Item No. 3 of the Notice.

The Company also consists of the following Key Managerial Personnel:

1.	Mr. Dharmendra Jain	CFO
2.	Mr. Tushar Kharpade	Company Secretary

Changes in Directors and Key Managerial Personnel

During the year under review Mr. Pratik Patel have been reappoint as a Managing Director of the company for the period of 5 yrs. w.e.f. 1st March 2022 and further there has been no change in Key Managerial Personnel of the Company.

MEETINGS OF THE BOARD

The Board meets at regular intervals to discuss and decide on Company/business policy and strategy apart from other Board business. Four meetings of the Board were held during the year under review. For details of meetings of the Board, please refer to the Corporate Governance Report, which is a part of this report.

COMMITTEES OF THE BOARD

Your Company has constituted the Committee(s) as mandated under the provisions of the Act and Listing Regulations.

Currently, there are five committees of the Board, namely:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders' Relationship Committee:
- Corporate Social Responsibility Committee
- Executive & Borrowing Committee

The details of Board Committees are prescribed in Corporate Governance Report is annexed as Annexure-C of Board Report.

COMPANY'S POLICY ON DIRECTOR'S APPOINTMENT, REMUNERATION AND BOARD EVALUATION

The Policy of the Company on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under section 178(3), is annexed with the Report as Annexure-D and is uploaded on company's website www.jashindia.com

BOARD EVALUATION:

Our Company has conducted an Annual Performance Evaluation for all Board Members as well as the working of the Board and its Committees. This evaluation was led with specific focus on performance and effective functioning of the Board. The Board evaluation framework has been designed in compliance with the requirements under the Companies Act, 2013 and the Listing Regulations. In a separate meeting of Independent Directors, performance of Non-Independent Directors, performance of the Board as a whole was evaluated, taking into account the views of the Executive Directors and Non-Executive Directors. The same was discussed in the Board Meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual Directors was also discussed.

The following are some of the broad issues that are considered in performance evaluation:

- Evaluation of the Board was based on criteria such as composition and role of the Board, Board communication and relationships, functioning of Board Committees, review of performance of Executive Directors, succession planning, strategic planning etc.
- Evaluation of Committees was based on criteria such as adequate independence of each Committee, frequency of meetings and time allocated for discussions at meetings, functioning of Board Committees and effectiveness of its advice/recommendation to the Board etc.

- Evaluation of Directors was based on criteria such as participation and contribution in Board and Committee meetings, representation of shareholders interest and enhancing shareholding value, experience and expertise to provide feedback and guidance to top management on business strategy, governance, risk and understanding of the organization's strategy etc.

The outcome of the Board Evaluation for the financial year 2021-22 was discussed by the Board and on the basis of such discussion Board analysis the result of actions taken by Board for improving Board effectiveness based on feedback received in the previous year. Further, the Board also noted areas on which Board requires more focus for the future Board efficiency.

CODE OF CONDUCT:

Regulation 17(5) of the SEBI (LODR) Regulations, 2015 requires listed companies to lay down a Code of Conduct for its directors and senior management, incorporating duties of directors as laid down in the Companies Act, 2013. The Company has adopted a Code of Conduct for all Directors and Senior Management of the Company and same has been hosted on the website of the company www.jashindia.com

12. DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

- In the preparation of the annual accounts for the year ended March 31st, 2022, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- 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 31st, 2022 and of the profit of the Company for the year ended on that date;
- The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The Directors have prepared the annual accounts on a 'going concern' basis;
- The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

13. INTERNAL CONTROL

Given the nature of business and size of operations, Your Company's Internal Control System has been designed to provide for:

- Accurate recording of transactions with internal checks and prompt reporting.
- Adherence to applicable Accounting Standards and Policies.
- Compliance with applicable statutes, policies and management policies and procedures.
- Effective use of resources and safeguarding of assets.

The Internal Control System provides for well documented policies/guidelines, authorizations and approval procedures. Your Company, through its Internal Auditors M/s. Mahesh C Solanki & Co, Chartered Accountants, engaged as Internal auditors for the financial year 2021-22 carried out periodic audits at all locations and functions based on the plan approved by the Audit Committee and brought out any deviation to Internal Control procedures. The observations arising out of the audit are periodically reviewed and compliance ensured.

The summary of the Internal Audit observations and status of implementation are submitted to the Audit Committee. The status of implementation of the recommendations is reviewed by the Audit Committee on a regular basis and concerns, if any, are reported to the Board.

Your Company, as per the requirement of the Section 143 (3) (i) has carried out extensive testing of the internal financial controls in the Company which has also been duly audited by the Statutory Auditors of the Company and which have been found to be adequate and satisfactory.

14. CORPORATE GOVERNANCE REPORT:

Your company continues to place greater emphasis on managing its affairs with diligence, transparency, responsibility and accountability and is committed to adopting and adhering to best corporate governance practices.

The Company has a strong legacy of fair, transparent and ethical governance practices and it is believed that good Corporate Governance is essential for achieving long term corporate goals and to enhance stakeholders' value. Your Company implements Corporate Governance through robust board governance processes, internal control systems and processes, and strong audit mechanisms. However, the provisions of Regulation 15 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 providing a separate report on corporate governance under Regulation 34(3) read with para C of Schedule V are set out in the Annexure C to this report.

15. AUDITOR AND AUDITOR'S REPORT:

STATUTORY AUDITOR:

M/s Walker Chandiok & Co LLP, Chartered Accountants (Firm Registration No. 001076N/N500013), Auditors of the Company, having in compliance with the provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, been reappointed as the Statutory Auditors of the Company by the Shareholders of the Company at their Annual General Meeting held on 30th September 2017, for a period of 5 consecutive years, so as to hold office till the conclusion of the 48th Annual General Meeting, continue as the Auditors of the Company for the FY 2021-2022. The current tenure of M/s Walker Chandiok & Co LLP, Chartered Accountants will expire at the conclusion of the ensuing 48th Annual General Meeting.

Accordingly, the Company has approached M/s Deloitte Haskins & Sells LLP, Chartered Accountants (FRN: 117366W/W-100018), for their appointment as Statutory Auditors of the Company for a period of 5 (Five) years, for the FY 2022-23 to 2026-27, so as to hold office from the conclusion of this 48th AGM till the conclusion of 53rd AGM of the Company. M/s Deloitte Haskins & Sells LLP, Chartered Accountants, have submitted their consent for appointment and also a requisite certificate, pursuant to the provisions of Section 139 & 141 of the Companies Act, 2013, confirming eligibility & satisfaction of criteria for their appointment as Statutory Auditors of the Company. Upon the recommendation of Audit Committee, the Board recommends the appointment of M/s Deloitte Haskins & Sells LLP, Chartered Accountants, at the ensuing 48th Annual General Meeting for the approval of the Members of the Company. The necessary resolution seeking the approval for their appointment as the Statutory Auditors has duly been included in the notice of the ensuing 48th Annual General Meeting along with brief credentials and other necessary disclosures required under the Act and the Regulations.

The report of the M/s Walker Chandiok & Co LLP, Chartered Accountants (Firm Registration No. 001076N/N500013), Statutory Auditors on Standalone & Consolidated Financial Statements for the FY 2021-22 forms part of the Annual Report which are self-explanatory and do not call for any further comment and the said report does not contain any qualification, reservation, disclaimer or adverse remark and they have not reported any incident of fraud pursuant to the provision of Section 143(12) of the Act, accordingly, no such details are required to be reported under Section 134(3)(ca) of the Act.

SECRETARIAL AUDITOR:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Ankit Joshi, Practicing Company Secretary, (ACS 50124 and COP NO. 18660) Indore to conduct Secretarial Audit of the Company. The Report of the Secretarial Audit in Form MR-3 for the financial year ended March 31, 2022 is enclosed as Annexure-E to Board Report.

The Secretarial Audit Report for the year 2021-22 is self-explanatory except the following comments made and the management submits their comments:

1. Some Forms under Companies Act, 2013 were filed by the Company after prescribed timeline along with the adequate additional filing fees.

Response to Point No. (1) : Your Company is law abiding entity and filed the necessary forms & returns with the authorities. The management is hopeful and committed to their level best to streamline the same in future. There was some delay in filing of the particulars forms and has already complied with the same and has paid additional fees as prescribed.

2. Pursuant to section 135 of the Companies Act 2013 read with applicable rules & also read with notification issued by MCA dated 22nd January 2021, the Company was required to spend CSR Contribution of Rs. 54.09 lacs during the financial year 2021-22, however the Company has spent Rs.40.91 lacs before 31st March 2022 on eligible activities. Further as per explanation received from management the balance unspent amount of Rs. 13.18 lacs will be transferred to a fund specified in Schedule VII, within a period of six months from the end of the financial year i.e. 30th September 2022

Response to Point No (2): The company has contributed Rs. 25.91 lacs during the year towards CSR initiatives. Management transferred Rs. 15 lacs to Separate Bank Account for Multi Year Project as identified by the CSR Committee and Rs. 13.18 to be transferred under schedule VII within in six months from the end of the FY 2021-

22. In compliance of section 135 of the Companies Act company is obligated to transfer of Rs. 13.18 lacs to any fund included in schedule VII of the act within 6 months from the end of the financial year.

3. Pursuant to Regulation 23(9) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company was required to submit the disclosure of Related Party Transactions details to the Stock Exchange within 15 days from the date of publication of its standalone and consolidated financial results for the half year ending 31st March 2022, however it was delayed in submitting the disclosure. The company declared its financial results on 30th May, 2022 and submitted the disclosure on 27th June 2022.

Response to Point No (3): The observations raised by the Secretarial Auditors are relating to the procedural lapses, without any mala fide intentions. Inadvertently, the same could not be uploaded within time limit, however it has been filed delayed and complies with the requirements, therefore, it is not prejudice to the interest of any stakeholder as such.

COST AUDITOR:

Pursuant to the provision of Section 148 of the Companies Act, 2013 pertaining to audit of cost records is applicable to the Company. The Board has appointed M/s M.P. Turakhia & Associates, Cost Accountant to audit the cost records of you company for the financial year 2021-22.

In terms of the provisions of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Company is required to maintain cost records and have the audit of its cost records conducted by a Cost Accountant. Cost records are prepared and maintained by the Company as required under Section 148(1) of the Act. The Board of Directors, based on the recommendation of the Audit Committee, has appointed M/s M.P. Turakhia & Associates, Cost Accountant as Cost Auditors for the FY 2022-23, on a remuneration as, mentioned in the notice of 48th AGM. A Certificate from M/s M.P. Turakhia & Associates, Cost Accountant has been received to the effect that their appointment as Cost Auditor of the Company, if made, would be in accordance with the limits specified under Section 141 of the Act and Rules framed thereunder. The Cost Audit Report for FY 2021-22, does not contain any qualification, reservation, disclaimer or adverse remark. A resolution seeking Member's ratification for the remuneration payable to the Cost Auditor forms part of the Notice of 48th AGM and the same is recommended for your consideration and ratification.

INTERNAL AUDITOR

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and rule thereunder and regulation 18(3) of SEBI LODR and based on the recommendations of Audit Committee, M/s. Mahesh C. Solanki & Co. (FRN 006228C), Chartered Accountants, Indore was appointed as Internal Auditors of the Company to conduct the Internal Audit for the FY 2021-22. The Internal Auditors reports directly to the Audit Committee and makes comprehensive presentations at the Audit Committee meeting(s) on the Internal Audit Report covering the business areas required by the Audit Committee, from time to time.

Your Board has appointed M/s. Mahesh C. Solanki & Co. (FRN 006228C), Chartered Accountants, Indore as Internal Auditor of the Company for the FY 2022-23. None of the Auditors of the Company have reported any frauds to the Audit Committee or to the Board of Directors under Section 143(12) of the Act, including rules made thereunder

16. DISCLOSURE REQUIREMENTS:

As per the Provisions of the SEBI (LODR) Regulations, 2015 entered into with the stock exchanges, corporate governance report with auditor's certificate thereon and management discussion and analysis are attached, which form part of this report.

Details of the familiarization programme of the independent directors are available on the website of the Company. www.jashindia.com

17. FINANCE:

The Company continues to focus on judicious management of its working capital. Receivables, inventories and other working capital parameters were kept under strict check through continuous monitoring.

18. DEPOSITS:

Your Company has not accepted deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 and there were no remaining unclaimed deposits as on 31st March, 2022. Further, the Company has not accepted any deposit or loans in contravention of the provisions of the Chapter V of the Companies Act, 2013 and the Rules made there under.

S. No.	Particulars	Amount in Rs.
1	Details of Deposits accepted during the year	NIL
2	Deposits remaining unpaid or unclaimed at the end of the year	NIL
3	Default in repayment of deposits At the beginning of the year Maximum during the year At the end of the year	N.A.
4	Deposits not in compliance with law	N.A.
5	NCLT/ NCLAT orders w.r.t. depositors for extension of time and penalty imposed	N.A.

Further, your company has filed form DPT-3 for the Annual compliance as at 31st March, 2022 for the amount received by the company which is not under the purview of section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) rules, 2014 as amended from time to time.

19. HUMAN RESOURCE DEVELOPMENT:

The value of human assets has impact on all critical business decisions and its utilization directly affects the ability of the organizational assets to realize their optimum value. The Company's human resource strategy is formulated considering people as its most valuable asset. Your Company puts best efforts in talent acquisition, talent retention, performance management and learning and training initiatives to ensure that your Company consistently develops inspiring, strong and credible human resource. Your Company nurtures a culture of trust and mutual respect in all its employees and seeks to ensure that company's values and principles are understood by all and are the reference point in all people matters. The Company maintained healthy, cordial and harmonious industrial relations at all levels. Company remained at the forefront in the industry due to enthusiasm and continuous efforts of employees. Various measures have been introduced throughout the organization to improve productivity at all levels.

Attracting, enabling and retaining talent have been the cornerstone of the Human Resource function and the results underscore the important role that human capital plays in critical strategic activities such as growth. A robust Talent Acquisition system enables the Company to balance unpredictable business demands with a predictable resource supply through organic and inorganic growth.

20. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Full particulars of the loans given, guarantees extended or securities provided and the investments made by the Company, if any, in terms of the provisions of Section 186 of the Companies Act, 2013 and the rules framed thereunder have been adequately described in the notes to Financial Statements. The same are in consonance the provisions of the aforesaid section. The Company has complied in respect of loan and guarantees and investment pursuant to Section 186 of the Companies Act, 2013.

21. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Securities and Exchange Board of India vide its sixth amendments dated 9th November, 2021 had made amendments in Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") which were effective from 1st April, 2022. In due compliance with the requirements of the Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended read with Section 188 of the Companies Act, 2013 and the Rules 6A and Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended upto date, Board of Directors has in their meeting held on 11.2.2022, has updated and formed meticulously policy on the Related Party Transaction including material transactions, which is to be followed in letter and spirit. The policy is available on the website of the Company at the website: www.jashindia.com

During the year under review all the related party transactions entered into by the Company were with made the prior approval of the Audit Committee. All such transactions were at an arms -length basis and in the ordinary course of business of the Company & detail of such transactions have been adequately described in the Note No. 48 to the financial statements of the Company for the FY 2021-22, which form a part of the Annual Report. The transactions entered into by the company are audited. The details of the transactions with the related parties are provided in the accompanying financial statements and all transaction entered into by the Company with related party were at arm's length price in terms of the provision of Section 188 of the Companies Act, 2013 during the period under review. Form AOC-2 annexed as an Annexure-F as per the Section 134(3)(h) read with Section 188(2) of the Companies Act, 2013. Further there are no materially significant Related Party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

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

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as Annexure-G.

23. CORPORATE SOCIAL RESPONSIBILITY:

The Company has developed and implemented Corporate Social Responsibility initiatives as the said provisions are applicable in view of the profits and turnover of the company, your Company was required to undertake CSR projects during the year 2021-22 under the provisions of section 135 of the Companies Act, 2013 and the rules made thereunder. As part of its initiatives under "Corporate Social Responsibility (CSR)", the Company has undertaken activities, which are in accordance with CSR Policy of the Company and Schedule VII of the Companies Act, 2013. The Annual Report on CSR activities is annexed herewith as Annexure-H.

24. EXTRACT OF ANNUAL RETURN

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at <https://www.jashindia.com/investors/>

25. RISK MANAGEMENT:

Risks are events, situations or circumstances which may lead to negative consequences on the Company's businesses. Risk management is a structured approach to manage uncertainty. A formal enterprise wide approach to Risk Management is being adopted by the Company and key risks will now be managed within a unitary framework. As a formal roll-out, all business divisions and corporate functions will embrace Risk Management Policy and Guidelines, and make use of these in their decision making. Key business risks and their mitigation are considered in the annual/strategic business plans and in periodic management reviews. The risk management process in our multi-business, multi-site operations, over the period of time will become embedded into the Company's business systems and processes, such that our responses to risks remain current and dynamic.

The Audit Committee, has been designated by the Board for reviewing the adequacy of the risk management framework of the Company, the key risks associated with the businesses of the Company and the measures are taken in place to minimize the same and thereafter the details are presented to and discussed at the Board meeting.

26. VIGIL MECHANISM POLICY FOR THE DIRECTORS AND EMPLOYEES:

The Company's Board of Directors, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, has framed 'Vigil Mechanism Policy' for Directors and employees of the Company. The policy is to provide a mechanism, which ensures adequate safeguards to employees and Directors from any victimisation on raising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any, financial statements and reports, and so on. The Vigil Mechanism Policy is hosted on the Company's website www.jashindia.com

27. PARTICULARS OF INTERNAL COMMITTEE AND COMPLAINTS RECEIVED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has constituted the Internal Committee under the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 headed by the women employee of the Company. There is no complaint received during the year and pending at the ended financial year under provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Category	No. of complaints pending at the beginning of F.Y. 2021-22	No. of complaints filed during the F.Y. 2021-22	No. of complaints pending as at the end of F.Y. 2021-22
Sexual Harassment	NIL		

28. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators/Courts which would impact the going concern status of the Company and its future operations.

29. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THIS REPORT:

Except that as stated in the relevant places, the material changes, development, regarding project which is ongoing, from the 31st March, 2022 till the date of the Board Reports, there are no material changes which may affect the financial position of the Company.

30. RATIO OF THE REMUNERATION OF EACH DIRECTOR TO THE MEDIAN EMPLOYEE'S REMUNERATION AND PARTICULARS OF EMPLOYEES:

Pursuant to provision of section 197(12) of Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the details of employees given in Annexure-I. During the year, none of the employees received remuneration in excess of Rs. One Crore and two lacs or more per annum, in accordance with the provisions of Section 197 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Therefore, there is no information to disclose in terms of the provisions of the Companies Act, 2013.

31. EMPLOYEE STOCK OPTION SCHEME:

In the present competitive economic environment in the country and in the long-term interests of the Company and its shareholders, it is necessary that the Company adopts suitable measures for attracting and retaining qualified, talented and competent personnel. An employee stock option scheme, designed to foster a sense of ownership and belonging amongst personnel, is a well-accepted approach to this end. It is, therefore, appropriate to consider an Employee Stock Option Scheme for the employees of the Company and/or subsidiary company(ies) whether working in India or abroad. The Nomination and Remuneration Committee, inter alia administers and monitors the Company's employees' stock option scheme (ESOP Scheme) in accordance with the applicable SEBI (Share Based Employee Benefits) Regulations, 2014 (SEBI SBEB).

Company allotted 70,160 Equity shares to the eligible Employees under Jash Engineering Employee Stock Option Scheme 2019" (JASH ESOP Scheme 2019). The Scheme is operated through demat mode only. JASH ESOP Scheme 2019 is administered by the Compensation Committee (NRC Committee) through JASH Group Employee ESOP Trust. The details on Options granted, exercised and lapsed during the financial year 2021-22 and other particulars as required under the Act, read with its rules and SEBI (Share Based Employee Benefits) Regulations, 2014 with regard to Employees' Stock Options are enclosed herewith as Annexure - J to this Report and also available on the website of the Company i.e. www.jashindia.com

32. INDUSTRIAL RELATIONS:

During the year under review your Company enjoyed cordial relationship with workers and employees at all levels.

33. PREVENTION OF INSIDER TRADING:

In view of SEBI (Prohibition of Insider Trading) Regulation, 2015 the Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company.

The Code requires Trading Plan, pre-clearance for dealing in the Company's shares and prohibition the purchase or sale of Company shares by the Directors and the designated employee.

34. DISCLOSURE FOR FRAUDS AGAINST THE COMPANY:

In terms of the provisions of Section 134(3)(C)(a) of the Companies Act, 2013, there were no frauds committed against the Company and persons who are reportable under section 141 (12) by the Auditors to the Central Government. Also, there were no non-reportable frauds during the Financial Year 2021-22.

35. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND:

Pursuant to the provisions of the Companies Act, 2013 read with the IEPF Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("the Rules") notified by the Ministry of Corporate Affairs. All unpaid or unclaimed dividend are required to be transferred by the company to the IEPF established by the Government of India, after the completion of seven years. During the year under review company has transferred of Rs. 140/- relates unclaimed and unpaid dividends of FY 13-14 to the IEPF Authority in the year 2021-22 as per the requirement of the said IEPF rules.

36. CAUTIONARY STATEMENT:

The statements made in this Report and Management Discussion and Analysis Report relating to the Company's objectives, projections, outlook, expectations and others may be "forward looking statements" within the meaning of applicable laws and regulations. Actual results may differ from expectations those expressed or implied. Some factors could make difference to the Company's operations that may be, due to change in government policies, global market conditions, foreign exchange fluctuations, natural disasters etc.

37. CHANGE IN THE NATURE OF BUSINESS:

During the year under review, there was no change in the nature of business of the company.

38. OTHER DISCLOSURES:

- Your Company has complied with the applicable Secretarial Standards relating to 'Meetings of the Board of Directors' and 'General Meetings' during the year.
- There are no proceedings initiated/pending against your Company under the Insolvency and Bankruptcy Code, 2016 which materially impact the business of the Company.

39. ACKNOWLEDGEMENTS:

Your Directors acknowledge the dedication and commitment of your company's employees to the growth of your company and their unstinted support has been integral to your company's ongoing success. Your Directors appreciate support of State Bank of India, HDFC Bank Limited, SIDBI, Bajaj Finance Ltd., Axis Bank Limited, Kotak Mahindra Bank Limited and various government agencies, customers, suppliers throughout the year for their support and confidence shown in the management of the company. The Directors also gratefully acknowledge support of the NSE, Share Transfer Agent and other intermediaries of the Public Issue of the Company and also to all stakeholders of the Company viz. customers, members, dealers, vendors and other business partners for the excellent support received from them during the year.

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive director
DIN:00012072

Annexure A**Form No. AOC-1**

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

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sr. No.	1	2	3	4	5
1	Name of the subsidiary	Shivpad Engineers Pvt. Ltd.	Jash USA Inc. USA	Mahr Maschinenbau Ges. mbH	Engineering and Manufacturing Jash Limited
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	No	No	No	No
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR Not Applicable	USD 75.81	EURO 84.66	HKD 9.69
4	Share capital	1,350,300.00	561,952,844.88	3,076,240.47	9.69
5	Reserve & surplus	125,987,996.00	-262,571,043.21	63,949,427.79	380,526.30
6	Total assets	190,510,547.00	960,030,927.45	67,444,986.70	1,541,359.23
7	Total liabilities	190,510,547.00	960,030,927.45	67,444,986.70	1,541,359.23
8	Investments	-	-	-	-
9	Turnover (Total Revenue)	236,353,789.00	1,348,108,761.30	1,064,023.81	1,083,952.47
10	Profit before taxation	54,136,952.00	27,400,690.59	-9,340,398.11	-748,135.83
11	Provision for taxation	-	-	-	-
12	Profit after taxation	40,633,779.00	48,235,249.65	10,193,709.11	-748,135.83
13	Proposed Dividend	1500%	-	-	-
14	% of shareholding	100	100	100	100

Name of subsidiaries yet to commence operations: Not Applicable

Name of Subsidiaries which have been liquidated or sold during the year: Not Applicable

Part "B": Associates and JV :- NA

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Dharmendra Jain
CFO

Sd/-
Suresh Patel
Executive Director
DIN:00012072

Sd/-
Tushar Kharpade
Company Secretary

Annexure B**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****Economic Overview**

The global economy was showing signs of recovery from the impact of the and had picked up its strongest post-recession pace. However, China's zero Covid policy and subsequent lockdowns and hampering of port activity began causing serious supply chain challenges once again. While this was going on, the world witnessed one of its largest humanitarian crisis as Russia declared war on Ukraine. While this invasion was catastrophic for the people of Ukraine, it also resulted in prominent negative spillover across the globe. Commodity and crude oil prices skyrocketed and supply chains came under heavy pressure. The World Economic Outlook (WEO) report from the International Monetary Fund (IMF) released in April 2022 predicts that the risk of corporate borrowing distress in several countries, inflationary pressure, tightening monetary policies, and debt vulnerabilities will all cause global growth to slow from 6.1 percent in 2021 to 3.6 percent in 2022 and 2023, respectively.

The tightening of monetary policy brought on by higher interest rates will be detrimental although necessary to the outlook for the world economy. A rise in interest rates would result in increased borrowing costs, thereby limiting investment opportunities. Despite the negative reaction from financial markets, these actions are necessary to prevent an economic collapse from the higher leveraged debt (IMF).

India was showing optimism in recovery at the start of 2022. However, rising Omicron cases, supply shortages and the growing inflationary pressures from Russia's invasion of Ukraine turned the tables for the country's economic growth.

However, experts believe that India will continue its economic rebound on the back of domestic demand potential. The Indian government's focus on capital spending and supportive policies is estimated to contribute to 9.2 percent real GDP growth in 2021–22 as opposed to a contraction of 7.3 percent in 2020–21, according to the Economic Survey 2021–22. High foreign exchange reserves, ongoing foreign investments, and expanding exports will act as a buffer against potential global liquidity tapering that may occur in 2022–2023. The second and third waves of COVID-19 had a minor negative impact on the economy as compared to the complete lockdown phase in 2020–21.

As the global economy combats inflationary trends along with the crisis in Europe, an aggressive vaccination campaign covering the majority of the population, supply-side progressive reforms, the deregulation of various sectors, and production-linked incentives are all expected to support the Indian economy's growth of 8.0–8.5 percent in 2022–2023 and provide the country with long-term benefits.

INDUSTRY STRUCTURE AND DEVELOPMENTS

A year post the pandemic saw a growing demand for water resources, not just for municipal or agriculture purposes, but also for critical industrial processes. Consequently, the global water and wastewater treatment market size grew to USD 301.7 Billion in 2022, and is expected to reach USD 489.07 Billion by 2029, exhibiting a CAGR of 7.1% during the forecast period. The growth in market size has led the industry to surpass pre-Covid levels after a slowdown in investments in the water treatment industry.

A growing global population, an increase in water pollution levels and climate change causing a rise in water levels demonstrates that the need for water and wastewater treatment will escalate significantly in the future. Consequently, the Asia Pacific region that saw hasty urbanization and climate change effects dominated the market with a revenue share of 32.44% in CY2021.

India remains the world's second-largest consumer of water. To meet the demands of its population, the nation needs over 740 billion cubic meters of water annually. Furthermore, it is predicted that in the next 20 years, water demand would outpace availability. Strong development prospects are consequently being created for the water and wastewater treatment industry. It's also crucial for businesses to take into account the rising demand for pure water brought on by growing public awareness of water quality and health.

With industrial urbanization approaching the country, the Indian market size for water and wastewater treatment is expected to register a CAGR of 8.50% from 2022 to 2029. However, high operating expenses of water treatment plants have subdued market expansion and with inflationary pressure on raw materials, market conditions in the short run will hinder the industry's growth. Furthermore, coal production consumes a large amount of water, and India being the third largest coal producer means the demand for water treatment is exponentially high.

With growing demand for water treatment plants, India has been rapidly developing advanced technology in the industry to significantly reduce operating costs. Researchers from India have developed an "advanced" technique for treating wastewater that can safely be used in both residential and commercial settings, reusing dye wastewater from the textile industry and reducing its toxicity.

BUSINESS PERFORMANCE

Your Company is an ISO 9001:2015, ISO 14001:2015 & BS OHSAS 18001:2007 certified firm engaged in manufacturing of water control gates, flap valves, knife gates valves, energy dissipating valves, water hammer control

valves, fine and coarse screens, screening conveying, washing and compaction equipment, industrial valves for bulk solids handling, hydro power screw generator, screw pump and process equipment like detritors, clarifiers, clariflocculators, thickeners, decanters aerators, trickling filters, dissolved air flotation (DAF) units, rotary drum slackers, rake classifiers, pressure sand filters, etc. The products of your Company find application in water intake systems, water and wastewater pumping stations and treatment plants, storm water pumping stations, water transmission lines, power, steel, cement, paper & pulp, petrochemicals, chemical, fertilizers and other process plants.

Your Company offers a one-stop solution including Design, Casting, Fabrication, Assembly & Testing and provides a vast range of products in all possible sizes and diversified material options unlike several peers. The Company has world class manufacturing facilities equipped with advanced manufacturing techniques enabling us to produce best-in-class products at competitive prices. Your Company continues to enjoy leadership position in most of the product groups in the domestic market. In the international markets, the Company is progressing towards leadership position in products like water control gates, screens and knife gate valves.

The Company has a diversified customer base spread across the globe with presence in countries like United States of America, UK, France, Germany, Austria, Qatar, Saudi Arabia, Bahrain, Oman, UAE, Hongkong, Singapore, Malaysia, Thailand and over 35 other countries. The Company continues to undertake various development initiatives and reengineer its products as per the need of customers and deliver products adhering to global manufacturing standards. The Company is witnessing immense opportunities in developing countries where the markets are growing at a much faster pace compared to developed countries.

The Company is not only engaged in providing machinery for Water treatment industry but also provides value added services that include providing guidance to customers for proper utilization and installation of machinery in order to help them achieve desired output. Besides, the Company offers a range of support services on an ongoing basis and continuously monitors, audits and facilitates its customers in equipment maintenance by promptly supplying of parts and accessories and ensuring maximum machine uptime.

In the financial year 2021-22, the Company has generated standalone Net Profit of Rs. 2475.97 Lacs. as against Rs. 2769.88 Lacs. in the previous year.

OPPORTUNITIES AND THREATS

Rising pollution levels and climate change has consequently led to a rise in adopting sustainable practices along with growing health awareness in the urban population. This coupled with a rise in costs of manufacturing water treatment plants have made potable water costly among the urban cities across India. The business environment is expected to improve as a result of strict government restrictions to control water contamination. The industry picture will also improve by the simple accessibility of purifying technology and the huge decrease in manufacturing and operating costs.

Under the water and water treatment industry, several industries including the distillation water treatment market will grow largely due to low operating costs and easy installation process. The filtration market is also expected to grow owing to technological advancement along with lower production costs and easy availability. Lastly, the Point Of Use (POU) Market is also expected to display robust growth due to its convenience, easy installation and cost efficiency.

The cost of producing freshwater and industrial water have increased as a result of water shortages in India's cities, where the issue is now most noticeable. The high prevalence of water-borne infections is caused by the fact that just one-third of India's wastewater is currently treated. Water-intensive businesses like manufacturing and hospitality are investing in better wastewater treatment as India's cities are beginning to run short of water. Demand for wastewater treatment facilities is also anticipated to increase with the implementation of stringent government requirements, such as the zero liquid discharge regulation, for the treatment of sewage prior to release into aquatic bodies.

Several government initiatives drive water and waste water treatment markets and help build the foundations of the Industry in the coming future. The Namami Gange Program is one such initiative that aims to ensure that no untreated wastewater enters the Gange. The framework developed for this project can be used for projects further along in the future.

With the rise in water scarcity in major metropolitan cities, governments are implementing initiatives to shorten the gap between supply and demand. Water-scarce states like Gujarat, Tamil Nadu, and Rajasthan frequently adopt desalination technology. India's 7,517 kilometres of coastline presents a huge opportunity for desalination facilities. There are more than 1000 membrane-based desalination plants with capacities ranging from 20 m³/day to 10,000 m³/day, according to the Desalination Association of India. Large desalination facilities are primarily found in India's municipal sector. Major industries like the coal production sector, distillery, steel plants, textile and Pulp & Paper have enforced zero liquid discharge policies where they aim to manage water waste in an efficient manner. These initiatives along with a depletion in natural resources will trigger a rise in demand in the Industry and ensure they reach its growth targets.

In the industry, competition and excessive overhead costs act as threats. Due to India's great growth potential, there will be threats of foreign players wanting to expand their business in India. The cost of installing water and wastewater

treatment equipment is significant, as are the costs of running and maintaining it. This functions as a limiting factor since it raises product costs, which puts pressure on both sales and profitability. Water and wastewater treatment, however, has the potential to develop into a profitable endeavour due to increasing water scarcity and rising water prices.

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

The business activities of the Group predominantly fall within a single primary business segment viz “Manufacturing and trading of varied engineering products for general engineering industry, water and waste water industry, power plant and bulk solids handling industry”. There is no separate reportable business segment.

As part of secondary reporting for geographical segments, the Group operates in two principal geographical areas i.e. in India, its home country, and other countries. The following table presents revenue from operations, segment assets and capital expenditure regarding geographical segments:-

Particulars	Current year ended 31 March 2022	Previous year ended 31 March 2021
	(Audited)	(Audited)
Segment revenue from external customers		
Within India	18,446.41	12,575.52
Outside India	18,309.91	17,367.17
Income from operations	36,756.32	29,942.69
Segment assets		
Within India	27,576.46	23,279.34
Outside India	9,33,8.54	8,362.26
Total assets	36,915.00	31,641.60
Capital expenditure		
Within India	1036.41	882.40
Outside India	258.64	59.82
Total capital expenditure	1295.05	942.22

FUTURE OR FORWARD OUTLOOK

The water and wastewater treatment equipment market is expected to display a CAGR of 5.1% between 2022 to 2030. This growth is largely driven by an increasing demand for clean water due to rapid industrialization and urbanization coupled with a fall in natural freshwater resources. After a supply chain shortage owing to the crisis in Europe and unprecedented lockdowns, the global market recovered efficiently.

Water and Wastewater Treatment Equipment Sales from both municipal and industrial applications are taken into account in market analyses. The municipal segment's ability to sustain its market position will be greatly influenced by factors including the increasing adoption of different technologies in water treatment plants. Our analysis on the global water and wastewater treatment market also examines aspects including rising water shortage concerns, rising industrial water consumption, wastewater dumping in water bodies, and strict laws supporting global market expansion.

However, factors such as high cost of industrial water treatment equipment, operational and technical difficulties, and worries about nutrition impairment may restrain the industry's expansion over the projection period. As industrialization spreads internationally, there is a rising need for water for industrial use. Environmental issues are growing as a result of the discharge of wastewater from various industrial operations, including process water, sanitary wastewater, and stormwater, into water bodies. Several businesses are forced to look for ways to reduce water usage and use water more effectively due to the depletion of water supplies and the constantly increasing demand for water. The market for water and wastewater treatment will grow as a result.

RISKS AND CONCERNS, INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has developed and implemented a risk management policy with a forward-looking approach that allows it to maintain a medium-low risk profile, through a risk appetite as may be defined by board of directors and the identification and assessment of all risks. The Company will continue to improve its risk framework through technology to suit its remodeled business as described herein.

We are subject to foreign currency exchange rate fluctuations which could have a material impact on our results of operations and financial conditions. The Company has a well-defined Policy for Risk Mitigation on foreign exchange by

adopting hedging strategies. Global as well as Indian economic and political factors that are beyond our control, influence forecasts and may directly affect our business operations.

The Company has initiated process re-engineering to introduce in-built process elements to monitor and comply with several internal and external requirements for various aspects of conducting business. Compliance beyond prescribed will continue to be underlying principle for business processes. The Company will strive to be the best by increasing the role of technology in monitoring and fulfilling compliance requirements.

Internal control systems play a crucial role in the health of a Company in every industry. An effective system of internal control is a backbone, necessary for building, maintaining and improving shareholders confidence and value as well as helps to enhance the overall quality of the business and the enterprise.

The Company has an adequate internal control system commensurate with the size of the Company and the nature of its business. The Company also has internal control systems for speedy compilation of accounts and Management Information Reports and to comply with applicable laws and regulations.

The effectiveness of the internal control mechanism is reviewed by an independent professional internal audit function and by the statutory auditors. The Audit Committee of the Board periodically reviews the functioning of the internal audit and the implementation of the recommended measures to improve the internal control mechanism

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The Financial performance of the Company for the year **2021-22** is described in the Directors' Report under the headings 'Summarized Profit & loss Account and State of Company's Affairs & Review of operations'.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

With highly experienced senior management, competent middle management and enthusiastic junior management team, the Company is capable of handling large and complex projects. The Company focusses on promoting a positive work culture through its policies and best HR practices. This contributes towards higher transparency while providing equal opportunities to all. The Company adopts zero tolerance approach towards any kind of racial, sexual, religious, gender or any other kind of harassment as protected by the law.

We believe that our employees are key contributors to our business success. We focus on attracting and retaining the best possible talent. Our Company looks for specific skill-sets, interests and background that would be an asset for our business.

The Company has undertaken several initiatives to support business through organizational efficiency, process change support and various employee engagement programs which has helped the organization to achieve higher productivity level. A significant effort has also been undertaken to develop leadership as well as technical/ functional capabilities in order to meet future talent requirement.

Focused attention on management of available human resources by training, incentivizing, and a fair policy of promotion, transfer and equal pay for equal work played a significant role in achieving the desired objective and remained competitive in terms of product quality, price pattern, brand equity and service deliverables. Nurturing of talent and best HR practices will continue to differentiate and provide strength to company.

As on March 31, 2022 we have over 550 employees on payroll as well as contractual. Company is committed to provide necessary training / conduct development programmes to upskill and reskill the employees. The management of the Company enjoys healthy and cordial relations with its employees at all levels. The management and the employees strive to achieve its corporate objectives and targets set before the company.

CAUTIONARY STATEMENT

The statements contained in the Board's Report and Management Discussion and Analysis contain certain statements relating to the future and therefore are forward looking within the meaning of applicable securities, laws and regulations. Various factors such as economic conditions, changes in government regulations, tax regime, other statutes, market forces and other associated and incidental factors may however lead to variation in actual results.

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive Director
DIN:00012072

Annexure -C**CORPORATE GOVERNANCE REPORT**

The Company is in compliance with the Corporate Governance requirements as enshrined in the Companies Act 2013 read with Rule made thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and other applicable laws, rules and regulations, as amended from time to time. The report containing the details of corporate governance systems and processes at JASH Engineering Limited is as under: -

Jash's Philosophy on Corporate Governance:

Corporate Governance at Jash Engineering Limited has been a continuous journey and the business goals of the Company are aimed at the overall well being and welfare of all the constituents of the system. The Company is committed to conduct its business in compliance with applicable laws, rules and regulations with highest standards of business ethics. The Company firmly believes and has consistently practiced good Corporate Governance.

Jash's governance framework is driven by the objective of enhancing transparency, fairness, professionalism and accountability, effective management control, social responsiveness with complete disclosure of material facts and independence of Board. Company constantly strives towards betterment and these aspects and thereby perpetuate in generating long term economic value for its Shareholders, Customer, Employees other associated persons and the society as a whole.

Your Company confirms the compliance of Corporate Governance as contained in Chapter IV of the SEBI (LODR) Regulations, 2015 (SEBI LODR Regulation)" as amended, the details of which are given below.

BOARD OF DIRECTORS:

The Company's Board plays a pivotal role in ensuring that the Company runs on sound and ethical business practices and that its resources are utilized for creating sustainable growth and societal wealth.

BOARD COMPOSITION:

The Board composition is in conformity with Section 149 of the Act and Regulation 17 of the Listing Regulations. Company has an active, diverse, experienced and a well-informed Board. The Company currently has a right mix of Directors on the Board who possess the requisite qualifications and experience in general corporate management, finance and other allied fields which enable them to contribute effectively to the Company in their capacity as Directors of the Company.

As on March 31, 2022, the composition of the Board of Directors was optimum and as under:

Sr. No.	Name of the Director	DIN	Designation
1.	MR. PRATIK PATEL *	00780920	CHAIRMAN & MANAGING DIRECTOR
2.	MR. SURESH PATEL	00012072	EXECUTIVE DIRECTOR
3.	MR. AXEL SCHUTTE	02591276	NON EXECUTIVE DIRECTOR
4.	MR. BRIJ MOHAN MAHESHWARI	00022080	INDEPENDENT DIRECTOR
5.	MR. SUNIL KUMAR CHOKSI	00155078	INDEPENDENT DIRECTOR
6.	MS. SUNITA KISHNANI	06924681	INDEPENDENT DIRECTOR
7.	MR. DURGALAL TULJARAM MANWANI	07114081	INDEPENDENT DIRECTOR
8.	MR. VISHWAPATI TRIVEDI	00158435	INDEPENDENT DIRECTOR

*During the year under review Mr. Pratik Patel re-appointed as Managing Director of the Company with effect from 1st March, 2022.

DIRECTORSHIPS AND MEMBERSHIPS OF BOARD COMMITTEES:

Sr. No.	Name of the Director	Directorships of Other Listed Companies	Designation of Other Listed Companies	Memberships of Board Committees
1	Mr. Pratik Patel	NIL	NIL	2
2	Mr. Suresh Patel	NIL	NIL	1
3	Mr. Axel Schutte	NIL	NIL	-
4	Mr. Brij Mohan Maheshwari	NIL	NIL	4
5	Mr. Sunil Kumar Choksi	1. Choksi Laboratories Limited	Managing Director	2
6	Ms. Sunita Kishnani	NIL	NIL	2
7	Mr. Durgalal Tuljaram Manwani	NIL	NIL	3
8	Mr. Vishwapati Trivedi	NIL	NIL	-

BOARD MEETING AND ATTENDANCE:

Name of Director	Date of the Board Meeting				Date of AGM
	23/06/2021	13/08/2021	12/11/2021	11/02/2022	16/09/2021
Mr. Pratik Patel	Yes	Yes	Yes	Yes	Yes
Mr. Suresh Patel	Yes	Yes	Yes	Yes	Yes
Mr. Axel Schutte	Yes	Yes	Yes	Yes	Yes
Mr. Brij Mohan Maheshwari	Yes	Yes	Yes	Yes	Yes
Mr. Durgalal Tuljaram Manwani	Yes	No	Yes	Yes	Yes
Mr. Sunil Kumar Choksi	Yes	Yes	Yes	Yes	Yes
Ms. Sunita Kishnani	Yes	Yes	Yes	Yes	Yes
Mr. Vishwapati Trivedi	Yes	Yes	Yes	Yes	Yes

RELATIONSHIP WITH OTHER DIRECTORS:

Sr. No.	Name of the Director	Designation	Relationship
1	Mr. Pratik Patel	Chairman & Managing Director	Nephew of Mr. Suresh Patel
2	Mr. Suresh Patel	Executive Director	Uncle of Mr. Pratik Patel
3	Mr. Axel Schutte	Director	-
4	Mr. Brij Mohan Maheshwari	Independent Director	-
5	Mr. Sunil Kumar Choksi	Independent Director	-
6	Ms. Sunita Kishnani	Independent Director	-
7	Mr. Durgalal Tuljaram Manwani	Independent Director	-
8	Mr. Vishwapati Trivedi	Independent Director	-

CERTIFICATE FROM PRACTICING COMPANY SECRETARY ON NON-DISQUALIFICATION OF DIRECTOR:

Pursuant to Regulation 34(3) and Schedule V para C clause (10)(i) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has received a Certificate of Non-Disqualification of Director, annexed as “Annexure 1” of Corporate Governance Report from Mr. Ankit Joshi, Practicing Company Secretary (COP No. 18660), to the effect that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of the Company by the Ministry of Corporate Affairs or any other statutory authority.

FAMILIARIZATION PROGRAMME:

Pursuant to Regulation 25(7) of SEBI LODR, the Company conducts Familiarisation Programme for the Independent Directors with regard to their roles, rights, responsibilities in the Company, nature of the industry in which Company operates, its management, operation, business and general laws governing the Company.

Objectives:

Through the familiarization programme, the Company intends to achieve the following objectives:

- | To apprise the Directors about the business model, corporate strategy, nature of industry, business plans and operations of the Company.
- | To familiarize them with the Company's financial performance, annual budgets, internal control processes and statutory compliances.
- | To appraise them about their roles and responsibilities in the Company.
- | To familiarize them with Company's vision, core values, ethics and Corporate Governance practices.
- | Familiarization Programme.
- | The Independent Directors in the Board and Committee Meetings shall be provided with the following :
 - | Criteria of Independence applicable to the Independent Directors;
 - | Updates on business model, nature of industry, operations and financial performance of the Company;
 - | Presentations on Annual Budgets, Internal & Statutory Audit, Corporate Social Responsibility, strategies and business performance of the Company;
 - | Updates on significant developments in the Company;
 - | Directors Responsibility Statement forming part of Boards' Report;
 - | Policies of the Company on social responsibility, remuneration criteria, vigil mechanism, related party transactions etc.;
 - | Update on significant amendments in corporate and other laws and its impact on the Company;
 - | Board evaluation process and procedures;
 - | Code of Conduct for Independent Directors as prescribed under the Companies Act, 2013.

The Board members are provided with necessary documents, reports and internal policies to enable them to familiarise with the Company's procedures and practices. Periodic presentations are made at the Board and Board Committee Meetings on business, operations and performance updates of the Company as well as the Group. Quarterly updates on relevant statutory and regulatory changes applicable to the Company and the Group and important legal matters pertaining to the Company are discussed at the Board meetings. The Familiarization Programme is available on the website: www.jashindia.com

SKILLS / EXPERTISE / COMPETENCIES OF THE BOARD OF DIRECTORS:

The following is the list of core skills / expertise / competencies identified by the Board of Directors as required in the context of the Company's business and that the said skills are available with the Board Members:

Matrix Setting out Skills / Expertise / Competencies:

Particulars	Mr. Pratik Patel	Mr. Suresh Patel	Mr. Axel Schutte	Mr. Brij Mohan Maheshwari	Mr. Sunil Kumar Choksi	Ms. Sunita Kishnani	Mr. Durgalal Tuljaram Manwani	Mr. Vishwapati Trivedi
Knowledge of Industry	3	3	3	3	3	3	3	3
Behavioural skills	3	3	3	3	3	3	3	3
Business Strategy	3	3	3	3	3	3	3	3
Sales & Marketing	3	3	3		3	3	3	3
Corporate Governance	3	3	3	3	3	3	3	3
Forex Management	3	3	3	3	3	3	3	3
Administration	3	3	3	3	3	3	3	3
Leadership	3	3	3	3	3	3	3	3
Financial Skills	3		3	3	3	3	3	3
Management skills	3	3	3	3	3	3	3	3
Technical skills	3	3	3		3		3	3
Professional skills	3	3	3	3	3	3	3	3

CONFIRMATION WITH RESPECT TO INDEPENDENT DIRECTOR'S:

Your Board of Directors is of the opinion that the Independent Directors fulfill the conditions specified in these the SEBI (LODR) Regulations, 2015 and are independent of the management. The Independent Directors of the Company have confirmed that they meet the criteria of Independence as laid down under the section 149 (6) of the Act and Regulation 16(1)(b) & 25 of the SEBI LODR. The Board have taken on record the declaration and confirmation submitted by the Independent Directors after undertaking due assessment of the veracity of the same.

INDEPENDENT DIRECTORS' MEETING

The Independent Directors of the Company met on 11 Feb 2022, pursuant to Schedule IV of the Act and Regulation 25 of SEBI LODR, all the Independent Directors were present to inter alia discuss, Noting of the report of Performance Evaluation ; competition strategy, leadership, strengths and weakness, governance, compliance, human resource matters, review the performance of non-independent directors and the Board as a whole taking into account the views of executive directors and non-executive directors; Assess 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.

AUDIT COMMITTEE:

According to section 177 of the Companies Act, 2013 and applicable rules made their under and as per Regulation 18 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015:

Every listed entity shall constitute a qualified and independent audit committee in accordance with the terms of reference, subject to the following:

- (a) The audit committee shall have minimum three directors as members.

- (b) Two-thirds of the members of audit committee shall be independent directors and in case of a listed entity having outstanding equity shares, the audit committee shall only comprise of independent directors.
- (c) All members of audit committee shall be financially literate and at least one member shall have accounting or related financial management expertise.

To follow above mentioned provisions, our Company constituted Audit Committee as per requirement of section 177 of the Companies Act 2013 and Regulation 18 of the SEBI (LODR) Regulations, 2015. The terms of reference of Audit Committee are broadly in accordance with the provisions of SEBI (LODR) Regulations, 2015 & Companies Act, 2013.

The Committee met four (4) times during the year under review on June 23, 2021, August 13, 2021, November 12, 2021, February 11, 2022 in accordance with the circular issued by the MCA and SEBI. The time gap between two Meetings was well within the prescribed limits as per the circular issued by the MCA and SEBI. The necessary quorum was present in all the meetings of the Committee.

The Composition of Audit Committee is as follow:

Sr No.	Name	Nature of Directorship	Designation in Committee	No of Meeting held / No of Meeting Attended
1.	Mr. BRIJ MOHAN MAHESHWARI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	CHAIRMAN	4/4
2.	Mr. DURGALAL TULJARAM MANWANI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	MEMBER	4/3
3.	Mr. SUNIL KUMAR CHOKSI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	MEMBER	4/4
4.	Mr. PRATIK PATEL	MANAGING DIRECTOR	MEMBER	4/4

A. Powers of the Audit Committee:

The powers of the Audit Committee include the following:

- a) to investigate any activity within its terms of reference;
- b) to seek information from any employee of our Company;
- c) to obtain outside legal or other professional advice; and
- d) to secure attendance of outsiders with relevant expertise, if it considers necessary.

B. Role of the Audit Committee:

The role of Audit Committee together with its powers shall be as under:

- 1. Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- 2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees;
- 3. Approving payment to statutory auditors for any other services rendered by the statutory auditors;
- 4. Approving initial or any subsequent modification of transactions of the company with related parties;
- 5. Scrutinizing inter-corporate loans and investments;
- 6. Valuation of undertakings or assets of the company, wherever it is necessary;
- 7. Monitoring the end use of funds raised through public offers and related matters;
- 8. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to;
 - a. matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 134 of the Companies Act, 2013;
 - b. changes, if any, in accounting policies and practices along with reasons for the same;
 - c. major accounting entries involving estimates based on the exercise of judgment by management;
 - d. significant adjustments made in the financial statements arising out of audit findings;
 - e. compliance with listing and other legal requirements relating to financial statements;
 - f. disclosure of any related party transactions; and
 - g. modified opinion in the draft audit report.

- | Reviewing, with the management, the quarterly/ half yearly financial statements before submission to the board for approval;
- | Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
- | Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems;
- | Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing & seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- | Discussing with the internal auditors any significant findings and follow up there on;
- | Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature & reporting the matter to the Board;
- | Discussing with the statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- | Looking into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of nonpayment of declared dividends) and creditors;
- | Reviewing the functioning of the Whistle Blower mechanism, in case the same is existing;
- | Approving the appointment of the Chief Financial Officer (i.e. the whole time finance director or any other person heading the finance function) after assessing the qualifications, experience and background, etc., of the candidate; and
- | Carrying out any other function as is mentioned in the terms of reference of the Audit Committee or contained in the equity listing agreements as and when amended from time to time.
- | Reviewing the utilization of loans and / or advances from / investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans/ advances/ investments existing as on the date of coming into force of this provision.
- | Consider and comment on rationale, cost benefits and impact of schemes involving merger, de-merger, amalgamation etc., on the listed entity and its shareholders.

C. Mandatory review by the Audit Committee

The Audit Committee shall mandatorily review the following:

- a) management discussion and analysis of financial condition and results of operations;
- b) management letters / letters of internal control weaknesses issued by the statutory auditors;
- c) internal audit reports relating to internal control weaknesses;
- d) the appointment, removal and terms of remuneration of the chief internal auditor; and statement of deviations: (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) (b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

NOMINATION AND REMUNERATION COMMITTEE:

According to Section 178 of the Companies Act, 2013 and applicable rules made thereunder and as per Regulation 19 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015:-

The board of directors shall constitute the nomination and remuneration committee as follows:

- (a) the committee shall comprise of at least three directors;
- (b) all directors of the committee shall be non-executive directors; and
- (c) at least two - third of the directors shall be independent directors and in case of a listed entity having outstanding equity shares, two thirds of the nomination and remuneration committee shall comprise of independent directors.

To follow above mentioned provisions, our Company has constituted a Nomination and Remuneration Committee in accordance with section 178 of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015.

The Committee met three (3) times during the year under review on August 13, 2021, August 24, 2021, March 7, 2022 in accordance with the circular issued by the MCA and SEBI. Necessary quorum was present in all the meetings of the Committee.

The Composition of Nomination & Remuneration Committee are as follow:

Sr.No.	Name	Nature of Directorship	Designation in Committee	No of Meeting held/ No of Meeting Attended
1.	Ms. SUNITA KISHNANI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	CHAIRMAN	3/3
2.	Mr. DURGALAL TULJARAM MANWANI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	MEMBER	3/2
3.	Mr. BRIJ MOHAN MAHESHWARI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	MEMBER	3/3

Terms of Reference:

1. Identify persons who are qualified to become directors and may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
2. Formulate the criteria for determining the qualifications, positive attributes and independence of a director and recommend to the board a policy relating to the remuneration for directors, KMPs and other employees.
3. For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director, The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may :
 - a) Use the services of an external agencies, if required
 - b) Consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c) Consider the time commitments of the candidates.
4. Formulation of criteria for evaluation of performance of independent directors and our Board;
5. Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
6. Determine our Company's policy on specific remuneration package for the Managing Director / Executive Director including pension rights.
7. Decide the salary, allowances, perquisites, bonuses, notice period, severance fees and increment of Executive Directors.
8. Define and implement the Performance Linked Incentive Scheme (including ESOP of the Company) and evaluate the performance and determine the amount of incentive of the Executive Directors for that purpose.
9. Decide the amount of Commission payable to the whole-time Directors.
10. Review and suggest revision of the total remuneration package of the Executive Directors keeping in view the performance of the Company, standards prevailing in the industry, statutory guidelines etc.
11. To formulate and administer the Employee Stock Option Scheme.

Performance Evaluation:

In terms of the requirement of the Act and the Listing Regulations, an annual performance evaluation of the Board, its Committees and the Directors was undertaken which included the evaluation of the Board as a whole, Board Committees and peer evaluation of the Directors. The criteria for performance evaluation covers the areas relevant to the functioning of the Board and Board Committees such as its composition, oversight and effectiveness, performance, skills and structure etc. The performance of individual directors was evaluated on the parameters such as preparation, participation, conduct, independent judgement and effectiveness. The performance evaluation of Independent Directors was done by the entire Board of Directors and in the evaluation of the Directors, the Directors being evaluated had not participated. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

Remuneration of Directors for 2022:

Sr. No.	Name	Designation	Salaries and Allowances	Commission	Sitting Fee	ESOP	Total
1	Mr. Pratik Patel	Managing Director	90,03,745	-	-	-	90,03,745
2	Mr. Suresh Patel	Executive Director	40,64,672	-	-	-	40,64,672
3	Mr. Axel Schutte	Director	-	-	-	-	-
4	Mr. Brij Mohan Maheshwari	Independent Director	-	-	1,00,000	-	1,00,000
5	Mr. Sunil Kumar Choksi	Independent Director	-	-	1,00,000	-	1,00,000
6	Ms. Sunita Kishnani	Independent Director	-	-	1,00,000	-	1,00,000
7	Mr. Durgalal Tuljaram Manwani	Independent Director	-	-	75,000	-	75,000
8	Mr. Vishwapati Trivedi	Independent Director	-	-	1,00,000	-	1,00,000

During the year under review Company has not paid any fixed component and performance linked incentives, ESOP options to directors.

REMUNERATION POLICY:

The Policy for Director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matter is uploaded on Company's website www.jashindia.com

CRITERIA OF MAKING PAYMENT TO NON-EXECUTIVE /INDEPENDENT DIRECTORS:

The Nomination and Remuneration Committee has laid down criteria for evaluation of the performance of Directors like level of participation of the Directors, understanding of their roles and responsibilities, understanding of the business and competitive environment in which the Company operates, understanding of the strategic issues and challenges for the Company, understanding the terms of reference, effectiveness of the discussions etc. As per Nomination, Evaluation & Remuneration Policy, Company pays sitting fees to Non-Executive Directors on the basis of attendance of such director at the scheduled Board Meeting and Committee Meeting, subject to maximum limit as approved by board.

SERVICE CONTRACTS, NOTICE PERIOD, SEVERANCE FEES

The appointment of the Executive Directors is governed by Resolutions passed by the Shareholders of the Company, which cover the terms and conditions of such appointment, read with the service rules of the Company. A Separate Service Contract is not entered into by the Company with Executive Directors. No notice period and no severance fee is payable to any Director.

Shares held by Non-Executive Director:

Sr. No.	Name	Designation	No. of Equity Share held
1	Mr. Axel Schutte	Non-Executive Director	7,91,432
2	Mr. Brij Mohan Maheshwari	Independent Director	-
3	Mr. Sunil Kumar Choksi	Independent Director	-
4	Ms. Sunita Kishnani	Independent Director	-
5	Mr. Durgalal Tuljaram Manwani	Independent Director	-
6	Mr. Vishwapati Trivedi	Independent Director	-

STAKEHOLDERS' RELATIONSHIP COMMITTEE:

- | According to Section 178 of the Companies Act, 2013 and applicable rules made their under and as per Regulation 20 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015: -
 - | The listed entity shall constitute a Stakeholders Relationship Committee to specifically look into the mechanism of redressal of grievances various aspects of interest of shareholders, debenture holders and other security holders.
 - | Mr. Sunil Choksi non-executive independent director is the chairperson of this committee and Mr. Tushar Kharpade, Compliance officer of the Company act as the secretary to the Committee.
- At least three directors, with at least one being an independent director, shall be members of the Committee and in case of a listed entity having outstanding equity shares, at least two thirds of the Stakeholders Relationship Committee shall comprise of independent directors.

To follow above mentioned provisions, our Company has constituted a shareholder/investors grievance committee ("Stakeholders Relationship Committee") to redress complaints of the shareholders.

Sr. No.	Name	Nature of Directorship	Designation in Committee	No of Meeting held/ No of Meeting Attended
1.	MR. SUNIL KUMAR CHOKSI	INDEPENDENT DIRECTOR	CHAIRMAN	2/2
2.	MS. SUNITAKISHNANI	INDEPENDENT DIRECTOR	MEMBER	2/2
3.	MR. BRIJ MOHAN MAHESHWARI	INDEPENDENT DIRECTOR	MEMBER	2/2
4.	MR. PRATIK PATEL	MANAGING DIRECTOR	MEMBER	2/2

Terms of Reference: Redressal of shareholders' and investors' complaints, including and in respect of :

- | Allotment, transfer of shares including transmission, splitting of shares, changing joint holding into single holding and vice versa, issue of duplicate shares in lieu of those torn, destroyed, lost or defaced or where the cages in the reverse for recording transfers have been fully utilized.
- | Issue of duplicate certificates and new certificates on split/consolidation/renewal, etc.;
- | Attending to requests from the shareholders for demat/ remat of shares;
- | Review the process and mechanism of redressal of Shareholders /Investors grievance and suggest measures of improving the system of redressal of Shareholders /Investors grievances.
- | Considering and resolving grievances of the security holders of the Company, including complaints related to the transfer of shares, non-receipt of annual report and non-receipt of declared dividends;
- | Oversee the performance of the Registrar & Share Transfer Agent and also review and take note of complaints directly received and resolved them.
- | Oversee the implementation and compliance of the Code of Conduct adopted by the Company for prevention of Insider Trading for Listed Companies as specified in the Securities & Exchange Board of India (Prohibition of insider Trading) Regulations, 1992 as amended from time to time.
- | Any other power specifically assigned by the Board of Directors of the Company from time to time by way of resolution passed by it in a duly conducted Meeting,
- | Carrying out any other function contained in the equity listing agreements as & when amended from time to time."
- | Review of measures taken for effective exercise of voting rights by shareholders.
- | Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.

Details of Complaints:

Particulars	Year ended 31 st March, 2022
Number of Shareholder's Complaints Received	0
Number of Complaints solved	0
Number of Complaints pending	0

For any assistance regarding share transfer, transmissions, change of address or any query relating to shares of company please write to: -

MR. TUSHAR KHARPADE
Company Secretary & Compliance officer

Jash Engineering Ltd.
31, Sector C, Sanwer Road, Industrial Area, Indore (M.P.) 452 001
E-mail Id for Investor's Grievances: info@jashindia.com

Corporate Social Responsibility (CSR) Committee:

Every company having:

- net worth of rupees five hundred crore or more, or
- turnover of rupees one thousand crore or more or
- a net profit of rupees five crore or more

during any financial year shall constitute a Corporate Social Responsibility Committee of the Board consisting of three or more directors, out of which at least one director shall be an independent director.

To follow above mentioned provisions, our Company has constituted a CSR Committee in accordance with the provisions of section 135 of Companies Act, 2013. The constitution of the CSR Committee was approved by a meeting of the Board and reconstituted as per requirements. The CSR Committee comprises the following Directors as on 31st March 2022:

Sr. No.	Name	Nature of Directorship	Designation in Committee	No of Meeting held/ No of Meeting Attended
1	MR. BRIJ MOHAN MAHESHWARI	INDEPENDENT DIRECTOR	MEMBER	3/3
2	MR. DURGALAL TULJARAM MANWANI	INDEPENDENT DIRECTOR	MEMBER	3/3
3	MR. SURESH KUMAR PATEL	EXECUTIVE DIRECTOR	MEMBER	3/3

Executive & Borrowing Committee:

For looking day to day financial and operational transaction of the Company Executive & Borrowing Committee has constituted with specific power to running smooth functioning in financial and operational matters. The constitution of the Executive & Borrowing Committee was approved by a meeting of the Board and reconstituted as per requirements. The Executive & Borrowing Committee comprises the following Directors:

Sr. No.	Name	Nature of Directorship	Designation in Committee
1.	MR. PRATIK PATEL	MANAGING DIRECTOR	CHAIRMAN
2.	MR. SURESH PATEL	EXECUTIVE DIRECTOR	MEMBER

General Body Meetings:

The last three General Meeting of the company were held at the venue and time as under:

Year	AGM/EGM	Date	Time	Venue	Special Resolution Passed
2018-19	AGM-45th	14/09/2019	11:30 A.M.	Jash Engineering Ltd. 31, Sector-C, Sanwer Road, Industrial Area, Indore (M.P.)- 452001	1
2019-20	AGM-46th	29/09/2020	11:00 A.M.	Jash Engineering Ltd. 31, Sector-C, Sanwer Road, Industrial Area, Indore (M.P.) - 452001	2
2020-21	AGM-47th	16/09/2021	11:00 A.M.	Jash Engineering Ltd. 31, Sector - C, Sanwer Road, Industrial Area, Indore (M.P.) - 452001 (Through Video Conferencing)	2

During the year under review, no extra ordinary general meeting was held as well as no resolution was passed through the Postal Ballot process.

Means of Communication:

The quarterly, half-yearly and annual financial results and Statutory Notices of the Company are published in leading newspapers in India which include Financial Express, Business Standard, The Economic Times and Choutha Sansar. The website of the company i.e, www.jashindia.com acts as primary source of information regarding the operations of the company quarterly, half yearly and annual financial results and other media releases are being displayed on the company website. The Company also issues press releases from time to time. Financial results, statutory notices, press releases and presentations made to the institutional investors/ analysts after the declaration of the quarterly, half-yearly and annual results are submitted to the National Stock Exchange of India Limited (NSE).

a) Quarterly Results: The Company's quarterly financial results are posted on the Company's website. During the financial year, the financial results were published in Financial Express, Business Standard, The Economic Times and Choutha Sansar. Financial results and all material information are also regularly provided to the stock exchanges as per the requirements of the SEBI (LODR) Regulations, 2015 and are available on their websites.

b) News releases: The official news releases are intimated to the stock exchanges and are also uploaded on the Company's website.

c) Presentations to the institutional investors/analysts: The detailed investor updates/presentations are sent to the stock exchanges on the Company's quarterly, half yearly as well as annual financial results and same are made available to the investors and financial analysts. Further, the Company hosts earnings call with the Investors/Analysts after publishing its quarterly results and the details of the earnings call and transcripts of the earnings call are uploaded on the stock exchanges and on Company's website.

GENERAL SHAREHOLDER INFORMATION:

Financial Year	2021-2022
Annual General Meeting For 2020 -21	48 TH Annual General Meeting
Date:	23rd September 2022
Day:	Friday
Time:	11:00 A.M.
Venue:	31, Sector-C, Sanwer Road, Industrial Area, Indore (M.P.) -452015 INDIA
Stock Code:	JASH
ISIN:	INE039O01011
CIN Number:	L28910MP1973PLC001226

LISTED ON STOCK EXCHANGE:

At present, the equity shares of the Company are listed at National Stock Exchange of India Ltd. (NSE) at Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (East) Mumbai – 400 051.

PAYMENT OF LISTING FEES:

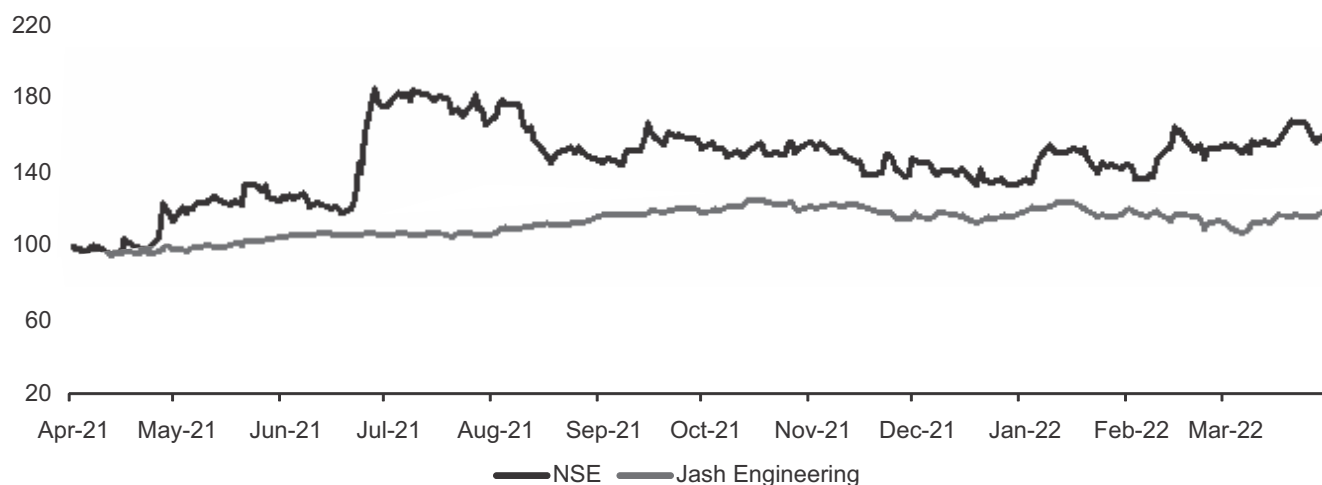
Annual listing fee for the year 2022-23 has been paid by the Company to NSE where the shares of the Company are listed.

MARKET PRICE DATA:

Market Price Data: High/Low during each month during the Financial Year 2021-2022:

Month	NSE - Jash Engineering Engineering			NSE Nifty 50		
	High Price (Rs)	Low Price (Rs)	Close Price (Rs)	High Price (Rs)	Low Price (Rs)	Close Price (Rs)
April	413	301	371	15,044	14,151	14,631
May	459	360	406	15,606	14,416	15,583
June	628	367	568	15,916	15,451	15,722
July	611	530	537	15,962	15,513	15,763
August	589	458	479	17,154	15,835	17,132
September	549	440	505	17,948	17,055	17,618
October	522	472	494	18,604	17,453	17,672
November	514	427	451	18,210	16,782	16,983
December	485	422	432	17,640	16,410	17,354
January	524	430	459	18,351	16,837	17,340
February	545	435	496	17,795	16,203	16,794
March	563	483	510	17,560	15,671	17,465

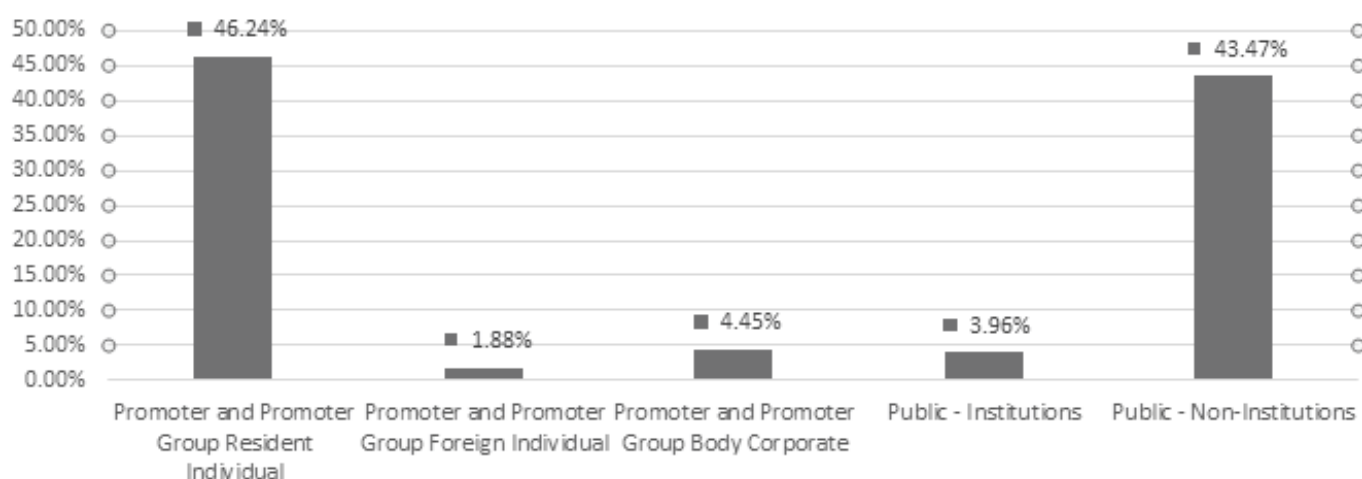
Comparison of data of closing price of NSE Nifty 50 index and Jash share price:



CATEGORY OF SHAREHOLDERS AS ON MARCH 31, 2022:

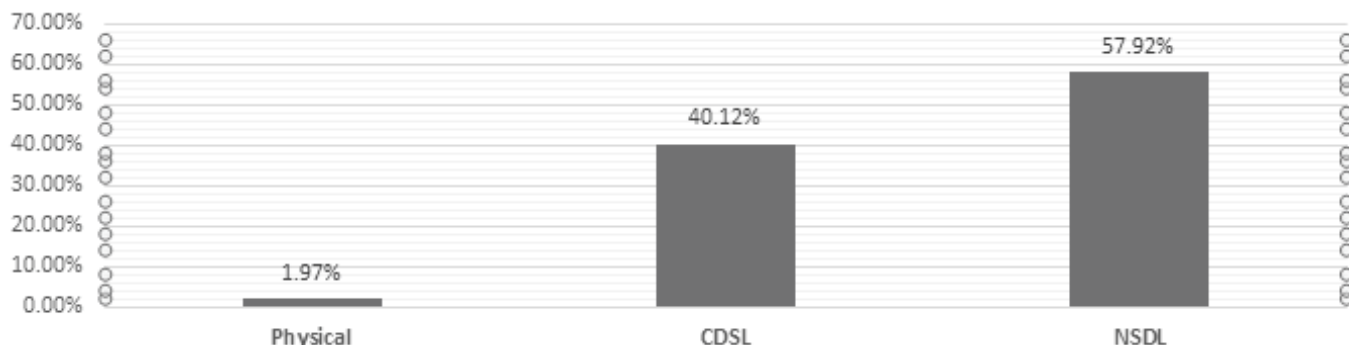
Sr. No.	Particular	% of Shareholding	Number of Shareholding
1	Promoter and Promoter Group Resident Individual	46.24	5,521,794
2	Promoter and Promoter Group Foreign Individual	1.88	224,657
3	Promoter and Promoter Group Body Corporate	4.45	531,800
4	Public - Institutions	3.96	472,686
5	Public - Non Institutions	43.47	5,190,391

Category of Shareholders :

**DEMATERIALISATION OF SHARES AS ON MARCH 31, 2022:**

Sr. No.	Particular	% of Shareholding	Number of Shareholding
1	Physical	1.97	235050
2	CDSL	40.12	4790404
3	NSDL	57.92	6915874

Dematerialisation of Shares

**Share Capital Details: Distribution of Equity Shareholding as on March 31, 2022:**

Sl. No	Range of shares	No. of Shareholders	% to Shareholders	Total no. of Shares	% to Equity
1	1 - 500	6,096	84.57	502790	4.21
2	501 - 1000	436	6.05	339142	2.84
3	1001 - 2000	302	4.19	415567	3.48
4	2001 - 3000	97	1.35	248967	2.09
5	3001- 4000	53	0.74	190232	1.59
6	4001 - 5000	32	0.44	151582	1.27
7	5001 - 10000	89	1.23	637759	5.34
8	10001 and above	103	1.43	9455289	79.18
	Total	7,208	100	11941328	100

REGISTRAR & SHARE TRANSFER AGENT:

M/s Link Intime India Private Limited C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West) Mumbai, Maharashtra – 400083, Ph. 022 49186272 email : rnt.helpdesk@linkintime.co.in

SHARE TRANSFER SYSTEM:

All the transfer of shares received by the Company has processed by the Registrars and Transfer Agents.

OUTSTANDING ADRS /GDRS/ WARRANTS OR ANY CONVERTIBLE INSTRUMENTS:

The Company had not issued any GDRs / ADRs/ Warrants or any Convertible instruments in the past and hence as on 31st March, 2022 the Company does not have any outstanding GDRs/ ADRs/ Warrants or convertible instruments.

CREDIT RATINGS:

The Company does not have any debt instrument, fixed deposit programme or any scheme or proposal for mobilization of funds. Hence, during the year, it had not obtained any credit rating for this purpose.

Business Locations:

Address for Correspondence:

Jash Engineering Ltd.

CIN: L28910MP1973PLC001226

31, Sector-C, Sanwer Road, Industrial Area,

Indore (M.P.)-452015 INDIA

E-mail: info@jashindia.com

CERTIFICATE FROM PRACTICING COMPANY SECRETARY ON CORPORATE GOVERNANCE:

Pursuant to Regulation 34(3) and Schedule V para E of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has received a Compliance Certificate attached as Annexure-2 of Corporate Governance Report, from Mr. Ankit Joshi, Practicing Company Secretary (CoP No. 18660), to the effect that Company has complied with all rules and regulations of Companies Act, 2013, SEBI Regulation or any other Law (If any) applicable on the company regarding compliance of good Corporate Governance.

OTHER DISCLOSURE:**I Employee Stock Option Scheme:**

In the present competitive economic environment in the country and in the long-term interests of the Company and its shareholders, it is necessary that the Company adopts suitable measures for attracting and retaining qualified, talented and competent personnel. An employee stock option scheme, designed to foster a sense of ownership and belonging amongst personnel, is a well-accepted approach to this end. It is, therefore, appropriate to consider an Employee Stock Option Scheme for the employees of the Company and/or subsidiary company(ies) whether working in India or abroad. The Nomination and Remuneration Committee, inter alia administers and monitors the Company's employees' stock option scheme (ESOP Scheme) in accordance with the applicable SEBI (Share Based Employee Benefits) Regulations, 2014 (SEBI SBEB).

Company allotted 70,160 Equity shares to the eligible employee of Company, under Jash Engineering Employee Stock Option Scheme 2019" (JASH ESOP Scheme 2019). The Scheme is operated through demat mode only. JASH ESOP Scheme 2019 is administered by the Compensation Committee (NRC) of the Board, through JASH Group Employee ESOP Trust. The details on Options granted, exercised and lapsed during the financial year 2021-22 and other particulars as required under the Act, read with its rules and SEBI (Share Based Employee Benefits) Regulations, 2014 with regard to Employees' Stock Options are enclosed herewith as Annexure - J to the Board Report. Details of ESOP Scheme are also available on the Company's website www.jashindia.com

I Subsidiary Companies including Foreign Subsidiaries:

S. No.	Name of the Company	Status as on 1st April, 2021	Any change in status	Status as on 31st March, 2022
1	Shivpad Engineers Pvt. Ltd.	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary
2	Jash USA Inc. USA - Rodney Hunt Inc. USA (SDS of Jash USA Inc. USA)	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary
3	Mahr Maschinenbau Ges. mbH	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary
4	Engineering and Manufacturing Jash Limited	Wholly Owned Subsidiary	-	Wholly Owned Subsidiary

The Material Subsidiaries Policy as approved by the Board is available on the Company's website www.jashindia.com

Related Party Transaction :

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, during the financial year were in the ordinary course of business and on an arm's length pricing basis. Suitable disclosure as required by the Accounting Standards has been made in the notes to the Financial Statements.

All Related Party Transactions were approved by the Audit Committee on omnibus basis or otherwise and the Board. The transactions entered into by the company are audited. The Company has developed Related Party Transactions Policy, Standard Operating Procedures for purpose of identification and monitoring of such transactions. The information for the Related Party Transactions has been given in AOC-2 as Annexure-F of Board Report. The RPT Policy as approved by the Board is available on the Company's website www.jashindia.com

Commodity price risk or foreign exchange risk and hedging activities:

The Company does not deal in commodities and hence the disclosure pursuant to SEBI Circular dated November 15, 2018 is not required to be given. For a detailed discussion on foreign exchange risk and hedging activities, please refer to Management Discussion and Analysis Report.

Vigil Mechanism/Whistle Blower Policy:

The Company has laid down a Whistle Blower Policy/vigil mechanism. The Company encourages an open door policy where employees have access to the Head of the business/function. The company takes cognizance of the complaints made and suggestions given by the employees and others. Complaints are looked into and whenever necessary, suitable corrective steps are taken. No employee of the company has been denied access to the Audit Committee in this regard.

As part of our corporate governance practices, the company has adopted the Whistleblower policy that covers our directors and employees. The policy is provided pursuant to SEBI (LODR) Regulation, 2015 on our website www.jashindia.com

Compliance with Mandatory requirements:

The Company has complied with Corporate Governance requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 of the SEBI LODR and necessary disclosures thereof have been made in this Corporate Governance Report. The applicable Compliance Status of Company on respective regulations are as given below:

Regulation	Particulars of Regulation	Compliance Status
17	Board of Directors	Yes
18	Audit Committee	Yes
19	Nomination & Remuneration Committee	Yes
20	Stakeholders Relationship Committee	Yes
21	Risk Management Committee	Not applicable as per SEBI LODR.
22	Vigil Mechanism	Yes
23	Related Party Transactions	Yes
24	Corporate Governance Requirements with respect to Subsidiary of listed entity	Yes
25	Obligations with respect to Independent Directors	Yes
26	Obligations with respect to Directors and Senior Management Personnel	Yes
27	Other Corporate Governance Requirements	Yes
46 (2) (b) to (i)	Disclosures on website	Yes

I Details of non-compliance, if any, by the Company, on any matter related to capital markets:

During the last 3 (three) years, there were no instances of non-compliance by the Company and no penalty or strictures were imposed on the Company by the Stock Exchanges or SEBI or any statutory authority on any matter related to the capital markets.

I Disclosure of the Extent to which the Discretionary Requirements as specified in Part E of Schedule II have Been Adopted:

The Company complied with all mandatory requirements and has adopted non-mandatory requirement as per details given below:

A. The Board: The Chairman of the Company is an Executive Chairman.

B. Shareholder's Rights: The quarterly and half yearly results are published in the newspaper, displayed on the website of the Company and are sent to the Stock Exchanges where the shares of the Company are listed. The quarterly and half-yearly results are not separately circulated to the shareholders.

C. Modified opinion(s) in audit report: The auditors have not qualified the financial statement of the Company. The Company continues to adopt best practices in order to ensure unqualified financial statements.

D. Separate posts of Chairperson and CEO: Presently, Shri Pratik Patel is the Chairman & Managing Director of the Company.

E. Reporting of Internal Auditor: The Internal Auditors of the Company report to the Audit Committee.

I Code of Conduct of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI): The Compliance Officer and Managerial personals deals with dissemination of information and disclosure of unpublished price sensitive information under the Policy and the said Policy is available on the website of the Company.

I Prohibition of Insider Trading: With a view to regulate trading in securities by the directors and designated persons, the Company has adopted a Code for prohibition of insider trading known as the Code to Regulate, Monitor and Report Trading by Designated Persons in Securities of Jash Engineering Limited.

I Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

I No. of Complaints on Sexual Harassment received during year: N.A.

I No. of Complaints disposed off during the Year: N.A.

I No. of cases pending as on end of the Financial Year: N.A.

I Any recommendations received from the committee and not accepted by the Board and reasons thereof – Nil

I In accordance with the requirement of Regulation 34(3) and Part F of Schedule V to the SEBI Listing Regulations, details of equity shares in the suspense account: N.A.

Unpaid / Unclaimed Dividends & Shares – Investor Education and Protection Fund (IEPF):

Pursuant to the provisions of Sections 124, 125 and other applicable provisions of the Companies Act, 2013 (“the Act”) read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (“IEPF Rules”), the dividend which remains unpaid/ unclaimed for a period of 7 (seven) consecutive years from the date of transfer to the unpaid dividend account along with the shares on which dividend has not been encashed by the Members for 7 (seven) consecutive years has to be transferred to Investor Education and Protection Fund (“IEPF”) within the prescribed time.

During the year under review, unclaimed dividend for the FY 2013-14 amounting to INR 140/- pertaining to one Members has been transferred to IEPF Authority.

The Company sends communication and reminder letters, from time to time, to the respective Members whose dividends are unpaid/unclaimed and / or due for transfer to IEPF and provides facilitation / support to Members as and when required, to enable them to claim their dividend entitlements before it is transferred to IEPF Authority in accordance with IEPF Rules.

The details of Members and their unclaimed dividend/ equity shares entitlements / transferred / liable to be transferred to IEPF Authority are uploaded on the Company's website www.jashindia.com. The Members are requested to approach the Company and/or RTA for any support to claim their entitlements, if any.

Details of utilization of funds raised through preferential allotment or qualified institutional placement as specified under Regulation 32 (7A): NA

Total Fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part:

(all amount in INR Lakhs unless stated otherwise)

Payment to the Statutory Auditor	For the year ended 31 March, 2022	For the year ended 31 March, 2021
For statutory audit	22.00	21.50
Certifications Services	1.75	2.25
Other Services	-	-
Reimbursement of expenses	0.09	0.42
Total	23.84	24.17

During the year, no payment made to any other network entity of which the statutory auditor is a part.

Certificate pursuant to Regulation 34(3) and Schedule V para D of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, attached as “Annexure-3” of Corporate Governance Report, from Managing Director stating that the Board of Directors and Senior management personnel have affirmed with the code of conduct of board of directors and senior management.

Certificate from Managing Director / Chief Executive Officer & Chief Financial Officer, pursuant to Regulation 17(8) of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015, attached as “Annexure-4” of Corporate Governance Report.

During the year under review Company and its subsidiaries has not taken any Loans and advances in the nature of loans to firms/companies in which directors are interested.

Code of Conduct:

Regulation 17(5) of the SEBI (LODR) Regulations, 2015 requires listed companies to lay down a Code of Conduct for its directors and senior management, incorporating duties of directors as laid down in the Companies Act, 2013. The Company has adopted a Code of Conduct for all Directors and Senior Management of the Company and same has been hosted on the website of the company www.jashindia.com

Annexure-1 to Corporate Governance Report:

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,
 Jash Engineering Ltd.
 CIN: L28910MP1973PLC001226
 31, Sector-C, Sanwer Road,
 Industrial Area,
 Indore (M.P.)-452001

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Jash Engineering Ltd.(hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of our information and according to the verifications (including Directors Identification Number(DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India (SEBI) and Ministry of Corporate Affairs (MCA) or any such other Statutory Authority.

Details of Directors:

Sl. No.	Name of Director	DIN	Date of appointment in Company
1.	Mr. Pratik Patel	00780920	01/10/2000
2.	Mr. Suresh Patel	00012072	14/02/2020
3.	Mr. Axel Schutte	02591276	29/09/2001
4.	Mr. Brij Mohan Maheshwari	00022080	25/08/2017
5.	Mr. Sunil Kumar Choksi	00155078	25/08/2017
6.	Ms. Sunita Kishnani	06924681	25/08/2017
7.	Mr. Durgalal Tuljaram Manwani	07114081	25/08/2017
8.	Mr. Vishwapati Trivedi	00158435	13/08/2018

Ensuring the eligibility for the appointment/continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion based on my 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.

Date : 10 August 2022
 Place: Indore
 UDIN: A050124D000771944

Sd/-
CS Ankit Joshi
 Practicing Company Secretary
 M. No.: A50124
 CoP No.: 18660

Annexure-2 to Corporate Governance Report:**Corporate Governance Compliance Certificate**

[Pursuant to Regulation 34(3) and Schedule V (E) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members,
Jash Engineering Ltd.
CIN: L28910MP1973PLC001226
31, Sector-C, Sanwer Road,
Industrial Area,
Indore (M.P.)-452001

I have examined all the relevant records of Jash Engineering Ltd. for the purpose of certifying compliance of the conditions of the Corporate Governance under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the financial year ended March 31, 2022. I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of certification.

The compliance of conditions of corporate governance is the responsibility of the Management. My examination was limited to the procedure and implementation process adopted by the Company for ensuring the compliance of the conditions of the corporate governance.

This certificate 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.

In my opinion and to the best of my information and according to the explanations and information furnished to me, I certify that the Company has complied with all the mandatory requirements of Corporate Governance as stipulated in Schedule II of the said Regulations. As regards Discretionary Requirements specified in Part E of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has complied with items C and E.

Date : 10 August 2022
Place: Indore
UDIN: A050124D000771900

Sd/-
CS Ankit Joshi
Practicing Company Secretary
M. No.: A50124
CoP No.: 18660

Annexure-3 to Corporate Governance Report:**Declaration by the Managing Director under SEBI (LODR) Regulation, 2015 Regarding
Compliance with Code of Conduct and Ethics**

In accordance with Schedule V, Para D of the SEBI (LODR) Regulation, 2015 as amended from time to time, I Mr. Pratik Patel, Managing Director of the Company hereby confirm that, all the Directors and the Senior Management personnel of the Company have affirmed compliance with the Code of Conduct, as applicable to them, for the financial year ended March 31, 2022.

For and on behalf of Board of Directors of
Jash Engineering Limited

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Date : 30th May 2022
Place : Indore

ANNEXURE-4 TO CORPORATE GOVERNANCE REPORT:**MD/CEO & CFO CERTIFICATION PURSUANT TO REGULATION 17(8) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To,
The Board of Directors
JASH Engineering Limited

We the undersigned, in our respective capacities as Managing Director and Chief Financial Officer of to the best of our knowledge and belief certify that

- A. We have reviewed the financial statements and the cash flow statement for the financial year 2021-22 and that to the best of our knowledge and belief:
- (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) 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.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we 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 the steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the Auditors and the Audit Committee:
- (1) significant changes in internal control over financial reporting during the year; if any
 - (2) significant changes in accounting policies during the year if any and that the same have been disclosed in the notes to the financial statements; and
 - (3) 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.

For JASH Engineering Limited

Date: 30th May 2022
Place: Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN: 00780920

Sd/-
Dharmendra Jain
CFO

Annexure-D

NOMINATION AND REMUNERATION POLICY

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 as amended from time to time. This policy on Nomination & Remuneration of Directors, Key Managerial Personnel (KMP) & Senior Management of company has been formulated by the Nomination & Remuneration Committee (hereinafter referred to as NRC or the Committee) & approved by the Board of Directors.

The Nomination and Remuneration Policy of Jash Engineering Limited (the "Company") is designed to attract, motivate, improve productivity and retain manpower, by creating a congenial work environment, encouraging initiatives, personal growth and team work, and inculcating a sense of belonging and involvement, besides offering appropriate remuneration packages and superannuation benefits. The policy reflects the Company's objectives for good corporate governance as well as sustained long-term value creation for shareholders.

This policy shall act as guidelines on matters relating to the remuneration, appointment, removal and evaluation of performance of the Directors, Key Managerial Personnel and Senior Management.

Definitions:

"Act" means The Companies Act, 2013 and rules made thereunder, as amended from time to time.

"Board" means Board of Directors of Jash Engineering Limited

"Company" means Jash Engineering Limited

"Committee" means Nomination and Remuneration Committee of the Company as constituted by the Board from time to time.

"Independent Director" means a director referred to in Section 149(6) of the Act.

"Key Managerial Personnel" or "KMP" means Managing Director, Whole-time Director, Chief Financial Officer, Company Secretary and such other persons who may be deemed to be KMP under the Companies Act, 2013.

"Remuneration" means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income Tax Act, 1961 and other statutory benefits;

"Senior Managerial Personnel" means the personnel of the company who are members of its core management team excluding Board of Directors. Normally, this would comprise all functional heads or Head of the Divisions.

APPLICABILITY:

This Policy applies to Directors, Senior Management including its Key Managerial Personnel (KMP) and other employees of the Company. Any departure from the policy can be undertaken only with the approval of the Board of Directors.

CONSTITUTION OF THE NOMINATION & REMUNERATION COMMITTEE:

The Board has the power to constitute / reconstitute the Committee from time to time in order to make it consistent with Company's policies and applicable statutory requirements. The composition of the Company shall be in line with the requirements of the Act and Listing Regulations.

OBJECTIVE:

The objective of the policy is to ensure that

- 1. The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- 1. Relationship of remuneration to performance is clear and meets appropriate performance bench marks; and
- 1. Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

ROLE OF THE COMMITTEE:

Nomination and Remuneration Committee shall govern the following:

1. To formulate criteria for determining qualifications, positive attributes and independence of a Director.
2. To formulate criteria for evaluation of Independent Director and the Board.
3. To identify persons who are qualified to become Director and who may be appointed Senior Management in accordance with the criteria laid down in this policy.
4. To carry out evaluation of Director's performance.
5. To recommend to the Board the appointment and removal of Director and Senior Management.

6. To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
7. To devise a policy on Board diversity, composition, size.
8. Succession planning for replacing Key executive and overseeing.
9. To carry out any other function as in mandated by the Board from time to time and/or enforced by any statutory.
10. To perform such function as may be necessary or appropriate for the performance of its duties.
11. Noting of delegation of administrative power to ESOP Trust
12. Approval for grant of stock options under ESOP Scheme of the Company

APPOINTMENT OF DIRECTOR, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT:

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.

A) DIRECTORS

The appointment of the Non-Executive and Independent Directors are subject to the recommendation of NRC and approval of the Board of Directors and Shareholders. The Company shall comply provisions of the Companies Act, 2013 and rules framed thereunder for appointment of the Managing Director, Executive Director and Independent Directors.

B) KEY MANAGERIAL PERSONNEL

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as a Key Managerial Personnel and recommend his/ her appointment as per the Company's Policy.

C) SENIOR MANAGEMENT

The Managing Director is authorized to make appointment and removal of Senior Management Personnel. The same will be reported to the Board in the next Board Meeting.

D) OTHER EMPLOYEES:

Other employees will be appointed by the Managing Director from time to time.

EVALUATION

The Committee shall carry out evaluation of performance of Director, Key Managerial Personnel and Senior Management Personnel yearly or at such intervals as may be considered necessary. The Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. The Managing Director shall carry out evaluation of performance of the Senior Management Personnel as per the Company's policy and report to the Committee.

REMOVAL

The Committee may recommend with reasons recorded in writing, removal of a Director, Key Managerial Personnel or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

RETIREMENT:

The Director, Key Managerial Personnel or Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director and Key Managerial Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company. The Managing Director will have the discretion to retain the Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/KMP/SENIOR MANAGEMENT PERSONNEL

1) Remuneration to Managing Director / Whole-time Directors:

- a) The Remuneration/ Commission etc. to be paid to Managing Director / Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

2) Remuneration to Non- Executive / Independent Directors:

- a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share-based payment schemes of the Company.
- d) Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
 - e) The Services are rendered by such Director in his capacity as the professional; and
 - f) In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.
- g) Board of Directors of Company shall of administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share-based payments to be made to Directors (other than Independent Directors).

3) Remuneration to Key Managerial Personnel and Senior Management:

- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
- b) The Nomination and Remuneration Committee of the Company administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share-based payments to be made to Key Managerial Personnel and Senior Management.
- c) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from time to time.
- d) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

IMPLEMENTATION

- a) The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- b) The Committee may Delegate any of its powers to one or more of its members

DISCLOSURE OF INFORMATION:

Information on the total remuneration of members of the Company's Board of Directors and KMP/ senior management personnel may be disclosed in the Company's annual financial statements as per statutory requirements.

NRC MEETINGS:

The meetings of NRC will be governed by the provisions of the Companies Act, 2013, Rules made thereunder and Listing Agreement as may be applicable from time to time. Proceedings of all meetings must be minuted and signed by the Chairman of the Committee at the subsequent meeting. Minutes of the Committee meetings will be tabled at the subsequent Board and Committee meeting.

DISSEMINATION:

This Policy is available on website of the Company www.jashindia.com.

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive director
DIN:00012072

Annexure-E

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

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

To,
The Members,
Jash Engineering Limited
L28910MP1973PLC001226
31, Sector-C, Sanwer Road,
Industrial Area, Indore (MP)

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Jash Engineering Limited (CIN:L28910MP1973PLC001226)** (hereinafter called "The Company"). Secretarial Audit was conducted in a manner that provided to me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's 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, I hereby report that in my opinion, the Company has, during the audit period covering the Financial Year ended on **31st March, 2022** 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (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 **[Applicable only to the extent of Foreign Direct Investment and Overseas Direct Investment]**
- (v) (i) 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 (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
 - (e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and the Securities and Exchange Board of India (Share based Employee benefits and Sweat Equity) Regulations, 2021.
- (ii) Provisions of the following regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act) were not applicable to the company during the Financial Year under report:
 - (a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations 2021

- b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 ; and
- (c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 .

I have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The list of major head/ groups of Acts, Laws and Regulations as applicable to the Company is given in **Annexure I**.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by ICSI under the provisions of the Companies Act, 2013;
- (ii) SEBI (LODR) Regulations, 2015 and the Listing Agreements entered into by the Company with National Stock Exchange of India Limited;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the observations, that:

1. *Some Forms under Companies Act 2013 were filed by the company after prescribed timeline along with the adequate additional filing fees.*
2. *Pursuant to section 135 of the Companies Act 2013 read with applicable rules & also read with notification issued by MCA dated 22nd January 2021, the Company was required to spend CSR Contribution of Rs. 54.09 lacs during the financial year 2021-22, however the Company has spent Rs.40.91 lacs before 31st March 2022 on eligible activities. Further as per explanation received from management the balance unspent amount of Rs. 13.18 lacs will be transferred to a fund specified in Schedule VII, within a period of six months from the end of the financial year i.e. 30th September 2022*
3. *Pursuant to Regulation 23(9) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company was required to submit the disclosure of Related Party Transactions details to the Stock Exchange within 15 days from the date of publication of its standalone and consolidated financial results for the half year ending 31st March 2022, however it was delayed in submitting the disclosure. The company declared its financial results on 30th May, 2022 and submitted the disclosure on 27th June 2022.*

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes were sent 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 at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I 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.

I further report that the compliance by the Company for the applicable Financial Laws like Direct Taxes, Indirect Taxes and the compliance of the Accounting Standards, quarterly financial results under Regulation 33 of SEBI (LODR) Regulations, 2015 and the annual financial statements, Cost Records have not been reviewed in this audit report, since the same have been subject to the statutory financial audit/cost audit by other designated professionals. This report is to be read with my letter of even date which is annexed as **Annexure II** and forms an integral part of this report.

I further report that during the audit period of the Company, there was no specific events/action having a major bearing on the Company and also laws, rules, regulations, guidelines, standards etc. referred to above.

Date: 10th August 2022
Place: Indore
UDIN:A050124D000771845

Sd/-
CS Ankit Joshi
Practicing Company Secretary
M. No.: A50124
CoP No.: 18660
PR No. : 1453/2021

Annexure I

List of applicable laws to the Company Under the Major Group and Head are as follows:-

- A.** Factories Act, 1948;
- B.** Industries (Development & regulation) Act, 1951;
- C.** Labour Laws and other incidental laws related to labour and employees appointed by the Company either on its payroll or on contractual basis as related to wages, gratuity, provident fund, ESIC, compensation etc.;
- D.** Acts prescribed under prevention and control of pollution;
- E.** Acts prescribed under environmental protection;
- F.** Acts as prescribed under Direct tax and Indirect Tax;
- G.** Land Revenue laws of respective states;
- H.** Labour welfare Act of respective States;
- I.** Trade Marks Act, 1999;
- J.** The Legal Metrology Act, 2009;
- K.** Acts as prescribed under Shop and Establishment Act of various local authorities.
- L.** All General Laws related to Direct and indirect Taxation, GST, Labour Law and other incidental Law of respective states.
- M.** 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;

Date: 10th August 2022
Place: Indore
UDIN:A050124D000771845

Sd/-
CS Ankit Joshi
Practicing Company Secretary
M. No.: A50124
CoP No.: 18660
PR No. : 1453/2021

Annexure II

To,

The Members,

Jash Engineering Limited

L28910MP1973PLC001226

31, Sector-C, Sanwer Road,

Industrial Area Indore (MP)

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

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

Date: 10th August 2022
Place: Indore
UDIN:A050124D000771845

Sd/-
CS Ankit Joshi
Practicing Company Secretary
M. No.: A50124
CoP No.: 18660
PR No. : 1453/2021

Annexure- F**Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts /arrangements /transactions	Duration of the contracts / arrangements transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188
-	-	-	-	-	-	-	-	-

2. Details of material contracts or arrangement or transactions at arm's length basis

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangement s/ transactions	Nature of Relation	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
1	Shivpad Engineers Private Limited	Sale to	Wholly Owned Subsidiary	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-
2	Jash USA INC. DBA Rodney Hunt	Sale to	Wholly Owned Subsidiary	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-
3	Micro-flat Datums Pvt. Ltd.	Sale to	a private company in which a director or his relative is a member or director	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-
4	Shivpad Engineers Private Limited	Purchase from	Wholly Owned Subsidiary	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-
5	Jash USA INC. DBA Rodney Hunt	Purchase from	Wholly Owned Subsidiary	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-
6	Jash USA INC. DBA Rodney Hunt.	Job work	Wholly Owned Subsidiary	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-

7	JASH Flowcon Engineers	Job work	a firm in which a director or his relative is a partner	Ongoing	As per agreed terms & on Arms' Length and in ordinary course of business	23 rd June, 2021	-
8	Patamin Investments Private Limited	Lease	a private company in which a director or his relative is a member or director	Ongoing	As per agreed terms & on Arms' Length basis.	23 rd June, 2021	-

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive director
DIN:00012072

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

[Section 134(3)(m) of The Companies Act, 2013 read with Rule 8(3) of The Companies Accounts Rules, 2014]

(A) CONSERVATION OF ENERGY			
(I)	the steps taken or impact on conservation of energy;	The Company pays attention at all levels to reduce energy consumption, by continuous monitoring, maintenances and Improvements. Company lays great emphasis on savings in the cost of energy consumption. Therefore, achieving reduction in per unit consumption of energy is an ongoing exercise in the Company. The effective measures like education, training, have been taken to minimize the loss of energy as far as possible.	
(II)	the steps taken by the company for utilizing alternate sources of energy;	The Company has commissioned 450 kw Solar power generation on Roof of Machine Shop of Unit I and Unit II and it will generate close to 1000 units power per day and the DG Set as a standby power arrangement and for alternate source of energy and Replacement of old conventional lights with LED's.	
(III)	the capital investment on energy conservation equipment's	NIL	
(B) TECHNOLOGY ABSORPTION			
(i)	the efforts made towards technology absorption	The Company is always in pursuit of finding the ways and means to improve the performance, quality and cost effectiveness of its services. The technology used by the Company is updated as a matter of continuous exercise.	
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	The efforts taken by your Company towards technology development and absorption help deliver competitive advantage and market leadership through the launch of customer centric products and variants, introduction of new features and improvement of product performance.	
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year	The company had tied up with Invent Germany for manufacture of Disc Filters in India. The first 2 machines for Indian market were manufactured in end of financial year 2021-22. These first 2 machines had import content of upto 50% and the company is now working on reducing the import content on these machines to less than 5% and expects to achieve this by March 2023.	
	(a) the details of technology imported		
	(b) the year of import		
	(c) whether the technology been fully absorbed		
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and		
(iv)	the expenditure incurred on Research and Development	2021-22	2020-21
		NIL	NIL
(C)	FOREIGN EXCHANGE EARNINGS AND OUTGO		
		(Amount in INR Lacs)	
		2021-22	2020-21
(i)	The Foreign Exchange earned in terms of actual inflows during the year;	Rs. 10346.75	Rs. 9551.59
(ii)	And the Foreign Exchange outgo during the year in terms of actual outflows.	Rs. 852.40	Rs. 533.17

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive director
DIN:00012072

Annexure-H**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES****(Pursuant to Section 135 of the Companies Act, 2013 read with Rule 8 of The Companies (Corporate Social Responsibility Policy) Rules, 2014)**

At Jash Engineering Limited ('Company'), the Corporate Social Responsibility (CSR) has been an integral part of the way the Company had been doing our business since inception. Company's CSR initiatives have played a pivotal role in improving the lives of the communities and society, environment & giving preference to the local areas around the areas where Company operates. This has been done with the objective of energizing, involving, and enabling these communities to realize their potential. This has also enabled us to fulfill our commitment to be a socially responsible corporate citizen.

Company contributes in following activities:

Eradicating hunger, poverty and malnutrition, promoting preventive health care & sanitation and making available safe drinking water. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently-abled and monetary contributions to academic institutions, Ensuring environmental sustainability and ecological balance.

Brief of the Project under CSR Policy of the Company

- a) For renovation of Government school located at Bardari village, Tehsil Sanwer, Indore (M.P.). Your Company involves in Upgrading building, infrastructure and other facilities like, to provide Kitchen with Stores and wash area, Dining area plus common use hall, Proper washroom and toilet facilities for boys and girls, improvement in play area and approach to school.
- b) For ensuring environmental sustainability, ecological balance Company received a proposal from Association of Industries Madhya Pradesh Maintenance Committee, Indore for planting of trees and development of dense forest on a land situated in front of our Unit 1, under scheme of development of dense forest and planting of trees of District Industries Corporation (DIC), Indore, which is also covered under CSR activities of Schedule VII of the Companies Act, 2013.

1. Brief outline on CSR Policy of the Company:

The core areas of the company for Investment as per the CSR Policy are Education, Health & Medical Care, Community at large and Environment. Your company is involved in various CSR activities for sustainable Social, Economic and Environmental Development in local and national level. Jash annually contributes in various CSR related activities to meet its obligation towards the society. Company is actively contributing in various organization of local level who are involve in upliftment of rural and tribal people and health services in the state of Madhya Pradesh.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. SURESH PATEL	EXECUTIVE DIRECTOR	3	3
2	Mr. BRIJ MOHAN MAHESHWARI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	3	3
3	Mr. DURGALAL TULJARAM MANWANI	INDEPENDENT & NON-EXECUTIVE DIRECTOR	3	3

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

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

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

(Amount in INR Lacs)

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be setoff for the financial year, if any (in Rs)
1	2020-21	0.28	Not Applicable

6. Average net profit of the company as per section 135(5): Rs. 2,704 Lakhs

(Amount in INR Lacs)

7.	(a)	Two percent of average net profit of the company as per section 135(5)	54.09
	(b)	Surplus arising out of the CSR projects or programs or activities of the previous financial years	N.A.
	(c)	Amount required to be set off for the financial year, if any	0.28
	(d)	Total CSR obligation for the financial year (7a+7b-7c)	53.81*

* Total Amount was required to be spend for the Financial Year 2021-22

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

(Amount in INR Lacs.)

Total Amount spent for the Financial Year.	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of transfer
25.91*	15 **	28 April 2022	Funds included in Schedule VII of the Act	13.18***	In compliance of section 135 of the Companies Act company is obligated to transfer this amount to any fund included in schedule VII of the act within 6 months from the end of the financial year.

* Amount spent in Financial Year 2021-22.

** Represent the unspent CSR amount transfer to Unspent CSR Account within 30 days from the end of the Financial Year, in accordance with the Companies Act, 2013 read with the CSR Amendment Rules.

*** Represent the unspent CSR amount transfer to any fund specified under Schedule VII as per second proviso to section 135(5).

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

(Amount in INR Lacs.)

(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 Unspent CSR Account for the project as per Section 135(6) (in Rs.) to	Mode of Implementation- Direct (Yes/ No)	Mode of Implementation- Through Implementing Agency	
				State	District						Name	CSR Registration No.
1.	Renovation of Government Primary School, Gram Bardari	Clause (ii) ^a Promoting Education	Yes	Madhya Pradesh	Indore	2 years	15 ^b	16.04 ^c	0	Yes	-	-
2.	Plantation drive at a land situated in front of Unit-I of the company under scheme of District Industries Corporation	Clause (iv) ^d Ensuring environmental sustainability	Yes	Madhya Pradesh	Indore	3 years	15 ^b	0 ^e	15 ^f	Yes	-	-

- a. Clause (ii) of Schedule VII denotes promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
- b. Represent the total budget allocated for the Project.
- c. Represent the amount spent in F.Y. 2021-22 for the project.
- d. Clause (iv) of Schedule VII denotes Ensuring environmental sustainability, ecological balance, protection of flora & fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga.
- e. Represent the amount spent in F.Y. 2021-22 for the project.
- f. Represent unspent amount pertaining to F.Y. 2021-22 transferred to unspent Corporate Social Responsibility Account (UCSRA).

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

(Amount in INR Lacs)									
(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 (in Rs.)	Mode of implementation Direct (Yes/No)	Mode of Implementation Through Implementing Agency	
				State	District			Name	CSR Registration No.
1.	Shivganga Samagra Gramvikas Parishad	Rural development	Yes	Madhya Pradesh	Indore	1.20	Yes	-	-
2.	SAE Collegiate Club, SGSITS, Indore	Education	Yes	Madhya Pradesh	Indore	1.40	Yes	-	-
3.	Shaskiya Driver Training Institute	Enhancing employment and women empowerment	Yes	Madhya Pradesh	Indore	1.00	Yes	-	-
4.	Comfy Furniture Centre (Anand Badminton League)	Promote Sports	Yes	Madhya Pradesh	Indore	0.50	Yes	-	-
5.	Seva Bharti "Jeevan Umang" Tribal Girls Hostel	Education	Yes	Madhya Pradesh	Indore	2.10	Yes	-	-
6.	Seva Bharti Matruchhaya	Social welfare	Yes	Madhya Pradesh	Indore	2.04	Yes	-	-
7.	Shree Madhav Vidya Peeth	Education	Yes	Madhya Pradesh	Indore	0.51	Yes	-	-
8.	Collector District Dhar Children & Mahila Bal Vikas Vibhag, Dhar	Social welfare	Yes	Madhya Pradesh	Dhar	1.20	Yes	-	-
9.	Renovate Government Primary School, Gram Bardari	Education	Yes	Madhya Pradesh	Indore	0.63	Yes	-	-
	Total					10.58*	Yes	-	-

* CSR amount spent against other than ongoing projects for the financial year 2021-22.

(d) Amount spent in Administrative Overheads: **NIL**

(e) Amount spent on Impact Assessment, if applicable: **N.A.**

(f) Total amount spent for the Financial Year 2021-22 (8b+8c+8d+8e): **Rs. 25.91 Lacs**

(g) Excess amount for set off, if any:

(Amount in INR Lacs)		
Sr. No.	Particular	Amount
(i)	Two percent of average net profit of the company as per section 135(5)	54.09
(ii)	Total amount spent for the Financial Year	25.91
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	-
(iv)	Surplus arising out of the CSR projects or programmes or activities financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-

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

(Amount in INR Lacs)

Sr. No.	Particular Financial Year.	Amount Transferred to Unspent CSR Account under Section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
1.	2020-21	0.72	0.72	NIL	NIL	NIL	NIL

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

(Amount in INR Lacs)

(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	Status of the project – Completed / Ongoing
1	FY 31.03.2021_1	Renovation of Government Primary School, Gram Bardari	2020-21	2 years	15	16.04	22.71	Ongoing

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the Financial Year (asset-wise details): **N.A.**

(Amount in INR Lacs)

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

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

During the Financial Year 2021-22, the Company has spent Rs. 25.91 Lakhs under CSR activities and for Rs. 15 Lakhs company has opted a Project under the heading of environmental sustainability and transferred this amount in separate bank account in accordance with the CSR Rules and in this regard for ensuring environmental sustainability, ecological balance Company received a proposal from Association of Industries Madhya Pradesh Maintenance Committee, Indore for planting of trees and development of dense forest on a land situated in front of our Unit 1, under scheme of development of dense forest and planting of trees of District Industries Corporation (DIC), Indore, which is also covered under CSR activities of Schedule VII of the Companies Act, 2013, and remaining of Rs. 13.18 lacs were required to be transferred to the fund as per Schedule VII of the Companies Act, 2013, in compliance of section 135 of the Companies Act 2013 company is obligated to transfer this amount to any fund included in schedule VII of the act within 6 months from the end of the financial year.

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive Director
DIN:00012072

Sd/-
Dharmendra Jain
Chief Financial Officer



Government school located at Bardari Village, Tehsil Sanwer, Indore (M.P.)



Government school located at Bardari Village, Tehsil Sanwer, Indore (M.P.)

Annexure I**Particulars of Employees**

*[As per section 197(12) read with the Rule 5 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

Sr. No.	Particulars	Disclosure	Ratio of the remuneration of each director to the median remuneration of the employees of the Company	% Increase/ Decrease in remuneration of each Director, CFO, CS in Financial Year
1	Ratio of the remuneration of each director to the median remuneration of the employees for the Financial Year	Pratik Patel (MD)	26.42	24.09
		Suresh Patel (Director)	11.93	17.64
		Axel Schutte (Director)	-	-
		Brij Mohan Maheshwari (ID)	0.29	0
		Sunil Kumar Choksi (ID)	0.29	0
	% Increase in remuneration of each Director, CFO, CS in Financial Year	Vishwapati Trivedi (ID)	0.29	0
		Sunita Kishnani (ID)	0.29	0
		Durgalal Tuljaram Manwani (ID)	0.22	0
		Dharmendra Jain (CFO)	-	38.51*
		Tushar Kharpade (CS)	-	17.67
2	The increase in the median remuneration of Employee in financial year	22.18%		
3	Number of permanent employees on the rolls of company	As on 31st March, 2022 the total number of employees over 572		
4	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;	<p>Average percentage increase in salaries of employees other than Managerial Personnel is 11%.</p> <p>Average approx. increase in the remuneration of Directors and other Key Managerial Personnel is 14%</p>		
5	Affirmation that the remuneration is as per the remuneration policy of the company	Remuneration paid during the FY 2021-22 was as per the Nomination and Remuneration Policy of the Company		

Notes:

- Median remuneration of the employees is calculated on the basis of remuneration details of employees including the Managing Director and Whole-time Director.
- Director's remuneration includes commission and sitting fees for the FY 2021-22. Sitting fees are paid based on the number of meetings of Board and Committee attended by them respectively. Therefore, variation in the remuneration of the Directors could be attributed to the committee positions held and the number of meetings attended by them during the year.
- *The increase in the figures and percentages is much higher as compared to FY 2020-21 primarily on account of increase in perquisite value of ESOP exercised during the year. The increase in perquisite value of ESOP exercised during the year also includes the impact of increase in share price

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022
Place : Indore

Sd/-
Pratik Patel
Chairman & Managing Director
DIN - 00780920

Sd/-
Suresh Patel
Executive director
DIN:00012072

Annexure J

Information Regarding Employees Stock Option Scheme (ESOS) Pursuant to Rule 12(9) of Companies (Share Capital and Debentures) Rules, 2014 and Regulation 14 of SEBI (Share Based Employee Benefits) Regulation, 2014.

1. Details Related to the Scheme:

Jash Engineering Limited has placed Jash Engineering Employee Stock Option Scheme 2019 (JASH ESOP Scheme 2019). All the relevant details as prescribed under above Rules and Regulation are provided below:

A. Relevant disclosures in terms of the 'Guidance note on accounting for employee share-based payments issued by ICAI or any other relevant accounting standards as prescribed from time to time:

Please refer Note 51 Share Based Payment of Notes to the Standalone Financial Statements forming part of the Annual Report.

B. Diluted EPS on issue of shares pursuant to all scheme covered under the regulations in accordance with 'Indian Accounting Standard (Ind AS) – 33- Earning Per Share' issued by ICAI or any other relevant accounting standards as prescribed from time to time:

Fully Diluted EPS pursuant to issue of Equity Shares on exercise of stock options Basic: 27.09

Calculated in accordance with Ind AS-33 'Earning Per Share' (Consolidated) Diluted: 26.70

C. Other Details relating to JASH ESOP Scheme 2019:

I. Details related to Jash Engineering Employee Stock Option Scheme 2019 are given below:

Sr. No.	Particulars	2021-22	2020-21
1.	Date of member's approval	On 10 th August, 2019 Company has placed Jash Engineering Employee Stock Option Scheme 2019 (JASH ESOP Scheme 2019).	
2.	Total number of options approved	Company issue maximum 5,75,000 Equity Shares under JASH ESOP Scheme 2019.	
3.	Total number of options granted	NIL	4,81,400
4.	Vesting requirements	Set forth below is the vesting schedule, subject to there being a gap of at least one year between the date of grant of options and the vesting of such options.	
		Number of options vested	Vesting schedule
		10% of the options granted	One year from the date of grant
		20% of the options granted	Two years from the date of grant
		30% of the options granted	Three years from the date of grant
		40% of the options granted	Four years from the date of grant
5.	Exercise Price	Rs. 118.64/-	
6.	Source of shares	Primary issuance and/or Secondary Acquisition	
7.	Variation in terms of options	NIL	

- ii. **Method used to account for ESOP:** The fair value of the equity-settled options at grant date determined using Black Scholes Models.
- iii. **Where the company opts for expensing of the options using the intrinsic value of the options, difference between the employee compensation cost so computed and the employee compensation cost that shall have been recognized if it had used fair value of the options and the impact of this difference on profits and on EPS of the Company:**

The Company has equity-settled share-based remuneration plans for its employees. None of the Company's plans are cash-settled. Where employees are rewarded using share-based payments, the fair value of employees' services is determined indirectly by reference to the fair value of the equity instruments granted. This fair value is appraised at the grant date and excludes the impact of non-market vesting conditions

iv. Option movement:

Sr. No.	Particulars	2021-22	2020-21
1.	Number of options outstanding at the beginning of the year	3,11,130	4,81,400
2.	Number of options granted during the year	-	-
3.	Number of options forfeited/ lapsed during the year	9,360	1,35,700
4.	Number of options vested during the year	71,960	34,570
5.	Number of options exercised during the year	70,160	34,570
6.	Number of shares arising as a result of exercise of options	70,160	34,570
7.	Money realised by exercise of options (INR), if scheme is implemented directly by the company	The Scheme is being managed by the JASH Group Employee ESOP Trust and the amount of consideration for the 70,160 equity shares @ 118.64/- each of Rs. 83,23,782.40/- was deposited by the Employee to the JASH ESOP Trust on exercise.	The Scheme is being managed by the JASH Group Employee ESOP Trust and the amount of consideration for the 34,570 equity shares @ 118.64/- each of Rs. 41,01,385/- was deposited by the Employee to the JASH ESOP Trust on exercise
8.	Loan repaid by the Trust during the year from exercise price received	-	-
9.	Number of options outstanding at the end of the year	2,31,610	2,31,610
10.	Number of options exercisable at the end of the year	-	-

- v. **Weighted-average exercise price and weighted-average fair values of options disclosed separately for options whose exercise price either equals or exceeds or is less than the market price of the stock:**

- Weighted-average exercise prices: 118.64
- Weighted-average fair values of options granted during the year: Not Applicable

- vi. **Employee-wise details of options granted during the year 2021-22 to:**

1.	Senior managerial personnel & KMPs during the year.			
	Name	No. of options granted	2021-22	2020-21
	--	--	--	--
2.	Employees who were granted, during the year, options amounting to 5% or more of the options granted during the year			
	Name	No. of options granted		
	--	--		
3.	Identified employees who were granted options, during the year equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Company at the time of grant.			
	Name	No. of options granted		
	--	--		

vii. A description of method and significant assumptions used during the year to estimate the fair value of options including the following information:

- Options will vest in a graded manner over four years from the date of grant. These options are exercisable within a period of one month of vesting
- Exercise Price: Rs. 118.64
- Share Price at Grant date: Rs. 148.30
- Weighted average expected price volatility*: 72.44%
- Weighted average expected dividend yield: 1.36%
- Risk-free Interest rate: 6.10% for all tranches

* The expected price volatility is based on the historic volatility (based on the remaining life of the options) adjusted for any expected changes to future volatility based on publicly available information.

2. Details related to Trust :

For the purposes of proper governance and implementation of the scheme Trust has been constituted by the company to act in interest and beneficial of employees who opt the scheme. Details of the trust are specified as under:

i. General Information:

Name of the Trust	"Jash Group Employee ESOP Trust"
Name of trustees	<ul style="list-style-type: none"> • Indrajit Singh Pawar • Hiren Shah • Neeraj Desai
Amount of loan disbursed by Company/ any company in the group, during the year.	--
Amount of loan outstanding (Repayable to Company / any company in the group) as at the end of the year.	--
Amount of loan, if any, taken from any other source for which Company / any company in the group has provided any security or guarantee.	--
Any other contribution made to the Trust during the year.	Rs. 83,23,782.40/- received from eligible employees who intended to vest the option during the financial year 2021-22.

ii. Brief details of transactions in shares by the Trust:

Sr. No.	Particulars	Jash Group Employee ESOP Trust (For JASH ESOP Scheme 2019)
1.	Number of shares held at the beginning of the year	-
2.	Number of shares acquired during the year and percentage of paid up equity capital as at the end of the Financial Year 2021-22	Primary Issue: 70,160 Equity Shares (0.59% of paid up share capital as at the end of the Financial year 2021-22)
3.	Number of shares transferred to the employees/sold along with the purpose thereof:	70,160
4.	Number of shares held at the end of the year	-

iii. In case of secondary acquisition of shares by the Trust:

Sr. No.	Particulars	Jash Group Employee ESOP Trust (For JASH ESOP Scheme 2019)
1.	Held at the beginning of the year	NIL
2.	Acquired during the year	NIL
3.	Sold during the year	NIL
4.	Transferred to the employees during the year	NIL
5.	Held at the end of the year	NIL

For and on behalf of Board of Directors of
Jash Engineering Limited

Date : 23rd August 2022

Place : Indore

Sd/-

Pratik Patel

Chairman & Managing Director

DIN - 00780920

Sd/-

Suresh Patel

Executive director

DIN:00012072

Independent Auditor's Report

To the Members of Jash Engineering Limited

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of Jash Engineering Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2022, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

2. We conducted our audit in accordance with the Standards on Auditing 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 ('ICAI') together with the ethical requirements that are relevant to our audit of the 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

3. 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 financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
4. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matter	How our audit addressed the key audit matter
<p>Inventory valuation and allowances:</p> <p>At the balance sheet date 31 March 2022, the Company held inventories comprising of raw materials, work-in-progress, finished goods and stores, spares and other consumables worth INR 5,686.62 lakhs as included in Note 14 of the accompanying standalone financial statements.</p> <p>The inventory valuation has been automated through SAP, while allocation of various production and administration related overheads on the finished goods and work-in-progress inventory is still allocated basis manually calculations</p> <p>Owing to the nature of the business, which involves manufacture of engineering products specific to the needs of the customers, the valuation of inventory involves evaluating reasonableness of 'Bill of materials' (BOM) determined for each product being manufactured.</p>	<p>Our audit procedures to assess valuation and allowance for inventories included, but were not limited to the following:</p> <ul style="list-style-type: none"> ▮ Obtained an understanding of the management's process of valuation of inventory. ▮ Evaluated the design and tested the operating effectiveness of key controls around valuation including around estimates, stage of completion, complex overhead computations, and determination of net realizable value of inventory items. ▮ Evaluated the appropriateness of the Company's accounting policy and valuation method of inventory in accordance with the accounting standards. ▮ Discussed with management the rationale supporting assumptions and estimates used in carrying out the inventory valuation and corroborated the same to our understanding of the business. Tested the computation of various overhead absorption rates by tracing the underlying data to audited historical operational results of the Company.

<p>In addition to the above, the complexities involved in this assessment include:</p> <ul style="list-style-type: none"> Identification of products where specific administration and production overheads and others allocations such as job work costs and design costs are to be added to the cost of inventory. Judgement involved in computation of machine hour rate, labour hour rate, which are subject to high estimation uncertainty due to rapid technological changes. <p>Further, at the end of each reporting period, the management of the Company also assesses whether there is any objective evidence that net realizable value of any item of inventory is below the carrying value. If so, such inventories are written down to their net realizable value in accordance with Ind AS 2, Inventory. Such specific identification performed by management to ascertain slow moving and obsolete inventories, and assessment of net realizable value of such slow moving and obsolete inventory items require significant judgement and estimation.</p> <p>Considering the complexities and materiality of amounts involved, this matter is considered to be a key audit matter for current year audit.</p>	<ul style="list-style-type: none"> On a sample basis, recomputed the cost of the inventory by applying management's valuation model, which included inspection of approved bills of material (BOM), testing underlying cost of acquisition of raw materials consumed, and testing overheads and labour cost allocation to such inventory items. Obtained and understanding management process for identification of slow moving, non-moving or obsolete inventories and ensured that the same is consistently applied. Performed an independent analysis of the ageing of inventory line items leading to specific inquiries with the management to ensure the completeness of the inventory identified as slow moving, non-moving and obsolete. For slow and non-moving inventories as on 31 March 2022 identified by the management, recomputed the allowance created by the management using management's model which has been consistently applied. Tested the net realizable value of finished goods inventory on a sample basis to recent selling prices less costs to sell, to identify allowance required for finished goods. Evaluated the disclosures made in the standalone financial statements in accordance with the applicable accounting standards.
<p>Recoverability assessment of investment in equity shares of and trade receivable due from Jash USA Inc., a wholly owned subsidiary company (Jash USA')</p> <p>The Company has investments in equity shares of Jash USA Inc. amounting to INR 5,302.69 lakhs, as stated in Note 9 and Note 56 to the standalone financial statements. These investments are carried at cost in accordance with IND AS 27, Separate Financials Statements.</p> <p>The Company assesses the recoverable amount of the investments when indicators exist for decline in value of the investments, other than temporary, by comparing the fair value (less costs of disposal) and carrying amount of the investments as on the reporting date, as disclosed in Note 9 to the standalone financial statements. The Company also has outstanding long-term loans and trade receivable recoverable from Jash USA amounting to INR 548.95 lakhs and INR 5,281.70 lakhs respectively.</p>	<p>Our audit procedures in relation to the valuation of the investments included, but were not limited to, the following:</p> <ul style="list-style-type: none"> Obtained an understanding of management's processes and controls for determining the fair valuation of investments. Evaluated the design and tested the operating effectiveness of key controls implemented by the management around fair valuation of investments including for cash flow projections, use of estimates involved and review of valuation performed. Evaluated the independent valuation specialist's professional competence, expertise and objectivity. Tested the accuracy of the input data provided by the management to the valuation specialist by reconciling the projected cash flows to approved business plans of the subsidiary companies.

Key audit matter	How our audit addressed the key audit matter
<p>The aforesaid investments were tested for diminution and the receivables were assessed for recoverability by the management as at 31 March 2022. For this purpose, valuation was carried out by an independent valuation specialist in his capacity as a management's expert using discounted cash flow ('DCF') method.</p> <p>Management's assessment of the fair valuation of investments is complex and requires estimation and judgement around assumptions used. The key assumptions underpinning management's assessment of the fair valuation include, but are not limited to, projections of future cash flows, growth rates, discount rates, estimated future operating and capital expenditure.</p> <p>Accordingly, considering the materiality of the carrying amounts, recoverability assessment of aforesaid investments, long-term loans and receivables has been considered to be a key audit matter for current year's audit.</p>	<ul style="list-style-type: none"> Tested the reasonableness of the key assumptions used in the cash flow projections and fair valuation, such as growth rates, discount rate, etc. considering our understanding of the business, industry and relevant market factors. Worked with our valuation specialists in order to compare the Company's assumption to externally derived data in relation to key inputs such as projected economic growth and discount rate. Tested the mathematical accuracy of the cash flow projections, fair valuation computation and sensitivity analysis prepared by the management. Evaluated the appropriateness of disclosures made in the standalone financial statement in relation to such investments their fair valuation and such trade receivables, as required by applicable accounting standards.

Information other than the Financial Statements and Auditor's Report thereon

5. The Company's Board of Directors are 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. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

6. The accompanying standalone financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS specified under section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the financial statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
8. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

9. 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 Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
10. As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to 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 Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation;
11. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
12. 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.
13. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

14. As required by section 197(16) of the Act based on our audit, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.
15. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
16. Further to our comments in Annexure A, as required by section 143(3) of the Act based on our audit, we report, to the extent applicable, that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the accompanying standalone financial statements;

- 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 standalone financial statements dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid standalone financial statements comply with Ind AS specified under section 133 of the Act;
- e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company as on 31 March 2022 and the operating effectiveness of such controls, refer to our separate Report in Annexure B wherein we have expressed an unmodified opinion; 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company, as detailed in note 43 to the standalone financial statements, has disclosed the impact of pending litigations on its financial position as at 31 March 2022;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2022;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2022;
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, as disclosed in note 54 (j) to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any persons or entities, including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
 - b. The management has represented that, to the best of its knowledge and belief, as disclosed in note 54 (k) to the standalone financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
 - v. The final dividend paid by the Company during the year ended 31 March 2022 in respect of such dividend declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

Annexure A referred to in Paragraph 15 of the Independent Auditor's Report of even date to the members of Jash Engineering Limited on the standalone financial statements for the year ended 31 March 2022

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we report that:

- (I) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and right of use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The property, plant and equipment and right of use assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification program adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.
- (c) The title deeds of all the immovable properties held by the Company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company. However, for title deeds of immovable properties in the nature of land situated at Village: Bardari, Tehsil: Sanwer, District: Indore with gross carrying values of Rs. 33,071,465 as at 31 March 2022, which have been pledged as security for loans or borrowings taken by the Company, confirmations with respect to title of the Company have been directly obtained by us from the respective lenders.
- (d) The Company has not revalued its Property, Plant and Equipment (and Right of Use assets) or intangible assets during the year.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
- (b) The Company has a working capital limit in excess of 5 crore sanctioned by banks based on the security of current assets. The quarterly statements, in respect of the working capital limits have been filed by the Company with such banks and such statements are in agreement with the books of account of the Company for the respective periods which were not subject to audit, except for the following:

(Amount in INR Lakhs)

Name of the Bank	Working capital limit sanctioned	Nature of current assets offered as security	Quarter ended	Nature	Amount disclosed as per return	Amount as per books of accounts	Diff.	Remarks /reason, if any
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	30-Jun-21	Inventory	5,898.95	6,406.42	(507.48)	Refer Note 1 below.
				Trade receivables	9,541.14	9,844.06	(302.91)	Refer Note 2 below.
				Trade payables for purchases of goods	1,546.34	1,247.85	298.49	Refer Note 3 below.
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	30-Sep-21	Inventory	8,027.48	7,947.45	80.03	Refer Note 1 below.
				Trade receivables	9,467.96	9,845.29	(377.33)	Refer Note 2 below.
				Trade payables for purchases of goods	2,894.65	3,016.13	(121.48)	Refer Note 3 below.
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	31-Dec-21	Inventory	8,778.10	8,803.89	(25.79)	Refer Note 1 below.
				Trade receivables	10,719.86	10,932.06	(212.21)	Refer Note 2 below.
				Trade payables for purchases of goods	3,377.55	3,419.39	(41.84)	Refer Note 3 below.
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	31-Mar-22	Inventory	5,686.62	6,012.03	(325.41)	Refer Note 1 below.
				Trade receivables	13,009.21	13,499.19	(489.98)	Refer Note 2 below.
				Trade payables for purchases of goods	2,647.63	2,662.74	(15.11)	Refer Note 3 below.

Note 1: Difference is on account of provision for inventory obsolescence and overhead allocation that take place at the end of the review. In quarter 4, the difference is also on account of Goods in transit and physical verification done at year end. For more information refer note no. 54(I) to standalone financial statements.

Note 2: The difference is due to provision for ECL, foreign exchange gain/loss on reinstatement done at quarter end and cut off adjustments. Further, balance submitted to bank doesn't include amount of bills receivables. For more information refer note no. 54(I) to standalone financial statements.

Note 3: The differences is on account of adjustment of advances and recording of invoices in the books of accounts which are received after the date of filling bank returns.

- iii) The Company has provided loans or guarantee to subsidiaries during the year as per details given below:

(Amount in INR Lakhs)

Particulars	Guarantees	Security	Loans	Advances in nature of loans
Aggregate amount provided/granted during the year:	45,000,000	-	5,611,027	-
- Subsidiaries				
Balance outstanding as at balance sheet date in respect of above cases:	45,000,000	-	54,894,696	-
- Subsidiaries				

- (a) The Company has not given any security during the year. However, In our opinion, and according to the information and explanations given to us, the investments made, guarantees provided and terms and conditions of the grant of all loans and guarantees provided are, prima facie, not prejudicial to the interest of the Company.
- (b) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and principal and interest amount is not due for repayment currently.
- (c) There is no overdue amount in respect of loans granted to such companies, firms, LLPs or other parties.
- (d) The Company has not granted any loan which has fallen due during the year. Further, no fresh loans were granted to any party to settle the overdue loans.
- (e) The Company has not granted any loan, which is repayable on demand or without specifying any terms or period of repayment.
- (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 section 186 of the Act in respect of loan, investments and guarantees as applicable. Further, the Company has not entered into any transaction covered under section 185 and section 186 of the Act in respect of security.
- (v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has specified maintenance of cost records under sub-section (1) of section 148 of the Act in respect of the products of the Company. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) In our opinion, and according to the information and explanations given to us, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities by the Company, though there have been slight delays in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute except for the following:

(Amount in INR Lakhs)

Name of Statues	Nature of Dues	Amount	Amount paid under protest	Period to which it relates	From where dispute is pending
Central Sales Tax, 1956	Central Sales Tax	13.94	8.98	F.Y. 1999 -00	Hon'ble High court of Madhya Pradesh
Central Sales Tax, 1956	Central Sales Tax	2.39	0.92	F.Y. 2000 -01	Hon'ble High court of Madhya Pradesh
Central Sales Tax, 1956	Central Sales Tax	34.50	29.40	F.Y. 2012-13	Madhya Pradesh Commercial Tax Appellate Board
Central Sales Tax, 1956	Central Sales Tax	69.75	7.00	F.Y. 2016 -17	Additional commissioner of Commercial Tax
Central Sales Tax, 1956	Central Sales Tax	61.47	6.17	F.Y. 2016 -17	Additional commissioner of Commercial Tax
Central Sales Tax, 1956	Central Sales Tax	20.92	2.10	F.Y. 2012 -13	Additional commissioner of Commercial Tax
Central Sales Tax, 1956	Central Sales Tax	21.28	2.14	F.Y. 2012 -13	Additional commissioner of Commercial Tax
Income Tax Act, 1961	Income Tax	2.14	-	F.Y. 2016 -17 (A.Y. 2017-18)	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	3.85	-	F.Y. 2017 -18 (A.Y. 2018-19)	Commissioner of Income Tax (Appeals)

- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- (ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us including confirmations received from banks/ financial institution and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained.
- (d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have not been utilised for long term purposes.

- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us, the Company has raised loans during the year on the pledge of securities held in its subsidiaries as per details below. Further the Company has not defaulted in repayment of such loans raised.

(Amount in Rs. Lakhs)

Nature of loan taken	Name of lender	Amount of loan	Name of the subsidiary, joint venture, associate	Relation	Details of security pledged	Whether there was default in repayment of loan
Working capital demand loan	HDFC Bank	2,000	Shivpad Engineers Private Limited	Subsidiary	30% equity shares	None

- (x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
- (b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.
- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the standalone financial statements, as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.
- (xiv)(a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system as required under section 138 of the Act which is commensurate with the size and nature of its business.
- (b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with them and accordingly, provisions of section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clauses 3(xvi)(a),(b) and (c) of the Order are not applicable to the Company.

- (d) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.
- (xvii) The Company has not incurred any cash loss in the current as well as the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) (a) According to the information and explanations given to us, the Company has not transferred unspent amount in respect of other than ongoing projects to a Fund specified in Schedule VII to the Act as required under second proviso to sub-section (5) of section 135 of the said Act. However, the time period of six months from the end of financial year as permitted under second proviso of section 135(5) of the Act, has not lapsed till the date of our report.
- (b) The Company has transferred the remaining unspent amount under sub-section (5) of section 135 of the Act, in respect of ongoing project, within a period of 30 days from the end of financial year to a special account in compliance with the provision of sub-section (6) of section 135 of the Act.

(Amount in Rs. Lakhs)

Financial year	Amount unspent on CSR activities for "On going Projects"	Amount transferred to Special Account within 30 days from the end of the Financial Year	Amount Transferred after the due date	Date of Transfer
2021-22	15.00	15.00	-	28 April 2022

- xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

Annexure B to the Independent Auditor's Report of even date to the members of Jash Engineering Limited on the consolidated financial statements for the year ended 31 March 2022

Annexure B

Independent Auditor's Report on the internal financial controls with reference to the standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the standalone financial statements of Jash Engineering Limited ('the Company') as at and for the year ended 31 March 2022, we have audited the internal financial controls with reference to financial statements of the Company as at that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India (the "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 the Company's 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 for the Audit of the Internal Financial Controls with Reference to Financial Statements

3. 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 Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note 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 were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements .

Meaning of Internal Financial Controls with Reference to Financial Statements

6. 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 include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide

reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

7. 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 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

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2022, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note by the ICAI.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

S/d-

Nitin Toshniwal

Partner

Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad

Date: 30 May 2022

Jash Engineering Limited
Standalone Balance Sheet as at 31 March 2022
(All amount in INR lakhs unless stated otherwise)

	Notes	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non-current assets			
Property, plant and equipment	5	7,525.20	6,157.69
Capital work-in-progress	6	88.04	1,107.64
Intangible assets	7	402.44	197.22
Intangible assets under development	8	-	153.81
Financial assets			
Investments (non-current)	9	7,459.54	5,549.49
Loans (non-current)	10	548.95	492.84
Other financial assets (non-current)	11	68.35	34.38
Non-current tax assets (net)	12	100.60	72.61
Deferred tax assets (net)	26	70.21	-
Other non-current assets	13	130.08	99.68
Total non-current assets		16,393.41	13,865.36
Current assets			
Inventories	14	5,686.62	5,208.24
Financial assets			
Investment	15	0.90	0.41
Trade receivables	16	13,009.21	10,496.93
Cash and cash equivalents	17	33.62	14.99
Other bank balances	18	1,507.27	1,132.77
Loans (current)	19	5.73	13.32
Other financial assets (current)	20	61.73	183.11
Other current assets	21	182.99	188.63
Total current assets		20,488.07	17,238.40
Total assets		36,881.48	31,103.76
EQUITY AND LIABILITIES			
Equity			
Equity share capital	22	1,194.13	1,183.66
Other equity	23	18,726.89	16,430.64
Total equity		19,921.02	17,614.30
LIABILITIES			
Non-current liabilities			
Financial liabilities			
Borrowings (non-current)	24 (a)	1,339.41	1,843.37
Lease liabilities	24 (b)	471.24	480.15
Provisions (non-current)	25	424.53	456.30
Deferred tax liabilities (net)	26	-	82.08
Other non-current liabilities	27	117.08	45.62
Total non-current liabilities		2,352.26	2,907.52

	Notes	As at 31 March 2022	As at 31 March 2021
Current liabilities			
Financial liabilities			
Borrowings (current)	28 (a)	6,390.61	4,665.17
Lease liabilities	28 (b)	62.07	66.35
Trade payables	29		
(a) total outstanding dues of micro enterprises and small enterprises; and		702.25	343.97
(b) total outstanding dues of creditors other than micro enterprises and small enterprises		4,728.16	3,042.95
Other financial liabilities (current)	30	535.49	519.46
Other current liabilities	31	2,108.37	1,826.96
Provisions (current)	32	81.25	117.08
Total current liabilities		14,608.20	10,581.94
Total liabilities		16,960.46	13,489.46
Total equity and liabilities		36,881.48	31,103.76

Summary of significant accounting policies 3

The accompanying notes form an integral part of these standalone financial statements

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer

Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpage
Company Secretary
M. No. - A30144

Jash Engineering Limited**Standalone Statement of Profit and Loss for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

	Notes	For the year ended 31 March 2022	For the year ended 31 March 2021
Income			
Revenue from operations	33	25,670.98	21,671.04
Other income	34	776.85	266.59
Total income		26,447.83	21,937.63
Expenses			
Cost of materials consumed	35	13,385.77	9,179.92
Changes in inventories of finished goods and work-in-progress	36	(170.29)	(5.74)
Employee benefits expense	37	3,632.85	3,203.63
Finance costs	38	826.33	929.67
Depreciation and amortisation expense	39	646.33	565.14
Other expenses	40	5,349.70	4,854.10
Total expenses		23,670.69	18,726.72
Profit before tax		2,777.14	3,210.91
Tax expense	41		
Current tax		457.97	561.55
Deferred tax		(156.80)	(120.52)
Net profit for the year		2,475.97	2,769.88
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement gain/(losses) on post employment defined benefit obligations		15.45	(53.68)
Income tax relating to above		(4.50)	15.63
Other comprehensive income for the year		10.95	(38.05)
Total comprehensive income for the year		2,486.92	2,731.83
Earnings per equity share (in INR)	42		
Basic		20.84	23.40
Diluted		20.54	23.35
Summary of significant accounting policies	3		

The accompanying notes form an integral part of these standalone financial statements

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer

Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpade
Company Secretary
M. No. - A30144

Jash Engineering Limited**Standalone Statement of Cash Flows for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

	For the year ended 31 March 2022	For the year ended 31 March 2021
Income		
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,777.14	3,210.91
Adjustments for:		
Depreciation of property, plant and equipment	593.91	524.19
Amortization of intangible assets	52.42	40.94
Dividend income	(202.52)	(67.51)
(Profit)/ loss on disposal of property, plant and equipment (net)	25.28	(0.56)
Interest income on loan to subsidiary	(40.04)	(36.74)
Interest income on bank deposits	(60.48)	(53.00)
Interest income on other financials assets measured at amortised cost	(7.02)	(2.39)
Grant income	(15.93)	(12.73)
Net unrealised gain on foreign currency	(137.93)	(192.75)
Net (Gain)/ loss on fair valuation of current investment	(0.49)	(0.30)
Unclaimed balances written back	(114.01)	(6.66)
Advances and other balance written off	(11.76)	(53.40)
Loss allowance for expected credit losses	-	100.00
Reversal of allowance for expected credit losses	(100.00)	-
Provision for warranty expense	(34.84)	94.75
Employee stock options cost	67.39	86.59
Finance cost	826.33	929.67
	3,617.45	4,561.01
Change in operating assets and liabilities:		
-in trade receivables	(2,207.65)	1,044.33
-in inventories	(478.38)	(227.96)
-in other assets	(0.91)	(157.74)
-in provisions	(67.61)	100.45
-in financial and other liabilities	503.43	526.65
-in trade payables	2,045.61	(187.02)
Cash generated from operations	3,411.94	5,659.72
Income-tax paid (net of refunds)	(423.13)	(908.99)
Net cash flow generated from operating activities (A)	2,988.81	4,750.73
B CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets	(1,010.20)	(1,293.87)
Proceeds from sale of property, plant and equipment	130.46	0.56
Investment in bank deposits	(556.84)	(199.75)
Purchase of investment	(1,901.98)	(1,819.52)
Dividend income	202.52	67.51
Interest received	62.79	54.29
Net cash flow used in investing activities (B)	(3,073.25)	(3,190.78)

	For the year ended 31 March 2022	For the year ended 31 March 2021
C CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from non current borrowings	-	1,108.23
Proceeds from Equity Share Capital	124.25	-
Repayment of long term borrowings	(381.14)	(339.35)
Proceeds from/(repayment of) short term borrowings (net)	1,586.97	(1,327.33)
Repayment of principal component of lease obligation	(13.18)	(13.00)
Payment of interest on lease obligation	(55.90)	(57.35)
Other interest paid	(778.05)	(841.52)
Dividend paid	(379.88)	(106.53)
Net cash used in financing activities ©	103.07	(1,576.85)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	18.63	(16.90)
Cash and cash equivalents at the beginning of the year	14.99	31.89
Cash and cash equivalents at the end of the year	33.62	14.99
Reconciliation of cash and cash equivalents as per cash flow statement		
Cash in hand	7.39	9.70
Balances with banks- in current accounts	26.23	5.29
	33.62	14.99

This is the Standalone Cash Flow Statement referred to in our report of even date.

Note: The Standalone Statement of Cash Flows has been prepared in accordance with 'Indirect Method' as set out in the Ind AS - 7 on 'Statement of Cash Flows', as notified under Section 133 of the Companies Act, 2013, read with the relevant rules thereunder.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer

Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpade
Company Secretary
M. No. - A30144

Jash Engineering Limited**Statement of Changes In Equity for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***A Equity share capital**

Particulars	Amount
Balance as at 01 April 2020	1,183.66
Add: Shares issued during the year to ESOP Trust	3.46
Total share capital as at 31 March 2021	1,187.12
Less: Shares held by ESOP Trust	(3.46)
Balance as at 01 April 2021	1,183.66
Changes in equity share capital during the year	10.47
Total share capital as at 31 March 2022	1,194.13

B Other equity

	Securities premium	ESOP Reserve	General Reserve	SEZ Investment Reserve*	Retained Earnings	Total
Balance as at 1 April 2020	4,514.75	18.28	1,050.00	-	8,126.01	13,709.04
Profit for the year	-	-	-	-	2,769.88	2,769.88
Dividends paid	-	-	-	-	(106.53)	(106.53)
Add: Security premium on shares issued to ESOP Trust	37.56	-	-	-	-	37.56
Less: Impact of ESOP Trust consolidation	(37.56)	-	-	-	-	(37.56)
Add: ESOP reserve on grant of ESOP's to employees	-	96.30	-	-	-	96.30
Other comprehensive loss for the year	-	-	-	-	(38.05)	(38.05)
Balance as at 31 March 2021	4,514.75	114.58	1,050.00	-	10,751.31	16,430.64
Profit for the year	-	-	-	-	2,475.97	2,475.97
Dividends paid	-	-	-	-	(379.90)	(379.90)
Add: ESOP reserve on grant of ESOP's to employees	-	75.45	-	-	-	75.45
Add: Security premium on shares issued to ESOP Trust	113.78	-	-	-	-	113.78
Transferred to SEZ re-investment reserve	-	-	-	254.76	(254.76)	-
Transferred from SEZ re-investment reserve on utilisation	-	-	-	(120.27)	120.27	-
Other comprehensive income for the year	-	-	-	-	10.95	10.95
Balance as at 31 March 2022	4,628.53	190.03	1,050.00	134.49	12,723.84	18,726.89

* The Special Economic Zone (SEZ) reinvestment reserve has been created out of the profits of eligible SEZ units in terms of the provisions of Section 10AA(1)(ii) of Income Tax Act, 1961. The reserve should be utilised by the Company for acquiring new plant and machinery for the purpose of its business in the terms of section 10AA(2) of Income Tax Act, 1961.

This is the Standalone Statement of Changes in Equity referred to in our report of even date.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

S/d-

Nitin Toshniwal

Partner

Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad

Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-

Pratik Patel

Managing Director

DIN - 00780920

S/d-

Dharmendra Jain

Chief Financial Officer

Place: Indore

Date: 30 May 2022

S/d-

Suresh Patel

Executive Director

DIN:00012072

S/d-

Tushar Kharpade

Company Secretary

M. No. - A30144

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****1. Company overview**

Jash Engineering Limited ('the Company') is a public limited company domiciled in India and is incorporated on 29 September 1973. Its shares are listed on National Stock Exchange of India limited. The registered office of the Company is situated at 31, Sector-C, Sanwer Road, Industrial Area, Indore - 452015, Madhya Pradesh.

The Company is engaged in the business of manufacturing and trading of varied engineering products for general engineering industry, water and wastewater industry and bulk solids handling industry.

2. General information and statement of compliance with Ind AS

These standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by the Ministry of Corporate Affairs ('MCA') under section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, other relevant provisions of the Act and guidelines issued by the Securities and Exchange Board of India (SEBI). The Company has uniformly applied the accounting policies for the periods presented.

These standalone financial statements are separate financial statements of the Company. The Company has also prepared consolidated financial statements for the year ended 31 March 2022 in accordance with Ind AS 110 and the same were also approved for issue by the Board of Directors on 30 May 2021.

Basis of preparation

The standalone financial statements have been prepared on accrual and going concern basis. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The standalone financial statements have been prepared under historical cost convention basis except—

- Certain financial assets which are measured at fair value;
- Defined benefit plans – plan assets measured at fair value
- Share based payments which are measured at fair value of the options

Functional and presentation currency

The standalone financial statements have been prepared and presented in Indian Rupees (INR), which is the Company's functional and presentation currency.

3. Summary of significant accounting policies

The standalone financial statements have been prepared using the significant accounting policies and measurement bases summarised below. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Property, plant and equipment*Recognition and initial measurement*

Property, plant and equipment are stated at cost, less accumulated depreciation and amortisation. The cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

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 Company. All other repair and maintenance costs are recognised in statement of profit and loss as incurred.

Subsequent measurement (depreciation and useful lives)

Depreciation on property, plant and equipment is provided on a straight-line basis, computed on the basis of useful lives (as set out below) prescribed in Schedule II to the Act.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

Asset class	Useful life (years)
Plant & Machinery	15
Buildings (RCC structures)	60
Factory building	30
Computers	3
Electrical installations	10
Furniture and fixtures	10
Office equipment	5
Vehicles	8 – 10

De-recognition

An item of property, plant and equipment and any significant component initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset/significant component (calculated as the difference between the net disposal proceeds and the carrying amount of the asset/significant component) is recognised in statement of profit and loss, when the asset is derecognised.

3.2 Capital work-in-progress

Capital work-in-progress are carried at cost, comprising direct cost and related incidental expenses acquire property, plant and equipment. Assets which are not ready to be intended use are also shown under capital work-in-progress.

3.3 Intangible assets*Recognition and initial measurement*

Intangible assets are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent measurement

Intangible assets consisting of technical know-how and computer software. These are amortised on a straight-line basis over the estimated useful lives from the date when the assets are available for use. The estimated useful life (amortisation period) of the intangible assets is arrived basis the expected pattern of consumption of economic benefits and is reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

Asset class	Useful life (years)
Technical know how	10-15
Computer software	3 to 6

3.4 Intangible assets under development

Intangible assets under development represents expenditure incurred in respect of intangible assets under development and are carried at cost. Cost includes development cost, borrowing costs and other direct expenditure necessary to create, produce and prepare the asset to be capable of operating in the manner intended by management. These are recognised as assets when the Company can demonstrate following recognition requirements:

- The development costs can be measured reliably
- The project is technically and commercially feasible
- The Company intends to and has sufficient resources to complete the project
- The Company has the ability to use or sell such intangible asset
- The software will generate probable future economic benefits.

Amortisation of the asset begins when development is complete and the asset is available for use.

3.5 Revenue recognition

The Company generates revenue from sale of varied engineering products for general engineering industry, water and

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

waste, water industry, bulk solids handling industry and also from rendering installation services along with the sale of goods, if specified in the contract with customers.

To determine whether to recognise revenue, the Company follows a 5-step process in accordance with Ind AS 115 - Revenue from contracts with customers:

1. Identifying the contract with a customer
2. Identifying the performance obligations
3. Determining the transaction price
4. Allocating the transaction price to the performance obligations
5. Recognising revenue when/as performance obligation(s) are satisfied.

Revenue is measured at fair value of consideration received or receivable, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the government which are levied on sales such as goods and services tax (GST). In case of multi-element revenue arrangements, which involve delivery or performance of multiple products, services, evaluation will be done of all deliverables in an arrangement to determine whether they represent separate units of accounting at the inception of arrangement. Total arrangement consideration related to the bundled contract is allocated among the different elements based on their relative fair values (i.e., ratio of the fair value of each element to the aggregated fair value of the bundled deliverables). In case the relative fair value of different components cannot be determined on a reasonable basis, the total consideration is allocated to the different components based on residual value method.

The Company determines when it has satisfied its performance obligation to transfer a product by evaluating when a customer obtains control of that product. For some contracts, control is transferred either when the product is delivered to the customer's site or when the product is shipped, depending on the terms of the contract (including delivery and shipping terms). However, for some contracts, a customer may obtain control of a product even though that product remains in the Company's physical possession. In that case, the customer has the ability to direct the use of, and obtain substantially all of the remaining benefits from, the product even though it has decided not to exercise its right to take physical possession of that product. Consequently, the entity does not control the product. Instead, the entity provides custodial services to the customer over the customer's asset.

Revenue is recognised at a point in time, when (or as) the Company satisfies performance obligations by transferring the promised goods or services to its customers.

The Company recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position. Similarly, if the Company satisfies a performance obligation before it receives the consideration, the Company recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Sale of goods

Revenue from sale of goods is recognised when the control of goods is transferred to the buyer as per the terms of the contract, in an amount that reflects the consideration the Company expects to be entitled to in exchange for those goods. Control of goods refers to the ability to direct the use of and obtain substantially all of the remaining benefits from goods.

Sale of services

Revenue from sale of services in respect of installation services is recognised when the performance obligation is completed.

Export benefits

Income from export incentives are recognised on accrual basis.

Interest income

Interest income is recognised on time proportion basis considering the amount outstanding and rate applicable. For all financial assets measured at amortised cost, interest income is recorded using the effective interest rate (EIR) i.e. the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial assets.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****Dividend income**

Dividend income is recognised at the time when right to receive the payment is established.

3.6 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease in accordance with Ind AS 116 - Leases. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

a) Right-of-use assets ('ROU assets')

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

b) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

c) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Company as a lessor

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

For operating leases, rental income is recognized on a straight-line basis over the term of the relevant lease.

3.7 Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

- *Raw materials:* cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

- *Finished goods and work in progress:* cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

3.8 Government grants

Government grants are recognised where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

When the Company receives grants of non-monetary assets, the asset and the grant are recorded at fair value amounts and released to profit or loss over the expected useful life in a pattern of consumption of the benefit of the underlying asset i.e. by equal annual instalments.

When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as a government grant. The loan or assistance is initially recognised and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

3.9 Impairment of non-financial assets

For impairment assessment purposes, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash generating units). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level.

At each reporting date, the Company assesses whether there is any indication based on internal/external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If, at the reporting date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed which is the higher of fair value less costs of disposal and value-in-use and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost. Impairment losses previously recognised are accordingly reversed in the statement of profit and loss.

To determine value-in-use, management estimates expected future cash flows from each cash-generating unit and determines a suitable discount rate in order to calculate the present value of those cash flows. The data used for impairment testing procedures are directly linked to the Company's latest approved budget, adjusted as necessary to exclude the effects of future re-organisations and asset enhancements. Discount factors are determined individually for each cash-generating unit and reflect current market assessment of the time value of money and asset-specific risk factors.

3.10 Foreign currency*Initial recognition of Transactions*

Foreign currency transactions are recorded in the functional currency, by applying to the exchange rate applicable as at the date of the transaction.

Subsequent recognition of balances

Foreign currency non-monetary items (item balances) which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Monetary items denominated in foreign currency are restated at the exchange rate prevailing on the balance sheet date.

Exchange differences

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

Exchange differences arising on the settlement/restatement of monetary items at the exchange rates different from those at which they were initially recorded during the year or reported in the previous standalone financial statements, are recognised as income or expense in the year in which they arise.

3.11 Financial instruments*Recognition and initial measurement*

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted for transaction costs. Subsequent measurement of financial assets and financial liabilities is described below.

Non-derivative financial assets*Subsequent measurement*

Financial assets carried at amortised cost – A 'financial asset' is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

De-recognition of financial assets

A financial asset is de-recognised when the contractual rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Non-derivative financial liabilities*Subsequent measurement*

Subsequent to initial recognition, all non-derivative financial liabilities are measured at amortised cost using the effective interest method.

De-recognition of financial liabilities

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Derivative financial instruments

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

3.12 Equity investment in subsidiaries

Investments representing equity interest in subsidiaries are measured for at cost less impairment in accordance with Ind AS 27 Separate Financial Statements. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of these investments, the difference between net disposal proceeds and the carrying amounts are recognised in the statement of profit and loss.

3.13 Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss ('ECL') model for measurement and

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

recognition of impairment loss for financial assets. ECL is provided for when there has been a significant increase in credit risk and then, factors historical trends and forward looking information. An impairment loss is recognised either based on the 12 months' probability of default or lifetime probability of default.

Trade receivables

In respect of trade receivables, the Company applies the simplified approach of Ind AS 109, which requires measurement of loss allowance at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of such receivables.

Other financial assets

In respect of its other financial assets, the Company assesses if the credit risk on those financial assets has increased significantly since initial recognition. If the credit risk has not increased significantly since initial recognition, the Company measures the loss allowance at an amount equal to 12-month expected credit losses, else at an amount equal to the lifetime expected credit losses.

3.14 Income taxes

Tax expense recognised in profit or loss comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. Current tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax liabilities are generally recognised in full for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss, unused tax credits (Minimum alternate tax credit entitlement) or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Minimum Alternative Tax ('MAT') credit entitlement under the provisions of the Indian Income-tax Act, 1961 is recognised as a deferred tax asset when it is probable that future economic benefit associated with it in the form of adjustment of future income tax liability, will flow to the Company and the asset can be measured reliably. MAT credit entitlement is set off to the extent allowed in the year in which the Company becomes liable to pay income taxes at the enacted tax rates. MAT credit entitlement is reviewed at each reporting date and is recognised to the extent that is probable that future taxable profits will be available against which they can be used. MAT credit entitlement has been presented as deferred tax asset in Balance Sheet. Significant management judgment is required to determine the probability of recognition of MAT credit entitlement.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities; and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

3.15 Dividend

The Company recognises a liability to pay dividend to equity holders of the parent when the distribution is authorized and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****3.16 Employee benefits***Short-term employee benefits*

All employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.

Defined contribution plan

Provident fund benefit is a defined contribution plan under which the Company pays fixed contributions to Regional Provident Fund Commissioner in accordance with Employees Provident Fund and Miscellaneous Provision Act, 1952. The Company has no legal or constructive obligations to pay further contributions after payment of the fixed contribution. The contributions recognised in respect of defined contribution plans are expensed as they accrue. Liabilities and assets may be recognised if underpayment or prepayment has occurred and are included in non-current/current liabilities or non-current/current assets, respectively.

Defined benefit plan

The Company provides for gratuity, a defined benefit retirement plan, which defines an amount of benefit that an employee will receive on separation from the Company, usually dependent on one or more factors such as age, years of service and remuneration. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five years of service. The liability recognised in the balance sheet for defined benefit plans is the present value of the defined benefit obligation ('DBO') at the balance sheet date, together with adjustments for unrecognised actuarial gains or losses and past service costs. The discount rates used for determining the present value of obligation under defined benefit plans, is based on the market yields on Government securities as at the Balance Sheet date, having maturity periods approximating to the terms of related obligations. The present value of DBO is calculated annually by an independent actuary using the projected unit credit method. Actuarial gains/losses resulting from re-measurements of the liability due to change in actuarial assumptions are included in other comprehensive income.

Other long-term employee benefits

The Liability in respect of compensated absences becoming due or expected to be availed within one year from the balance sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of compensated absences becoming due or expected to be availed more than one year after time balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method, actuarial gains and losses arising from past experience and changes in actuarial assumptions are credited or charged to the Statement of Profit and loss in the year in which such gains or losses are determined.

3.17 Provisions, contingent liabilities and contingent assets

Provisions are recognised only when there is a present obligation, as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When provisions are discounted, the increase in the provision due to the passage of time is recognised as a finance cost.

Warranty provision:

Provisions for warranty-related costs are recognised when the service provided. Provision is based on historical experience. The estimate of such warranty-related costs is revised annually.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognised. However, when inflow of economic benefits is probable, related asset is disclosed.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****3.18 Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.

The weighted average number of equity shares outstanding during the period is adjusted for events including a bonus issue.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

3.19 Share based payments

The Company has equity-settled share-based remuneration plans for its employees. None of the Company's plans are cash-settled.

Where employees are rewarded using share-based payments, the fair value of employees' services is determined indirectly by reference to the fair value of the equity instruments granted. This fair value is appraised at the grant date and excludes the impact of non-market vesting conditions (for example profitability and sales growth targets and performance conditions).

All share-based remuneration is ultimately recognised as an expense in profit or loss with a corresponding credit to equity. If vesting periods or other vesting conditions apply, the expense is allocated over the vesting period, based on the best available estimate of the number of share options expected to vest.

Upon exercise of share options, the proceeds received, net of any directly attributable transaction costs, are allocated to share capital up to the nominal (or par) value of the shares issued with any excess being recorded as share premium.

The ESOP trust has been treated as an extension of the Company and accordingly shares held by ESOP Trust are netted off from the total share capital. Consequently, all the assets, liabilities, income and expenses of the trust are accounted for as assets and liabilities of the Company.

3.20 Cash and cash equivalent

Cash and cash equivalents comprises of cash at banks and on hand, cheques on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

3.21 Segment reporting

The Company's business activity primarily falls within a single segment which is manufacturing and trading of varied engineering products for general engineering industry, water and wastewater industry and bulk solids handling industry. The geographical segments considered are "within India" and "outside India" and are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company who monitors the operating results of its business units not separately for the purpose of making decisions about resource allocation and performance assessment. The CODM is considered to be the Board of Directors who make strategic decisions and is responsible for allocating resources and assessing the financial performance of the operating segments. The analysis of geographical segments is based on geographical location of the customers.

3.22 Borrowing cost

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Other borrowing costs are expensed in the period in which they are incurred. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****3.23 Recent accounting pronouncement**

On 24 March 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from 1 April 2021. Key amendments relating to Division II which relate to companies whose standalone financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

Statement of profit and loss:

Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of standalone financial statements. The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

- **Ind AS 103 – Reference to Conceptual Framework**

The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Company does not expect the amendment to have any significant impact in its standalone financial statements.

- **Ind AS 16 – Proceeds before intended use**

The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The Company does not expect the amendment to have any significant impact in its standalone financial statements.

- **Ind AS 37 – Onerous Contracts – Costs of Fulfilling a Contract**

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The Company does not expect the amendment to have any significant impact in its standalone financial statements.

- **Ind AS 109 – Annual Improvements to Ind AS (2021)**

The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability. The Company does not expect the amendment to have any significant impact in its standalone financial statements.

Jash Engineering Limited

Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022

• **Ind AS 116 – Annual Improvements to Ind AS (2021)**

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Company does not expect the amendment to have any significant impact in its standalone financial statements.

4. Significant management judgement in applying accounting policies and estimation uncertainty

The preparation of the Company's standalone financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the related disclosures.

Significant management judgements

- a) **Recognition of deferred tax assets** – The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company's future taxable income against which the deferred tax assets can be utilized.
- b) **Evaluation of indicators for impairment of assets** – The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.
- c) **Contingent liabilities** – At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.
- d) **Provisions** – At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.
- e) **Impact of Covid-19 Outbreak** – The extent to which the Covid-19 pandemic will impact the Company will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the Covid-19 pandemic and any further action by the Government or the Company to contain its spread or mitigate its impact.

Significant estimates

- a) **Impairment of financial assets** – At each balance sheet date, based on historical default rates observed over expected life, existing market conditions as well as forward looking estimates, the management assesses the expected credit losses on outstanding receivables and advances. Further, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with industry and country in which the customer operates.
- b) **Fair value measurements** – Management applies valuation techniques to determine fair value of stock options. This involves developing estimates and assumptions around volatility, dividend yield which may affect the value of stock options.
- c) **Defined benefit obligation (DBO)** – Management's estimate of the DBO is based on a number of underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.
- d) **Useful lives of depreciable/amortisable assets** – Management reviews its estimate of the useful lives of depreciable/amortisable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utilisation of assets.

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021
(All amount in INR lakhs unless stated otherwise)

5 Property plant and equipment

	Right of use - land	Freehold land	Buildings	Plant and equipments	Electric substations	Computers	Furniture and fixtures	Vehicles	Office equipments	Total
Gross carrying value										
Balance as at 01 April 2020	788.92	330.71	4,349.14	4,071.24	346.05	240.66	370.73	191.13	113.22	10,801.80
Additions during the year	-	-	72.66	121.02	-	38.75	7.53	14.76	10.37	265.09
Disposals/adjustment during the year	-	-	-	(0.36)	-	-	-	(4.94)	-	(5.30)
Balance as at 31 March 2021	788.92	330.71	4,421.80	4,191.90	346.05	279.41	378.26	200.95	123.59	11,061.59
Additions during the year	-	-	529.90	1,517.22	19.16	20.65	6.01	13.09	11.13	2,117.16
Disposals/adjustment during the year	-	-	-	(306.31)	-	-	-	(14.35)	-	(320.66)
Balance as at 31 March 2022	788.92	330.71	4,951.70	5,402.81	365.21	300.06	384.27	199.69	134.72	12,858.09
Accumulated depreciation										
Balance as at 01 April 2020	99.35	-	1,077.48	2,373.23	218.97	192.75	228.56	106.66	87.81	4,384.81
Depreciation charge for the year	32.88	-	130.14	264.03	15.31	24.39	29.18	20.45	7.82	524.20
Reversal on disposal/adjustment of assets	-	-	-	(0.36)	-	-	-	(4.75)	-	(5.11)
Balance as at 31 March 2021	132.23	-	1,207.62	2,636.90	234.28	217.14	257.74	122.36	95.63	4,903.90
Depreciation charge for the year	32.19	-	133.20	327.05	16.33	28.68	25.92	21.35	9.19	593.91
Reversal on disposal/adjustment of assets	-	-	-	(151.29)	-	-	-	(13.63)	-	(164.92)
Balance as at 31 March 2022	164.42	-	1,340.82	2,812.66	250.61	245.82	283.66	130.08	104.82	5,332.89
Net block										
Balance as at 31 March 2021	656.69	330.71	3,214.18	1,555.00	111.77	62.27	120.52	78.59	27.96	6,157.69
Balance as at 31 March 2022	624.50	330.71	3,610.88	2,590.15	114.60	54.24	100.61	69.61	29.90	7,525.20

Notes:

(i) Contractual obligations

Refer note 43 for disclosure of contractual commitments for the acquisition of property, plant and equipment.

(ii) Property, plant and equipment pledged as security

Refer note 24 (a) and 28 (a) for information on property, plant and equipment pledged as security by the Company.

(iii) Right of use assets

Refer note 49 for contractual commitments for lease payments.

(iv) Depreciation for the year has been included in "Depreciation and amortisation expense" line item in statement of profit and loss. (Refer note 39)

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

6 Capital work in progress (CWIP)	As at 31 March 2022	As at 31 March 2021
Capital work in progress*	88.04	1,107.64
*Capital work in progress represents certain projects under installation.		

CWIP ageing schedule as on 31 March 2022

Capital Work in Progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	14.78	73.26	-	-	88.04
Project temporarily suspended	-	-	-	-	-
Total	14.78	73.26	-	-	88.04

CWIP ageing schedule as on 31 March 2021

Capital Work in Progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	511.63	596.01	-	-	1,107.64
Project temporarily suspended	-	-	-	-	-
Total	511.63	596.01	-	-	1,107.64

7 Intangible asset**Gross block****Balance as at 01 April 2020**

Additions during the year

Balance as at 31 March 2021

Additions during the year

Balance as at 31 March 2022

Accumulated depreciation

Balance as at 01 April 2020

Amortization for the year

Balance as at 31 March 2021

Amortization for the year

Balance as at 31 March 2022

Net block

Balance as at 31 March 2021**Balance as at 31 March 2022**

Technical Know-how	Computer Software	Total
95.24	226.82	322.06
-	168.21	168.21
95.24	395.03	490.27
241.77	15.87	257.64
337.01	410.90	747.91
91.49	160.62	252.11
3.75	37.19	40.94
95.24	197.81	293.05
3.91	48.51	52.42
99.15	246.32	345.47
-	197.22	197.22
237.86	164.58	402.44

Notes:**(i) Contractual obligations**

Refer note 43 for disclosure of contractual commitments for the acquisition of intangible assets

(ii) Amortisation for the year has been included in note 39 'Depreciation and amortisation expense' in statement of profit and loss.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

8 Intangible assets under development	As at 31 March 2022	As at 31 March 2021
Intangible assets under development*	-	153.81

*There are no intangible assets under development in the current year, in previous year intangible assets under development pertains to Technical Know How fees.

Intangible assets under development ageing schedule as on 31 March 2022

Capital Work in Progress	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

Intangible assets under development ageing schedule as on 31 March 2021

Capital Work in Progress	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	153.81	-	-	-	153.81
Project temporarily suspended	-	-	-	-	-
Total	153.81	-	-	-	153.81

9 Non-current investments	As at 31 March 2022	As at 31 March 2021
Investment in equity instruments (unquoted, at cost)		
Investment in subsidiaries:		
Shivpad Engineers Private Limited (refer note 9.1(i) and (v) below) 135,030 (31 March 2021 - 135,030) equity shares (fully paid up) of INR 10 each	579.58	574.97
Jash USA INC (refer note 9.1(ii) and (v) below) 18,500 (31 March 2021 - 18,500) equity shares (fully paid up) of USD 10 each	5,302.69	3,397.25
Mahr Maschinenbau GmbH ("MM") 1 (31 March 2021 - 1) equity share (fully paid up) pertaining to entire capital equivalent to Euro 36,336.41 of MM's owner's equity	1,577.27	1,577.27
Engineering and Manufacturing Jash Limited (refer note 9.1(iii) below) * 1 (31 March 2021 - 1) equity shares (fully paid up) of Hong kong dollar 1 each	-	-
Net investments in subsidiaries	7,459.54	5,549.49
Aggregate carrying value of unquoted investments	7,459.54	5,549.49
Aggregate amount of impairment in the value of investments	-	-

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

* Rounded off to zero.

9.1 Notes

i) 30% of the investment in Shivpad Engineers Private Limited pledged in favour of State Bank of India and HDFC Bank in respect of credit facilities taken.

ii) This includes investment by the Company in Jash USA Inc represented by equity share capital amounting to INR 89.22 lakhs (31 March 2021- INR 89.22 lakhs) against which 18,500 shares have been issued to the Company. Rest of the amount INR 5,205.04 lakhs (31 March 2021- INR 3,303.06 lakhs) is amount invested by the Company in Jash USA; the same has been classified as an "additional paid in capital" in Jash USA Inc. and no equity shares have been issued to the Company against such investments.

iii) Amount of investment in Engineering and Manufacturing Jash Limited is INR 8/- (31 March 2021: INR 8/-). The same has been rounded off to zero.

iv) Investments in subsidiaries are stated at cost using the principles of Ind AS 27 'Separate Financial Statements'.

v) The investment in Jash USA Inc. and Shivpad Engineers Private Limited includes the vested portion of fair value of options granted to employees of these subsidiaries and has been accounted as deemed equity contribution has been clubbed under investment in equity instruments of these subsidiaries. The details of the same are as follows:

	As at 31 March 2022	As at 31 March 2021
Investment in Shivpad Engineers Private Limited	11.24	6.63
Investment in Jash USA Inc.	8.43	4.97
	19.67	11.60

	As at 31 March 2022	As at 31 March 2021
10 Loan (Non Current)		
Loan to subsidiaries**	548.95	492.84
	548.95	492.84
Loans can be categorised as follows:		
Unsecured, considered good	548.95	492.84
Less: Allowance for expected credit loss	-	-
	548.95	492.84
Loans receivables which have significant increase in credit risk	-	-
Less: Allowance for expected credit loss	-	-
	-	-
Credit impaired receivables	85.04	85.04
Less: Allowance for expected credit loss	(85.04)	(85.04)
	-	-
	548.95	492.84

** Includes certain intercorporate deposits, the particulars of which are disclosed below as required by Sec 186(4) of the Companies Act 2013:

Name of the Loanee	Rate of Interest	Purpose	Secured/ Unsecured	As at 31 March 2022	As at 31 March 2021
Jash USA Inc.	8.00%	General business purpose	Unsecured	548.95	492.84

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Disclosure related to percentage of loans given to related parties:**

Type of borrower	Amount of loan or advance in the nature of loan outstanding*	Percentage to the total loans and advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding*	Percentage to the total loans and advances in the nature of loans
Promoters	-	-	-	-
Directors	-	-	-	-
KMPs	-	-	-	-
Related Parties	548.95	100.00%	492.84	100.00%
	548.95	100.00%	492.84	100.00%

*None of the loans are repayable on demand or without specifying any terms or period of repayment.

11 Other financial assets (non-current)

	As at 31 March 2022	As at 31 March 2021
Grant receivable*	68.35	34.38
(refer note 60)	68.35	34.38

*District Trade and Industries Centre pursuant to Micro, Small and Medium Enterprises policy, 2017 has given subsidy of INR 57.30 lakhs and INR 90.86 lakhs for SEZ Unit 1 and SEZ Unit 2 respectively in FY 2020-21 and FY 2021-22 on admissible value of plant and machinery to the Company, out of which INR 11.45 lakhs related to SEZ Unit 1 and INR 22.71 lakhs related to SEZ Unit 2 has been received during the year and remaining will be receivable in three equal annual installment of INR 11.45 lakhs for SEZ Unit 1 and INR 22.71 lakhs for SEZ Unit 2 respectively.

12 Non current tax assets (net)

	As at 31 March 2022	As at 31 March 2021
Income tax assets (net of provision for income taxes INR 481.22 lakhs (31 March 2021: INR 586.12 lakhs))	100.60	72.61
	100.60	72.61

13 Other non-current assets

	As at 31 March 2022	As at 31 March 2021
Capital advances	2.74	7.54
Balance with statutory authorities	41.68	37.44
Prepaid expenses	41.78	8.75
Security deposits*	43.88	45.95
	130.08	99.68

14 Inventories

(Valued at lower of cost and net realisable value, unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021
Raw material*	3,189.58	2,893.66
Work-in-progress	1,553.32	1,224.94
Finished goods	776.54	894.46
Stores, spares and other consumables	91.72	79.55
Goods in transit	75.46	115.63
	5,686.62	5,208.24

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Refer note 24 (a) and 28 (a) for details of inventories pledged against borrowings by the Company.

Write-downs of inventories to net realisable value amounted to INR 177.09 lakhs (31 March 2021: INR 115.73 lakhs). These are recognised as an expense during the year and included in 'changes in value of inventories of work-in-progress, stock-in-trade and finished goods' in statement of profit and loss.

15 Current investments	As at 31 March 2022	As at 31 March 2021
Investment in equity instruments(quoted)		
Ramky Infrastructure Limited 489 (31 March 21 - 489) equity shares (fully paid up) of INR 10 each	0.87	0.38
VA Tech Wabag Limited 12 (31 March 2021 - 12) equity shares (fully paid up) of INR 10 each	0.03	0.03
	0.90	0.41

Note: The carrying amount of the above quoted investments represents the current market value.

16 Trade receivables*	As at 31 March 2022	As at 31 March 2021
Unsecured, considered good	13,342.41	10,930.13
Less: Allowance for expected credit loss	(333.20)	(433.20)
	13,009.21	10,496.93
Due from related party*	5,281.70	5,108.13
Due from others	7,727.51	5,388.80

*Refer note 48 for details about related party trade receivables and refer note 24 (a) and 28 (a) for details of trade receivables pledged against borrowings by the Company.

Trade receivables ageing schedule as on 31 March 2022

Particulars	As at 31 March 2022						
	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	7,226.06	4,329.67	822.62	112.07	518.79	-	13,009.21
(ii) Undisputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	62.41	157.69	2.38	10.74	99.98	-	333.20
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	7,288.47	4,487.36	825.00	122.81	618.77	-	13,342.41

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Trade receivables ageing schedule as on 31 March 2021

Particulars	As at 31 March 2021						
	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	4,831.80	2,947.09	820.34	1,795.17	102.53	-	10,496.93
(ii) Undisputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	129.10	153.60	6.89	79.64	63.97	-	433.20
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	4,960.90	3,100.69	827.23	1,874.81	166.50	-	10,930.13

17 Cash and cash equivalents

As at 31 March 2022	As at 31 March 2021
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Balances with banks:

- in current and cash credit accounts

Cash in hand

26.23	5.29
7.39	9.70
33.62	14.99

18 Other Bank Balance

As at 31 March 2022	As at 31 March 2021
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Margin money deposits*

1,507.27	1,132.77
1,507.27	1,132.77

* The deposits other than INR 286.10 lakhs (31 March 2021 - INR 155.30 lakhs) are pledged against bank guarantees issued to sales tax authorities, and for cash credit/ letter of credit facilities.

19 Loans (Current)

As at 31 March 2022	As at 31 March 2021
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Unsecured, considered good

Tender fee and earnest money deposit

5.73	13.32
5.73	13.32

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

20 Other financial assets (current)	As at 31 March 2022	As at 31 March 2021
Export benefits receivables	13.31	113.63
Security deposits	1.93	2.49
Grant receivable (refer note 60)	34.17	11.46
Derivative assets*	12.32	55.53
	61.73	183.11

*Derivatives are measured at fair value and are carried as asset when their fair value is positive and are carried as liability when their fair value is negative. The above derivative is a currency derivative pertaining to a forward exchange contract. This contract is entered by the company to mitigate the risk involved in expected foreign currency cash inflows and outflows. Refer note 46 for details of valuation techniques used.

21 Other current assets	As at 31 March 2022	As at 31 March 2021
Advances to suppliers	57.16	110.64
Advances given to employees	19.07	3.46
Balances with statutory authorities	28.17	4.27
Prepaid expenses (current)	78.59	70.26
	182.99	188.63

22 Equity share capital	As at 31 March 2022		As at 31 March 2021	
	Number of Share	Amount	Number of Share	Amount
Authorised				
Equity shares of INR 10 each	1,34,90,000	1,349.00	1,34,90,000	1,349.00
Preference shares of INR 10 each	5,10,000	51.00	5,10,000	51.00
	1,40,00,000	1,400.00	1,40,00,000	1,400.00
Issued, subscribed and fully paid up				
Equity shares of INR 10 each	1,19,41,328	1,194.13	1,18,36,598	1,183.66
	1,19,41,328	1,194.13	1,18,36,598	1,183.66

a) Reconciliation of equity share outstanding at the beginning and end of the year

	As at 31 March 2022	As at 31 March 2021
Balance at the beginning of the year	1,183.66	1,183.66
Add: Shares issued during the year to ESOP Trust	10.47	3.46
Total shares capital outstanding at the end of the year	1,194.13	1,187.12
Less: Shares held by ESOP Trust (Refer note b below)	-	(3.46)
Balance at the end of the year	1,194.13	1,183.66

b) Note for shares held under ESOP Trust:

The ESOP trust has been treated as an extension of the Company and accordingly shares held by ESOP Trust are netted off from the total share capital. Consequently, all the assets, liabilities, income and expenses of the trust are accounted for as assets and liabilities of the Company.

For the details of shares reserved for issue under the Employee Stock Option Plan (ESOP) of the Company refer note 51.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***C) Details of shareholders holding more than 5% of the shares of the Company**

	As at 31 March 2022		As at 31 March 2021	
	Number of Share	%holding	Number of Share	%holding
Mr. Pratik Patel	14,93,921	12.51%	19,93,921	16.85%
Mr. Axel Schutte	7,70,000	6.45%	7,70,000	6.51%
Mrs. Bhairvi Patel	7,52,308	6.30%	2,52,308	2.13%

d) Details of Shares held by promoters at the end of current year and previous year

Promoter Name	As at 31 March 2022			As at 31 March 2021		
	No. of Shares	% of total shares	% Change during the year	No. of Shares	% of total shares	% Change during the year
Pratik Patel	14,93,921	12.51%	-4.19%	19,93,921	16.70%	0.61%
Harsh Patel	4,50,000	3.77%	0.00%	4,50,000	3.77%	0.00%
Laxminandan Amin	86,684	0.73%	0.00%	86,684	0.73%	-1.51%
Bhairavi Patel	7,52,308	6.30%	4.19%	2,52,308	2.11%	0.00%
Rasesh Amin	3,07,400	2.57%	0.00%	3,07,650	2.58%	-1.14%
Pallavi U Patel	4,23,772	3.55%	0.00%	4,23,772	3.55%	0.00%
Girish Patel .	4,01,603	3.36%	0.00%	4,01,603	3.36%	0.15%
Suresh Patel	4,18,383	3.50%	0.00%	4,18,383	3.50%	0.68%
Pravin Patel	3,79,875	3.18%	0.00%	3,79,875	3.18%	0.46%
Laxmi Nandan Amin Huf (Rasesh Amin)	58,568	0.49%	0.00%	58,568	0.49%	-1.00%
Geeta Patel	1,25,491	1.05%	0.00%	1,25,491	1.05%	0.00%
Rohit Arvindbhai Patel	88,913	0.74%	0.00%	88,913	0.74%	0.04%
Kartik Amin	14,879	0.12%	-0.25%	44,579	0.37%	-0.15%
Pratik N Patel Huf (Pratik Patel)	57,500	0.48%	0.00%	57,500	0.48%	0.00%
Rahul U Patel	71,417	0.60%	0.00%	71,417	0.60%	0.10%
Rekha Patel	53,921	0.45%	0.00%	53,921	0.45%	0.00%
Ekta Patel	52,691	0.44%	0.00%	52,691	0.44%	0.00%
Shakuntla Ben Patel	44,250	0.37%	0.00%	44,250	0.37%	0.00%
Tejal Jaydeep Desai	49,500	0.41%	0.00%	49,500	0.41%	0.10%
Chintan Patel	36,859	0.31%	0.00%	36,859	0.31%	0.00%
Archana Rasesh Amin	27,900	0.23%	-0.03%	31,900	0.27%	0.00%
Rhutvik Patel	21,963	0.18%	0.00%	22,063	0.18%	0.00%
Rohan R Patel	20,050	0.17%	0.00%	20,050	0.17%	0.00%
Swati Desai	39,330	0.33%	0.00%	39,330	0.33%	0.16%
Shreedevi R Patel	20,032	0.17%	0.00%	20,032	0.17%	0.00%
Jesal Patel	10,750	0.09%	0.00%	10,750	0.09%	0.00%
G J Patel Huf (Girish Patel)	4,500	0.04%	0.00%	4,500	0.04%	0.00%
Kruti Patel	3,000	0.03%	0.00%	3,000	0.03%	0.00%
Kajal Patel	2,917	0.02%	0.00%	2,917	0.02%	0.00%
Payal R Patel	2,917	0.02%	0.00%	2,917	0.02%	0.00%
Mitali Amin	500	0.00%	-0.02%	2,850	0.02%	0.00%
Patamin Investments Private Limited	5,31,800	4.45%	0.00%	5,31,800	4.45%	1.08%
Avani Patel	1,66,657	1.40%	0.00%	1,66,657	1.40%	-0.26%
Utpal Patel	58,000	0.49%	0.00%	58,000	0.49%	0.20%
	62,78,251	52.58%	-0.30%	63,14,651	52.88%	-0.47%

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***e) Terms/rights attached to equity shares**

The Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares 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 the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

f) Shares reserved for issue under options

Information relating to Jash Engineering Employee Stock Option Scheme, including the details of options granted during the financial year and options outstanding at the end of reporting period are specified in note 51.

g) Details of shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues and bought back during the last 5 years to be given for each class of shares

There are no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues and bought back during the last 5 years.

23 Other equity*	As at 31 March 2022	As at 31 March 2021
Security premium	4,628.53	4,514.75
General reserve	1,050.00	1,050.00
ESOP reserve (refer note 51)	190.03	114.58
SEZ Investment Reserve (refer note 55)	134.49	-
Retained earnings	12,723.84	10,751.31
	18,726.89	16,430.64

*For movement during the year, refer 'Statement of changes in equity.'

The Board of Directors of the Company, in their meeting held on 30 May 2022, recommended a final dividend of INR 3.60/- per fully paid up equity share of INR 10/- each, aggregating to INR 429.88 lakhs for the year ended 31 March 2022, subject to approval of shareholders at the ensuing Annual General Meeting of the Company.

Nature and purpose of reserves:

Securities premium: 'Securities premium represents premium received on issue of shares. The reserve is being utilised in accordance with the provisions of the Companies Act, 2013.

General reserve: General reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer from one component of equity to another.

ESOP reserve: This reserve represents recognition of the grant date value of options issued to employees under Employee stock option plan and adjusted as and when such options are exercised or otherwise expire.

SEZ Re-investment Reserve: This reserve created for to avail tax benefit u/s 10AA. 50% of profit has been transferred in SEZ reserve and can be utilized for eligible plant and machinery. During the year, amounts equivalent to 50% profits of Unit I, INR 134.49 lakhs for financial year 2021-22 and INR 120.27 lakhs for financial year 2020-21 has been transferred to this reserve.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

24 (a)Non-current borrowings	As at 31 March 2022	As at 31 March 2021
Secured		
Term loans		
- Rupee loans from banks (refer note (I) below)	1,404.36	1,469.10
- Foreign currency loans from banks (refer note (I) below)	455.24	641.99
- Rupee loans from financial institutions (refer note (ii) below)	-	118.76
Vehicle loan (refer note (iii) below)	6.17	9.68
	1,865.77	2,239.53
Less : Current maturities of non-current borrowings (refer note 28 (a))	(526.36)	(396.16)
	1,339.41	1,843.37

Details of guarantee for each type of borrowings**Guaranteed by directors and related parties**

Rupee and foreign currency loans from banks and financial institutions

1,859.60 2,229.85

Repayment terms and security for the outstanding long term borrowings (including current maturities):**i) Term loans from banks**

1) The Company availed loan against property facility from HDFC Bank amounting to INR 385.00 lakhs at rate of interest of 9.55 %. Repayment of term loan is to be done in 119 monthly installments of INR 5.02 lakhs with last installment falling due in year 2029-30. Outstanding book balance of term loan is INR 314.11 lakhs (31 March 2021: 347.40 lakhs).

The aforesaid term loan is secured by way of :

Personal guarantee by Mr. Suresh Patel and Mr. Pratik Patel.

2) The Company availed term loan facility from Axis Bank amounting to INR 918.94 lakhs at rate of interest of Axis Bank MCLR 8.45% plus 1.05% i.e. 9.50%. Repayment of term loan is to be done in 51 monthly installments of with last installment falling due in year 2024-25. The Company has converted its rupee term loan into foreign currency loan amounting to INR 871.95 lakhs during the financial year 2019-20. Outstanding book balance of rupee term loan is INR 16.70 lakhs (31 March 2021: INR 16.70 lakhs) and outstanding book balance of foreign currency loan is INR 455.24 lakhs (31 March 2021: INR 641.99 lakhs)

The aforesaid term loan is secured by way of :

(a) First Charge by way of equitable mortgage of factory land & building situated at Plot No. M 19, SEZ PH II, Pithampur admeasuring total area 8661.67 sq. meters in name of Company.

(b) First Charge by way of hypothecation over plant & machinery situated at Plot No. M 19, SEZ PH II, Pithampur.

The aforesaid term loan is secured by way of :

(a) Second pari-passu charge on captioned property and plant and machinery with SBI, HDFC & for residual charge of SIDBI for their exposure on reciprocal basis.

(b) Personal guarantee by Mr. Suresh Patel and Mr. Pratik Patel.

(c) Corporate guarantee by Patamins Investment Private Limited.

3) The Company has availed working capital term loan from Axis Bank of amounting to INR 755.00 lakhs at rate of interest of repo rate + 3.5% i.e 7.50% p.a . Repayment of working capital term loan in 48 equal monthly principal instalments of INR 15.73 lakhs and moratorium period of 12 months from the date of first disbursement. Outstanding book balance of working capital term loan is INR 723.55 lakhs (31 March 2021: INR 755.00 lakhs).

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***The aforesaid working capital loan is secured by way of :**

- a) Extension of second charge on exsiting security refered in 2 above.
- b) Extension of second charge on exsiting collateral security refered in 2 above.

4) The Company also availed working capital term loan from HDFC Bank of amounting to INR 350.00 lakhs at rate of interest 7.50% p.a. Repayment of working capital term loan in 48 equal monthly princial instalments of INR 7.29 lakhs and moratarium period of 12 months from the date of disbursement. Outstanding book balance of working capital term loan is INR 350.00 lakhs (31 March 2021: INR 350 lakhs)

The aforesaid working capital loan is secured by way of :

Extension of exsiting security refered in 1 above.

ii) Term loans from financial institutions

1) The Company availed term loan facilities from Small Industries Development Bank of India amounting to INR 400.00 lakhs and INR 224.30 lakhs at rate of interest of 9.50%. Repayment of term loan is to be done in 36 monthly installments which commenced in the year ending 01 April 2018 with last installment falling due in year 2021-2022. Outstanding book balance of term loan is INR Nil (31 March 2021: INR 118.76 lakhs)

The aforesaid term loan is secured by way of :

- (a) First hypothecation charge over the company's movable such as plant machinery, vehicle, machinery spares, tools, office equipments, computer, computer fixture acquired under the project.
- (b) Extension of first charge by way of hypothication of all movables including plant, machinery, vehcles, machinery spares , tools office equipments, computers acquired earlier financial assistance.
- (c) Residual charge by way of mortgage of leasehold factory land and Building (Unit-1) situated at Survey No. 18B2, 18E2, 18 D2, 18C, 19, 29, 30, 31 & 32B industrial area Sector C, village Sukhliya Tehsil & Dist Indore.
- (d) Residual charge by way of mortgage of leasehold factory land and Building situated at survey no. 74/1, 74/2/1, 76/1,/3, 76/1 Patwari Halka no. 19, Bardari tehsil, Sanwer district, Indore and survey no. 77, Patwari Halka no. 36, Bardari tehsil, Sanwer district, Indore.
- (e) Residual charge by way of mortgage of land and building situated at plot no. M-11 SEZ, Pithampur, Tehsil & district Dhar.
- (f) Residual charge by way of mortgage of land and building situated at survey no. 74/2/2, 76/1/1 village Bardari, Sanwer, Dist. Indore owned by Patamin Investment Private Limited.
- (g) Further secured by personal guarantee of Directors, Mr. Pratik Patel and Mr. L. D. Amin and corporate guarantee of M/s Patamin Investments Private Limited.

iii) Vehicle loans from banks

As at 31 March 2022	Principal amount	Amount outstanding	Number of remaining installments	Installment amount	Date of loan	Rate of interest	Hypothecation of
Vehicle loan	11.86	6.17	17.00	0.35	29/Jun/20	8.20%	Vehicle

As at 31 March 2021	Principal amount	Amount outstanding	Number of remaining installments	Installment amount	Date of loan	Rate of interest	Hypothecation of
Vehicle loan	11.86	9.68	31.00	0.35	29/Jun/20	8.20%	Vehicle

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

24 (b) Lease liabilities	As at 31 March 2022	As at 31 March 2021
Lease liabilities (refer note 49)	533.31	546.50
Less : Current maturities of lease liabilities (refer note 28 (b))	(62.07)	(66.35)
	471.24	480.15
25 Provisions (non-current)	As at 31 March 2022	As at 31 March 2021
Provision for employee benefits		
Gratuity *	277.27	317.35
Leave encashment *	147.26	138.95
	424.53	456.30
*Refer note 44 for details		
26 Deferred tax liabilities/ Assets (net)	As at 31 March 2022	As at 31 March 2021
Deferred tax liability arising on account of :		
Temporary difference on account of property, plant and equipment and intangibles assets	572.52	510.33
Financial assets and liabilities at amortised cost	(1.35)	(1.27)
Deferred tax asset arising on account of :		
Provision for employee benefits	127.99	152.17
MAT credit entitlement	326.22	52.61
Impairment of financial assets	141.08	180.34
Right of use asset and related liabilities	46.09	41.86
Deferred tax liabilities/ (Assets) (net)	(70.21)	82.08

Movement in deferred tax Asset/ liabilities for the year ended 31 March 2022

Particulars	01 April 2021	Deferred tax charge/credit in profit and loss	Deferred tax charge/credit in other comprehensive income	31 March 2022
Deferred tax liability arising on account of :				
Temporary difference on account of property, plant and equipment and intangibles assets	510.33	62.19	-	572.52
Financial assets and liabilities at amortised cost	(1.27)	(0.08)	-	(1.35)
Deferred tax asset arising on account of :				
Provision for employee benefits	152.17	(19.68)	(4.50)	127.99
MAT credit entitlement	52.61	273.61	-	326.22
Impairment of financial assets	180.34	(39.26)	-	141.08
Right of use asset and related liabilities	41.86	4.23	-	46.09
Deferred tax liabilities/ (Assets) (net)	82.08	(156.79)	4.50	(70.21)

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Movement in deferred tax Asset/ liabilities for the year ended 31 March 2022**

Particulars	01 April 2021	Deferred tax charge/credit in profit and loss	Deferred tax charge/credit in other comprehensive income	31 March 2022
Deferred tax liability arising on account of :				
Temporary difference on account of property, plant and equipment and intangibles assets	481.13	29.20	-	510.33
Financial assets and liabilities at amortised cost	3.87	(5.14)	-	(1.27)
Deferred tax asset arising on account of :				
Provision for employee benefits	114.90	21.64	15.63	152.17
Deduction u/s 35D	12.26	(12.26)	-	-
MAT credit entitlement	-	52.61	-	52.61
Impairment of financial assets	121.79	58.55	-	180.34
Right of use asset & related liabilities	16.78	25.08	-	41.86
Deferred government grant	1.04	(1.04)	-	-
Deferred tax liabilities/ (Assets) (net)	218.23	(120.52)	(15.63)	82.08

27 Other non-current liabilities	As at 31 March 2022	As at 31 March 2021
Deferred grant *	117.08	45.62
	117.08	45.62

* Deferred grant is the subsidy received in respect of plant and machinery.

28 a) Current borrowings	As at 31 March 2022	As at 31 March 2021
Secured		
Cash credits facilities from bank (refer note (i),(iii) and (iv) below)	2,850.50	4,269.02
Short term loan from bank (refer note (I) below)	2,000.00	-
Foreign currency loans from banks (refer note (iv) below)	513.75	-
Short term loan from financial institution (refer note (ii) below)	500.00	-
Current maturities of non-current borrowings: (refer note 24(a))		
- Rupee loans from banks	307.82	60.16
- Foreign currency loans from banks	214.74	208.22
- Rupee loans from financial institutions	-	124.34
- Vehicle loan (Current)	3.80	3.43
	6,390.61	4,665.17

Notes:**A) Security for the outstanding short term borrowings :**

(i) 'Fund based credit facility of INR 2,100 lakhs (31 March 2021: INR 2,100 lakhs) sanctioned to the Company from HDFC Bank. It comprises of Cash Credit ('CC') facility including sub-limit of short term loan facility at annual rate of interest of 1.2% above MCLR-1 year. Outstanding book balance for CC account from HDFC as on 31 March 2022 is INR 35.99 lakhs (31 March 2021 is INR 1,881.13 lakhs) and outstanding book balance of short term loan account is INR 2,000 lakhs (31 March 2021: INR Nil).

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***The facilities from bank are secured by way of:**

Primary security: First pari passu charge on all current assets of the Company as on 31 March 2022

Collateral:

- (a) Pledge of 30% shares of Shivpad Engineers Private Limited.
- (b) Second pari passu charge on property, plant and equipment of Unit 1 and SEZ.
- (c) Second pari passu charge on entire property, plant and equipment of Unit 2 and SEZ.
- (d) Second pari passu charge on land owned by Patamin Investments Private Limited.

Also secured by way of guarantees from:

- Mr. Suresh Patel
- Mr. Pratik Patel

ii) Fund based credit facility sanctioned from Bajaj Finance Limited for short term revolving loan amounting to INR 500 lakhs (31 March 2021: INR Nil) at annual rate of interest of 7.9% per annum and repayable in 4 equal instalments of INR 125 lakhs each. Outstanding book balance as on 31 March 2022 is INR 500 lakhs (31 March 2021: Nil lakhs). The facility from Bajaj Finance Limited is secured by existing secured multiple banking arrangement and secured by way of 1st pari passu charge on current assets and personal guarantees from Mr. Pratik Patel.

iii) Fund based credit facility sanctioned from State Bank of India comprise of cash credit facility amounting to INR 2,900 lakhs (31 March 2021: INR 2,900 lakhs) at an annual rate of interest 2% above 6M MCLR and export packing credit ('EPC') within CC limit amounting to INR 2,100 lakhs (31 March 2021: INR 2,100 lakhs). Outstanding book balance for CC account as on 31 March 2022 is INR 377.73 lakhs (31 March 2021 : INR 325.51 lakhs), EPC account as on 31 March 2022 is INR 865.97 lakhs (31 March 2021: INR 1502.14 lakhs) and overdraft book balance is INR 1,541.39 lakhs (31 March 2021: INR 85.24 lakhs).

The facilities from bank are secured by way of:

Primary security: First hypothecation charge over Company's entire stocks comprising raw materials, stock in process, finished goods, consumable stores and spares and receivables at Unit I and SEZ both or at such other places approved by the Bank including good in transit/shipment in the name of Company.

Collateral:

- (a) Second charge by way of equitable mortgage of land and shed and hypothecation of plant and machinery situated at survey no. 74/1, 74/2/1, 76/1, /3, 76/1 Patwari Halka no. 19, Bardari tehsil, Sanwer district, Indore and survey no. 77, Patwari Halka no. 36, Bardari tehsil, Sanwer district, Indore,
- (b) Second charge by way of equitable mortgage of land and shed and hypothecation of plant and machinery situated at Unit I and SEZ both.
- (c) First charge by way of equitable mortgage of diverted land situated at Bardari village, Sanwer district, Indore Patwari Halka no. 19, Khasra no. 74/2/2 admeasuring 1.179 hectare in the name of Patamin Investments Private Limited.
- (d) Pledge of 30% shares of Shivpad Engineers Private Limited.

Also secured by way of guarantees from:

Mr. Suresh Patel
Mr. Pratik Patel
Patamin Investments Private Limited

iv) Fund based credit facility sanctioned from Axis Bank during the year comprise of cash credit ('CC') facility of INR 550 lakhs (31 March 2021: INR 550 lakhs) at annual rate of interest of 3.25% above Repo rate. Outstanding Book balance for CC account as on 31st march 2022 is INR 29.42 lakhs (31 March 2021: INR 475 lakhs). During the current year INR 495.00 lakhs (USD 677,710.84) transferred to Foreign Currency Demand Loan and all the terms & conditionas are remained same. Outstanding Book balance for foreign currency demand loan as on 31 march 2022 is INR 513.75 lakhs (31 March 2021: INR Nil lakhs)

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***The facilities from bank are secured by way of:**

'Primary security: First pari-pasu charge over company's entire stock comprising raw materials, stock-in-process, finished goods, consumable stores and spares and receivables at 18C, 29-31, 32B, Sector C, Industrial area, Sanwar road, Indore, plot no. M-11, Misc zones, Phase-II SEZ, Pithampur Distt., Dhar, and Survey No. 74/1, 74/2/1, 76/1/3, 76/1 PH no. 19, Bardari Tehsil, distt. Sanwer, Indore and survey no. 77, PH No. 36, Bardari Tehsil, Sanwar District, Indore, Plot no. M 19, SEZ PH-II, Pithampur or at such other places approved by the bank including goods in transit/shipment in the name of the Company with SBI, HDFC Bank and Axis bank.

Collateral:

a) Extension of first charge by way of mortgage over land and building of the Company situated at Plot No. M-19, SEZ Phase II, Pithampur admeasuring total area 8661.67 square meter in the name of the Company and first charge by way of hypothecation over plant and machinery situated at Plot no. M19, SEZ phase II, Pithampur (2nd pari-passu charge of SBI, HDFC and residual charge of SIDBI for their exposure respectively.

b) 'Second pari passu charge with HDFC Bank by way of equitable mortgage of land, Shed/bulding and hypothication of Plant and Machinery situated at Unit-1, Unit-II and SEZ unit.

c) Second pari passu charge with HDFC Bank by way of equitable mortgage on land in the name of Patamin Investment private Limited.

d) Personal guarantee by Mr. Suresh Patel and Mr. Pratik Patel

e) Corporate guarantee by Patamins Investment Private Limited

B) Reconciliation of liabilities arising from financing activities

	Non-current borrowings and Current maturities of non-current borrowings	Current borrowings	Total
As at 1 April 2020	2,044.89	5,607.40	7,652.29
Cash flows:			
Proceeds from borrowings	1,108.23	-	1,108.23
Repayment of borrowings (net)	(339.35)	(1,327.33)	(1,666.68)
Repayment of principal component of lease obligation	(13.00)	-	(13.00)
Non-cash:			
Effective interest rate adjustment	8.63	-	8.63
Other	(23.37)	(11.05)	(34.42)
As at 31 March 2021	2,786.03	4,269.02	7,055.0
Cash flows:			
Proceeds from borrowings (net)	-	1,586.97	1,586.97
Repayment of borrowings	(381.14)	-	(381.14)
Repayment of principal component of lease obligation	(13.18)	-	(13.18)
Non-cash:			
Effective interest rate adjustment	1.79	-	1.79
Other	5.59	8.26	13.85
As at 31 March 2022	2,399.09	5,864.25	8,263.34

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

28 (b) Lease liabilities	As at 31 March 2022	As at 31 March 2021
Lease liability	62.07	66.35
(Refer note 24(b))	62.07	66.35

29 Trade payables	As at 31 March 2022	As at 31 March 2021
Due to micro and small enterprises [refer note (i) below]	702.25	343.97
Dues to others	4,728.16	3,042.95
	5,430.41	3,386.92

(i) Dues to micro and small enterprises pursuant to section 22 of the Micro, Small and Medium Enterprises Development Act (MSMED), 2006

On the basis of confirmation obtained from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the following are the details:

Principal amount remaining unpaid	702.25	343.97
Interest accrued and due thereon remaining unpaid	-	-
Interest paid by the company in terms of service 16 of MSMED Act 2006, along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the year.	-	-
Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year), but without adding the interest specified under MSMED Act, 2006.	-	-
Interest accrued and remaining unpaid as at the end of the year	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

Trade payables ageing schedule as on 31 March 2022

Particulars	As at 31 March 2022				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed- MSME	702.25	-	-	-	702.25
(ii) Undisputed- Others	4,677.54	50.62	-	-	4,728.16
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- others	-	-	-	-	-
Total	5,379.79	50.62	-	-	5,430.41

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Trade payables ageing schedule as on 31 March 2021**

Particulars	As at 31 March 2021				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed- MSME	343.97	-	-	-	343.97
(ii) Undisputed- Others	3,025.19	17.77	-	-	3,042.96
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- others	-	-	-	-	-
Total	3,369.16	17.77	-	-	3,386.93

30 Other financial liabilities (Current)

	As at 31 March 2022	As at 31 March 2021
Interest accrued but not due on borrowings	18.07	8.66
Employee related payables	442.58	389.58
Security deposit	23.18	33.92
Capital creditors*	51.66	46.29
Employee ESOP obligation**	-	41.01
	535.49	519.46

*Includes related party payables, refer note 48

**It represents amount received from employees in ESOP trust against which shares were not issued to employees till 31 March 2021.

31 Other current liabilities

	As at 31 March 2022	As at 31 March 2021
Advance from customers	1,962.81	1,715.49
Payable to statutory authorities	135.67	105.09
Deferred grant*(Current)	9.89	6.38
	2,108.37	1,826.96

*Deferred grant is the subsidy received in respect of plant and machinery.

32 Provisions (current)

	As at 31 March 2022	As at 31 March 2021
Leave encashment*	15.03	16.03
Provision for warranty**	59.92	94.75
Provision for litigation***	6.30	6.30
	81.25	117.08

* Refer note 44 for details.

**A provision for warranty for expected claims/ expenditure is based on past experiences of the Company of the level of claims/ expense incurred in the past. The Company expects significant portion of the cost will have to be incurred in next financial year, therefore, has accordingly classified the entire amount as current provision.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Provision for warranty****Particulars**

At the beginning of the year	94.75	-
Arising during the year	-	94.75
Utilised during the year	34.83	-
At the end of the year	59.92	94.75

***Provisions for litigations relate to the estimated outflow in connection with pending C-forms.

Provision for litigation**Particulars**

	As at 31 March 2022	As at 31 March 2021
At the beginning of the year	6.30	-
Arising during the year	-	6.30
Utilised during the year	-	-
At the end of the year	6.30	6.30

***Provisions for litigations relate to the estimated outflow in connection with pending C-forms.

33 Revenue from operations

	For the year ended 31 March 2022	For the year ended 31 March 2021
Operating revenue*		
Sale of products	24,471.35	21,128.75
Sale of services	119.24	7.14
Other operating revenue		
Scrap sales	843.99	436.07
Export incentives	236.40	99.08
	25,670.98	21,671.04

*Refer note 50 for revenue related disclosure.

34 Other income

	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest from		
Bank deposits (at amortised cost)	60.48	53.00
Other financial assets carried at amortised cost	47.06	39.13
Other income		
Rental income	20.43	20.22
Dividend income	202.52	67.51
Net gain on foreign currency	280.46	48.07
Unclaimed balances written back	114.0	16.66
Grant income	15.93	12.73
Miscellaneous income	35.96	19.27
	776.85	266.59

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

35 Cost of materials consumed	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening stock		
Raw material	2,893.66	2,633.57
Add: Purchases made during the year	13,681.69	9,440.01
	16,575.35	12,073.58
Less: Closing stock		
Raw material	3,189.58	2,893.66
	13,385.77	9,179.92
36 Changes in inventories of finished goods and work-in-progress	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening stock		
Work-in-progress	1,224.94	1,366.85
Finished goods	894.46	862.44
Goods in transit	115.63	-
Closing stock		
Work-in-progress	1,553.32	1,224.94
Finished goods	776.54	894.46
Goods in transit	75.46	115.63
Changes in inventories	(170.29)	(5.74)
37 Employee benefits expense	For the year ended 31 March 2022	For the year ended 31 March 2021
Salaries and incentives	3,238.26	2,826.65
Contributions to provident and other funds*	220.22	197.25
Share based payments to employees (refer note 51)	67.39	86.59
Staff welfare expenses	106.98	93.14
	3,632.85	3,203.63
38 Finance costs	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest on		
Term loans/ working capital loans	570.40	657.10
On income tax delays	4.47	8.40
On lease obligations	55.90	57.35
Other borrowing costs	195.56	206.82
	826.33	929.67

*Refer note 44 for details

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

39 Depreciation and amortisation expense	For the year ended 31 March 2022	For the year ended 31 March 2021
Depreciation of property, plant and equipment (refer note 5)	593.91	524.20
Amortisation of intangible assets (refer note 7)	52.42	40.94
	646.33	565.14
40 Other expenses	For the year ended 31 March 2022	For the year ended 31 March 2021
Advertisement and sales promotion expense	53.09	152.19
Balances written-off/ bad-debts	11.76	53.40
Charity and donation* (includes non CSR expense of INR 0.27 lakhs (31 March 2021 INR 2.26 lakhs))	26.90	31.62
Commission and brokerage	152.89	109.80
Communication expenses	12.24	11.70
Consumption of stores and spare parts	1,162.84	953.76
Conveyance expenses	18.90	12.02
Drawing, designing and pattern charges	77.04	62.06
Factory expenses	10.76	18.33
Foreign exchange variation	-	-
Freight/ loading/ unloading & packing charges	311.25	286.59
Housekeeping and security expense	19.73	25.12
Import/ export expenses	898.75	533.17
Insurance charges	67.89	55.72
Job work charges	421.76	377.93
Payment to auditors**	23.84	24.17
Legal and professional fees	97.17	79.36
Power, fuel and water	209.48	198.53
Provision for doubtful debt	-	100.00
Rates and taxes	77.64	64.92
Rent	13.08	2.98
Repairs and maintenance		
- on buildings	8.67	9.74
- on others	153.52	95.61
Royalty	13.99	33.28
Sub-contracting/ labour charges	1,218.54	1,300.87
Travelling expense	94.66	44.61
Vehicle running and maintenance	17.55	18.12
Warranty expenses	-	94.75
Miscellaneous expenses	175.76	103.75
	5,349.70	4,854.10

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***** Payment to the statutory auditor**

	For the year ended 31 March 2022	For the year ended 31 March 2021
For statutory audit	22.00	21.50
Certification services	1.75	2.25
Reimbursement of expenses	0.09	0.42
Total	23.84	24.17

Note: The above amounts are exclusive of goods and service tax.

***Disclosure relating to corporate social responsibility (CSR) expenditure**

In light of Section 135 of the Companies Act 2013, the Company has incurred INR 40.91 lakhs (31 March 2021: INR 29.36 lakhs) during the current year on Corporate Social Responsibility (CSR) towards health and education.

	For the year ended 31 March 2022	For the year ended 31 March 2021
Gross amount required to be spent by the company during the year	54.09	30.08
Amount spent during the year	25.91	29.36
Project opted for during the year	15.00	-
Unspent at the end of the year*	13.18	0.72
Amount spent during the year on health care and education & rural development	40.91	29.36

* In compliance of section 135 of the Companies Act company is obligated to transfer this amount to any fund included in schedule VII of the act within 6 months from the end of the financial year.

41. Tax expense**The income tax expense consists of the following:**

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current tax expense	457.97	561.55
Deferred tax credit	(156.80)	(120.52)
Total tax expense	301.17	441.03

The major components of income tax expense and the reconciliation of expected tax expense based on the domestic effective tax rate of the Company at 29.12% (previous year: 29.12%) and the reported tax expense in profit or loss are as follows:

	For the year ended 31 March 2022	For the year ended 31 March 2021
Accounting profit before income tax	2,777.14	3,210.91
At India's statutory income tax rate of 29.12% (31 March 2021: 29.12%)	808.70	935.02
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Tax impact of exempted income	(58.97)	(19.66)
Effect of tax incentive u/s 10AA (refer note 55)	(303.14)	(507.73)
Tax impact of expenses which will never be allowed	7.83	11.80
Effect of tax to be reversed during tax holiday period	-	19.22
Others*	(153.25)	2.39
Income tax expense	301.17	441.03

* Others includes impact of allowances/disallowances of A.Y. 2021-22 considered at the time of filing income tax return.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***42 Earnings per equity share**

	For the year ended 31 March 2022	For the year ended 31 March 2021
a) Net profit attributable to equity shareholders	2,475.97	2,769.88
b) Weighted average number of common equity shares for basic EPS	1,18,79,339	1,18,36,598
c) Weighted average number of common and dilutive common equivalent shares*	1,20,52,067	1,18,61,259
d) Nominal value of shares	10.00	10.00
e) Earnings per share		
Basic earnings per share	20.84	23.40
Diluted earnings per share*	20.54	23.35

*The Company had granted employee stock option during the year 2019-20, with a vesting schedule of four years, beginning from 13 February 2021 to 13 February 2024. Accordingly, in addition to common shares, 1,72,728 shares (31 March 2021: 24,661 shares) dilutive shares have been considered for computing diluted earning per share.

43 Contingent liabilities and other matters

	As at 31 March 2022	As at 31 March 2021
(a) Contingent liabilities (under litigation), not acknowledged as debt, include:		
Corporate guarantee given on behalf of Shivpad Engineers Private Limited	450.00	350.00
Demand for central sales tax*		
Financial year 2016-17	124.92	124.92
Financial year 2017-18	42.20	-
Demand for income tax**		
Financial year 2016-17	2.13	2.13
Financial year 2017-18	3.85	3.85
	623.10	480.90

*includes demand raised by Sales tax authorities against pending C Forms to be submitted by the Company (amount deposited under protest INR 56.72 lakhs (previous year INR 24.34 lakhs)

**includes demand raised by Income tax authorities on account of certain disallowances in tax assessment.

In both the above matters, based on consultation with its tax advisor, management is of the view that the Company has strong case in its favour and does not expect any liability in this respect.

Note: The Company has certain litigations involving vendor and work contractor. Based on legal advice of in house legal consultants, the management believes that no material liability will devolve on the Company in respect of these litigations

b) Commitments

Estimated amount of contracts remaining to be executed on capital accounts and not provided for (net of advances INR 2.74 lakhs (31 March 2021: INR 7.54 lakhs)

20.14	85.08
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Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***44 Employee benefits****A. Gratuity**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service.

(I) Amount recognised in the balance sheet is as under:

Particulars	31 March 2022		31 March 2021	
	Current	Non-current	Current	Non-current
Gratuity*	-	277.27	-	317.35

*The Company expects to pay its current liability on account of Gratuity through existing plan assets. Therefore, entire amount for provision for gratuity has been classified as non-current liability.

(ii) Amount recognised in the statement of profit and loss and comprehensive income is as under:

Description	31 March 2022	31 March 2021
Current service cost	85.27	83.35
Net interest cost	21.85	17.54
Net impact on profit (before tax)	107.12	100.89
Actuarial loss recognised during the year (other comprehensive income)	(15.45)	53.68
Amount recognised in total comprehensive income	91.67	154.57

(iii) Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:

Description	31 March 2022	31 March 2021
Present value of defined benefit obligation as at the start of the year	857.66	713.66
Current service cost	85.27	83.35
Interest cost	62.94	44.92
Actuarial loss recognised during the year	(15.45)	53.68
Benefits paid	(89.05)	(37.95)
Present value of defined benefit obligation as at the end of the year	901.37	857.66

(iv) Movement in the plan assets recognised in the balance sheet is as under:

Description	31 March 2022	31 March 2021
Fair value of plan assets at beginning of year	540.31	459.87
Actual return on plan assets	36.78	34.83
Employer's contribution	136.06	83.56
Benefits paid	(89.05)	(37.95)
Fair value of plan Assets at the end of the year	624.10	540.31

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***(v) Breakup of actuarial loss:**

Description	31 March 2022	31 March 2021
Actuarial loss on arising from change in demographic assumption	-	-
Actuarial loss on arising from change in financial assumption	(55.14)	11.32
Actuarial loss on arising from experience adjustment	39.69	42.36
Total actuarial loss	(15.45)	53.68

(vi) Actuarial assumptions

Description	31 March 2022	31 March 2021
Discount rate	7.22%	6.79%
Future salary increase	8.00%	8.00%
Retirement age	60/70 years	60/70 years

Gratuity is payable to the employees on death or resignation or on retirement at the attainment of superannuation age. To provide for these eventualities, the Actuary has used Indian Assured Lives Mortality (2012-14) Ultimate table.

These assumptions were developed by management with the assistance of independent actuarial appraisers. Discount factors are determined close to each year-end by reference to government bonds and that have terms to maturity approximating to the terms of the related obligation. Other assumptions are based on management's historical experience.

(vii) Sensitivity analysis for gratuity liability

Description	31 March 2022	31 March 2021
Impact of the change in discount rate		
- Impact due to increase of 0.5 %	(58.45)	(45.77)
- Impact due to decrease of 0.5 %	64.85	50.16
Impact of the change in salary increase		
- Impact due to increase of 0.5 %	51.16	48.21
- Impact due to decrease of 0.5 %	(49.31)	(44.42)

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied which was applied while calculating the defined benefit obligation recognised in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to prior period.

(viii) Maturity profile of defined benefit obligation

Description	31 March 2022	31 March 2021
Within next 12 months	44.85	108.99
Between 1-5 years	198.99	159.67
Beyond 5 years	657.52	589.00

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***(ix) Category of plan assets :**

Particulars	31 March 2022	31 March 2021
Investments with Life Insurance Corporation of India	100.00%	100.00%

- (x) The expected expense on its gratuity plan in the next accounting period amounts to INR 115.79 lakhs (31 March 2021: INR 113.19 lakhs) and the extent of the Company's contribution to the plan assets will be based on future liquidity positions.

B Compensated absences (unfunded)

The leave obligations cover the Company's liability for sick and earned leaves. The Company does not have an unconditional right to defer settlement for the obligation shown as current provision balance above. However based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months, therefore based on the independent actuarial report, only a certain amount of provision has been presented as current and remaining as non-current. Amount of INR 24.24 lakhs (31 March 2021: INR 47.60 lakhs) has been recognised in the statement of profit and loss.

Particulars	31 March 2022		31 March 2021	
	Current	Non-current	Current	Non-current
Compensated absences (unfunded)	15.03	147.26	16.03	138.95

C Defined contribution plans

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards Provident Fund and Employee State Insurance Scheme which are defined contribution plans. The Company has no obligations other than to make the specified contributions. The contributions are charged to the statement of profit and loss as they accrue. The amount recognised as an expense towards contribution to Provident Fund and Employee State Insurance Scheme for the year amounting to INR 210.56 lakhs (31 March 2021: INR 183.96 lakhs) and INR 9.65 lakhs (31 March 2021: INR 13.28 lakhs) respectively.

45 Financial instruments**A Financial assets and liabilities****The carrying amounts of financial instruments as at 31 March 2022:**

Measured at	As at 31 March 2022		Fair values hierarchy		
	Amortised Cost**	FVTPL***	Level 1	Level 2	Level 3
Investments*	-	0.90	0.90	-	-
Trade receivables	13,009.21	-	-	-	-
Loans	554.68	-	-	-	-
Cash and cash equivalents	33.62	-	-	-	-
Other bank balances	1,507.27	-	-	-	-
Other financial assets	117.76	12.32	-	12.32	-
Total	15,222.54	13.22	0.90	12.32	-
Measured at					
Borrowings (including current maturities of non-current borrowings)	8,263.34	-	-	-	-
Trade payables	5,430.41	-	-	-	-
Other financial liabilities	535.49	-	-	-	-
Total	14,229.24	-	-	-	-

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***The carrying amounts of financial instruments as at 31 March 2021:**

Measured at	As at 31 March 2021		Fair values hierarchy		
	Amortised Cost**	FVTPL***	Level 1	Level 2	Level 3
Investments*	-	0.41	0.41	-	-
Trade receivables	10,496.93	-	-	-	-
Loans	506.15	-	-	-	-
Cash and cash equivalents	14.99	-	-	-	-
Other bank balances	1,132.77	-	-	-	-
Other financial assets	161.96	55.53	-	55.53	-
Total	12,312.80	55.94	0.41	55.53	-
Measured at					
Borrowings (including current maturities of non-current borrowings)	7,055.03	-	-	-	-
Trade payables	3,386.92	-	-	-	-
Other financial liabilities	519.46	-	-	-	-
Total	10,961.41	-	-	-	-

* Investment in subsidiaries are measured at cost as per Ind AS 27, 'Separate financial statements' and hence, not presented here.

B Fair values hierarchy

The fair value of financial instruments as referred to in note (A) above has been classified into three categories depending on the inputs used in the valuation technique.

The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities [Level 1 measurements] and lowest priority to unobservable inputs [Level 3 measurements].

The categories used are as follows:

Level 1: Quoted prices for identical instruments in an active market

Level 2: Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs; and

Level 3: Inputs which are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a net asset value or valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

** Fair value of financial assets and liabilities measured at amortised cost approximates their respective carrying values as the management has assessed that there is no significant movement in factor such as discount rates, interest rates, credit risk from the date of the transition. The fair values are assessed by the management using Level 3 inputs.

***The financial instruments measured at FVTPL represents the following items constitutes to level 1 category and other financial liability containing derivative liability has been valued using level 2 valuation hierarchy above.

C Financial Risk Management**Risk Management**

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost limits.	Ageing analysis	Diversification of asset base and specified credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines & borrowing facilities
Market risk forecasts	Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Cash flow forecasting	Forward contract, if required
Market risk price risk	Investments measured at fair value	Sensitivity analysis	Diversification of investment portfolio, strategic and systematic investments
Market risk Interest rate	Long-term and short-term borrowings at variable rates	Sensitivity analysis	Negotiation of terms that reflect the market factors

The Company's risk management is carried out by a finance department (of the Company) under policies approved by the Board of directors. The Board of directors provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity.

1 Credit risk

Credit risk is the risk that a counter party fails to discharge its obligation to the Company. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and other financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

a) Credit risk management*(i) Credit risk rating*

The Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

*(i) Low credit risk**(ii) Moderate credit risk**(iii) High credit risk*

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

Financial assets (other than trade receivable) that expose the entity to credit risk are managed and categorised as follows :

Basis of categorisation	Asset class exposed to credit risk	Provision for expected credit loss
Low credit risk	Cash and cash equivalents, other bank balances, loans and other financial assets	12 month expected credit loss.
Moderate credit risk	Other financial assets	Other financial assets - 12 month expected credit loss, unless credit risk has increased significantly since initial recognition, in which case allowance is measured at lifetime expected credit loss
High credit risk	Other financial assets	Other financial assets - Life time expected credit loss (when there is significant deterioration) or specific provision, whichever is higher

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

The Company recognises lifetime expected credit losses on trade receivables using a simplified approach, wherein Company has defined percentage of provision by analysing historical trend of default (net of any recoveries from the insurance companies) relevant to each business segment based on the criteria defined above and such provision percentage determined have been considered to recognise life time expected credit losses on trade receivables (other than those where default criteria are met in which case the full expected loss against the amount recoverable is provided for).

Financial assets (other than trade receivables) that expose the entity to credit risk (Gross exposure):

Particulars	As at 31 March 2022	As at 31 March 2021
(i) Low credit risk on financial reporting date		
Cash and cash equivalents	33.62	14.99
Other bank balances	1,507.27	1,132.77
Loans	554.68	506.15
Other financial assets	130.08	217.49
(ii) High credit risk		
Loans	85.04	85.04

Cash & cash equivalents and bank deposits

Credit risk related to cash and cash equivalents and bank deposits is managed by only accepting highly rated banks and diversifying bank deposits and accounts in different banks across the country.

Trade receivables and loans

Life time expected credit loss is provided for trade receivables. Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions. Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

Other financial assets measured at amortised cost

Other financial assets measured at amortised cost includes export benefits receivables, bank deposits with maturity of more than 12 months and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously, while at the same time internal control system in place ensure the amounts are within defined limits.

ii) Concentration of trade receivables

In order to avoid excessive concentrations of risk, the Group's policies and procedures include specific guidelines to focus on the maintenance of a diversified portfolio. Identified concentrations of credit risk are controlled and managed accordingly. Details of the such identified concentrations of credit risk are disclosed below:

Particulars	As at 31 March 2022	As at 31 March 2021
Rodney Hunt Inc.	5,281.70	5,103.73
Rajkamal Builders Infrastructure Private Limited	574.97	1,038.59
Total	5,856.67	6,142.32

*(iii) Expected credit losses***i) Financial assets (other than trade receivables)**

Company provides for expected credit losses on loans and advances other than trade receivables by assessing individual financial instruments for expectation of any credit losses.

- For cash & cash equivalents and other bank balances - Since the Company deals with only high-rated banks and financial institutions, credit risk in respect of cash and cash equivalents, other bank balances and bank deposits is evaluated as very low.

- For loans - Credit risk for loan given to subsidiaries are evaluated on an individual basis by the management after considering the future cash flows expected to be derived. Credit risk for security deposits and loans is considered low because the Company is in possession of the underlying asset.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

- For other financial assets - Credit risk is evaluated based on Company's knowledge of the credit worthiness of those parties & loss allowance is measured. Credit risk in respect of other financial assets is considered as very low.

As at 31 March 2022	Gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	33.62	-	33.62
Other bank balances	1,507.27	-	1,507.27
Loans	639.72	85.04	554.68
Other financial assets	130.08	-	130.08

As at 31 March 2021	Gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	14.99	-	14.99
Other bank balances	1,132.77	-	1,132.77
Loans	591.19	85.04	506.15
Other financial assets	217.49	-	217.49

ii) Expected credit loss for trade receivables under simplified approach

The Company recognizes lifetime expected credit losses on trade receivables using a simplified approach, wherein Company has defined percentage of provision by analysing historical trend of default based on the criteria defined below and such provision percentage determined have been considered to recognise life time expected credit losses on trade receivables (other than those where default criteria are met in which case the full expected loss against the amount recoverable is provided for). Further, the Company has evaluated recovery of receivables on a case to case basis where these related parties will be able to generate adequate positive cash flows for payment of their dues to the Company. Hence, no provision on account of expected credit loss model has been considered for such related party balances.

As at 31 March 2022	Gross carrying amount- trade receivables	Expected loss rate	Expected credit loss
Unrelated			
Not Due	4,675.29	1.33%	62.41
Less than 6 Months past due	2,599.30	6.07%	157.69
6 Months to 1 Year past due	44.54	5.34%	2.38
1 Year to 2 Year past due	122.81	8.75%	10.74
2 Year to 3 Year past due	618.77	16.16%	99.98
Related	5,281.70	-	-
Total	13,342.41		333.20

As at 31 March 2021	Gross carrying amount- trade receivables	Expected loss rate	Expected credit loss
Unrelated			
Not Due	2,265.24	1.28%	29.10
Less than 6 Months past due	2,105.12	7.30%	153.60
6 Months to 1 Year past due	99.22	6.95%	6.89
1 Year to 2 Year past due	1,185.92	6.72%	79.64
2 Year to 3 Year past due	166.50	38.42%	63.97
Additional Provision*	-	-	100.00
Related	5,108.13		-
Total	10,930.13		433.20

*In addition to expected credit loss the Company has made a provision for impairment of receivables amounting to INR 100.00 lakhs, while performing recoverability assesment.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Reconciliation of loss allowance provision from beginning to end of reporting period :

Reconciliation of loss allowance	Trade receivables
Loss allowance on 01 April 2020	333.20
Add: Changes in loss allowances due to bad debts	100.00
Loss allowance on 31 March 2021	433.20
Less: Changes in loss allowances due to recover from receivables	(100.00)
Loss allowance on 31 March 2022	333.20

2 Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

a) Financing arrangements

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

Floating Rate	As at 31 March 2022	As at 31 March 2021
- Expiring within one year	203.38	1,366.03
- Expiring beyond one year (bank loans)	-	-
Total	203.38	1,366.03

The cash credit and other facilities may be drawn at any time and may be terminated by the bank without notice.

b) Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity based on their contractual maturities for all non-derivative financial liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Refer note 49 for maturities of lease liabilities

As at 31 March 2022	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Borrowings (including current maturities of non-current borrowings and excluding lease liabilities)	6,390.60	528.08	350.53	460.81	7,730.02
Trade payables	5,430.41	-	-	-	5,430.41
Other financial liabilities	535.49	-	-	-	535.49
Total	12,356.50	528.08	350.53	460.81	13,695.92

As at 31 March 2021	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Borrowings (including current maturities of non-current borrowings and excluding lease liabilities)	4,665.18	516.03	519.18	817.68	6,518.07
Trade payables	3,386.92	-	-	-	3,386.92
Other financial liabilities	519.46	-	-	-	519.46
Total	8,571.56	516.03	519.18	817.68	10,424.45

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***3 Market risk****a) Foreign currency risk**

The Company is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the US Dollar, EURO, Singapore Dollar (SGD), Canadian Dollar (CAD) and GBP. Foreign exchange risk arises from recognised assets and liabilities denominated in a currency that is not the functional currency of the Company. Considering the volume of foreign currency transactions, the Company's exposure to foreign currency risk is limited and the Company has taken certain forward contracts to manage its exposure.

(i) Foreign currency risk exposure in USD:

The Company's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in USD	As at 31 March 2021 Amount in USD
Trade receivables	73.79	87.43
Trade payables	(2.24)	(0.20)
Loan to Subsidiaries	7.24	6.70
Non-current borrowings	(12.70)	(8.73)
Net exposure to foreign currency risk (liabilities)	66.09	85.20

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
USD sensitivity		
INR/USD- increase by 5%	3.30	4.26
INR/USD- decrease by 5%	(3.30)	(4.26)

* Holding all other variables constant

(ii) Foreign currency risk exposure in EURO:

The Company's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in EURO	As at 31 March 2021 Amount in EURO
Trade receivables	0.78	0.75
Trade payables	(5.20)	(2.43)
Net exposure to foreign currency risk (liabilities)	(4.42)	(1.68)

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
EURO sensitivity		
INR/EURO- increase by 5%	(0.22)	(0.08)
INR/EURO- decrease by 5%	0.22	0.08

* Holding all other variables constant

(iii) Foreign currency risk exposure in SGD:

The Company's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in SGD	As at 31 March 2021 Amount in SGD
Trade receivables	4.87	1.53
Trade payables	(0.06)	(0.28)
Net exposure to foreign currency risk (liabilities)	4.81	1.25

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Sensitivity**

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
SGD sensitivity		
INR/SGD- increase by 5%	0.24	0.06
INR/SGD- decrease by 5%	(0.24)	(0.06)

* Holding all other variables constant

(iv) Foreign currency risk exposure in Canadian Dollar ("CAD"):

The Company's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in CAD	As at 31 March 2021 Amount in CAD
Trade Receivables	0.01	-
Net exposure to foreign currency risk (liabilities)	0.01	-

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
CAD sensitivity		
INR/CAD- increase by 5%	0.00	-
INR/CAD- decrease by 5%	(0.00)	-

* Holding all other variables constant

(v) Foreign currency risk exposure in GBP:

The Company's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in GBP	As at 31 March 2021 Amount in GBP
Trade Receivables	1.43	3.52
Trade payables	-	-
Net exposure to foreign currency risk (liabilities)	1.43	3.52

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
GBP sensitivity		
INR/GBP- increase by 5%	0.07	0.18
INR/GBP- decrease by 5%	(0.07)	(0.18)

* Holding all other variables constant

4 Interest rate risk

The Company's policy is to minimise interest rate cash flow risk exposures on external financing. The Company is exposed to changes in interest rates through bank borrowings carrying variable interest rates.

Interest rate risk exposure

Below is the overall exposure of the Company to interest rate risk:

Particulars	As at 31 March 2022	As at 31 March 2021
Variable rate borrowing	3,316.07	4,928.38

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)**Sensitivity*

Below is the sensitivity of profit or loss in interest rates.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest sensitivity*		
Interest rates – increase by 50 basis points (50 bps)	16.58	24.64
Interest rates – decrease by 50 basis points (50 bps)	(16.58)	(24.64)

* Holding all other variables constant

5 Price risk

The Company do have investments in equity instruments which create an exposure to price risk. Considering, the amount of quoted investments is insignificant, sensitivity analysis to price changes have not been disclosed.

Particulars	As at 31 March 2022	As at 31 March 2021
Investments (quoted)	0.90	0.41
Total	0.90	0.41

46 Capital management

The Company's capital management objectives are

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Company's various classes of debt. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

(a) Debt equity ratio

Particulars	As at 31 March 2022	As at 31 March 2021
Net debt	8,263.34	7,055.04
Total equity	19,921.02	17,614.30
Net debt to equity ratio	41.48%	40.05%

47 Particulars of dividend paid to non-resident and foreign shareholders:

Particulars	31 March 2022	31 March 2021
Number of shareholders	14	14
Number of shares held on which dividend was due (in INR)*	11,80,607	11,87,307
Amount remitted (gross): (INR lakhs)		
- Final dividend paid in 31 March 2022, pertains to financial year 2020-21 (31 March 2021: pertains to financial year 2019-20)	37.78	10.69

*The number of shares represent the shares held by the Non-resident and foreign shareholders who have NRE/NRO accounts and the dividend is being disbursed to those accounts.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***48 Related party transactions******Related party disclosures, as required by Indian Accounting Standard 24 - Related Party Disclosures is as under:****(i) Subsidiary companies**

Jash USA Inc., United States of America

Rodney Hunt Inc., United States of America, a subsidiary of Jash USA Inc.

Shivpad Engineers Private Limited, India

Mahr Maschinenbau GmbH, Austria

Engineering and Manufacturing Jash Limited, Hong Kong

(ii) Key management personnel

Mr. Pratik Patel, Chairman & Managing Director

Mr. Axel Schutte, Director

Mr. Suresh Patel, Executive Director

Mr. Brij Mohan Maheshwari, Independent Director

Mr. Sunil Kumar Choksi, Independent Director

Mr. Vishwapati Trivedi, Independent Director

Ms. Sunita Kishnani, Independent Director

Mr. DT Manwani, Independent Director

(iii) Relatives of key managerial personnel with whom there are transactions/balances during the year

Mrs. Bhairavi Patel (wife of Mr. Pratik Patel)

Mr. Harsh Patel (son of Mr. Pratik Patel)

Mrs. Swati Desai (sister of Mr. Pratik Patel)

Mr. Tarang Amin (brother-in law of Mr. Pratik Patel)

Mrs. Tejal Desai (daughter of Mr. Suresh Patel)

(iv) Entities in which key management personnel/director is having significant influence/interested with whom there are transactions/balances during the year

Patamin Investments Private Limited

Jash Precision Tools Private Limited (till 31 December 2020)

Micro Flat Datums Private Limited

Jash Flowcon Engineers (a partnership firm)

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

(v) Transactions with related parties during the year

Particulars	Subsidiary Companies		Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Company		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Managerial remuneration (refer note 59)								
Pratik Patel	-	-	139.47	114.32	-	-	139.47	114.32
Suresh Patel	-	-	43.67	37.08	-	-	43.67	37.08
Sale of goods	4,376.66	3,924.51	-	-	22.27	287.45	4,398.94	4,211.96
Jash Precision Tools Private Limited	-	-	-	-	-	277.86	-	277.86
Schutte Industrieservice GmbH	-	-	-	-	6.18	-	6.18	-
Shivpad Engineers Private Limited	74.46	41.80	-	-	-	-	74.46	41.80
Micro Flat Datums Private Limited	-	-	-	-	16.08	9.59	16.08	9.59
Rodney Hunt Inc.	4,302.20	3,882.71	-	-	-	-	4,302.20	3,882.71
Purchase of goods	81.45	67.21	-	-	60.13	127.91	141.57	195.12
Jash Precision Tools Private Limited	-	-	-	-	-	1.16	-	1.16
Jash flowcon engineers	-	-	-	-	-	0.12	-	0.12
Schutte Meyer Industries Private Limited	-	-	-	-	9.48	-	9.48	-
Shivpad Engineers Private Limited	81.45	61.41	-	-	-	-	81.45	61.41
Rodney Hunt Inc.	-	5.80	-	-	-	-	-	5.80
Micro Flat Datums Private Limited	-	-	-	-	50.64	126.63	50.64	126.63
Job work charges and labour charges	11.31	5.30	-	-	111.51	132.04	122.82	137.34
Jash Precision Tools Private Limited	-	-	-	-	-	30.33	-	30.33
Jash Flowcon Engineers	-	-	-	-	111.37	101.48	111.37	101.48
Micro Flat Datums Private Limited	-	-	-	-	0.14	0.21	0.14	0.21
Shivpad Engineers Private Limited	11.31	5.30	-	-	-	-	11.31	5.30
Dividend income	202.52	67.51	-	-	-	-	202.52	67.51
Shivpad Engineers Private Limited	202.52	67.51	-	-	-	-	202.52	67.51
Share options issued to employees of subsidiary companies	8.07	9.70	-	-	-	-	8.07	9.70
Shivpad Engineers Private Limited	4.61	5.30	-	-	-	-	4.61	5.30
Jash USA Inc.	3.46	4.40	-	-	-	-	3.46	4.40
Interest income	40.04	36.74	-	-	-	-	40.04	36.74
Jash USA Inc.	40.04	36.74	-	-	-	-	40.04	36.74

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

Particulars	Subsidiary Companies		Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Company			Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2021	31 March 2022	31 March 2021
Dividend for the year (excluding dividend distribution tax)									
Pratik Patel	-	-	121.73	33.58	17.02	3.63		138.75	37.21
Axel Schutte	-	-	47.81	17.29	-	-		47.81	17.29
Patamin Investments Private Limited	-	-	24.64	6.93	-	-		24.64	6.93
Bhairavi Patel	-	-	-	-	17.02	3.63		17.02	3.63
Swati Desai	-	-	24.07	2.27	-	-		24.07	2.27
Tarang Amin	-	-	1.26	0.18	-	-		1.26	0.18
Avani Vipul Patel	-	-	2.64	0.74	-	-		2.64	0.74
Tejal Desai	-	-	5.33	1.78	-	-		5.33	1.78
Harsh Patel	-	-	1.58	0.34	-	-		1.58	0.34
			14.40	4.05	-	-		14.40	4.05
Interest expense									
Patamin Investments Private Limited*	-	-	-	-	51.50	52.35		51.50	52.35
	-	-	-	-	51.50	52.35		51.50	52.35
Commission paid									
Engineering & Manufacturing Jash Ltd.	10.86	-	-	-	-	-		10.86	-
	10.86	-	-	-	-	-		10.86	-
Expenses incurred/paid on behalf of Company									
Rodney Hunt Inc.	187.67	460.92	-	-	-	-		187.67	460.92
Shivpad Engineers Private Limited	187.67	460.77	-	-	-	-		187.67	460.77
	-	0.15	-	-	-	-		-	0.15
Lease payment									
Patamin Investments Private Limited	-	-	-	-	60.00	60.00		60.00	60.00
	-	-	-	-	60.00	60.00		60.00	60.00
Purchase of capital goods									
Jash Flowcon Engineers	-	1.46	-	-	1.00	4.01		1.00	5.47
Micro Flat Datums Private Limited	-	-	-	-	1.00	2.76		1.00	2.76
Jash USA Inc.	-	1.46	-	-	-	-		-	1.46
Sale of capital goods									
Rodney Hunt Inc.	129.59	-	-	-	-	-		129.59	-
	129.59	-	-	-	-	-		129.59	-
Sales promotion expense									
Mahr Maschinenbau GmbH	-	87.14	-	-	-	-		-	87.14
	-	87.14	-	-	-	-		-	87.14
Expenses incurred by Company on behalf of related parties									
Jash Flowcon engineers	15.55	2.18	1.20	-	6.75	-		23.49	2.18
Shivpad Engineers Private Limited	-	-	-	-	1.96	-		1.96	-
Schutte Meyer Industries Private Limited GmbH	15.55	2.18	-	-	-	-		15.55	2.18
Micro-Flat Datums Pvt. Ltd.	-	-	-	-	2.00	-		2.00	-
Pratik Patel	-	-	1.20	-	2.79	-		2.79	-
	-	-	-	-	-	-		-	-

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

Particulars	Subsidiary Companies		Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Company		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Reimbursement of expenses								
Pratik Patel	-	-	12.36	4.67	-	-	12.36	4.67
	-	-	12.36	4.67	-	-	12.36	4.67
Investments made								
Jash USA Inc.	1,901.99	1,819.52	-	-	-	-	1,901.99	1,819.52
	1,901.99	1,819.52	-	-	-	-	1,901.99	1,819.52
Sitting fees								
Mr. Brij Mohan Maheshwari	-	-	4.75	4.25	-	-	4.75	4.25
Mr. Sunil Kumar Choksi	-	-	1.00	1.00	-	-	1.00	1.00
Mr. Vishwapati Trivedi	-	-	1.00	0.50	-	-	1.00	0.50
Ms. Sunita Kishnani	-	-	1.00	1.00	-	-	1.00	1.00
Mr. DT Manwani	-	-	0.75	0.75	-	-	0.75	0.75
Corporate guarantees given by Company on behalf of related parties								
	450.00	350.00	-	-	-	-	450.00	350.00
Shivpad Engineers Private Limited	450.00	350.00	-	-	-	-	450.00	350.00

*Interest expense related to Patamin Investments Private Limited is the notional expense booked pursuant to the guidance of Ind AS 116, Leases.

** Transactions with related parties are at arm's length. Also, for guarantees given by promoters/directors in respect of company's borrowings, refer note 24(a) and 28(a).

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

48 Related party transactions (continued)

(vi) Year end balances

Particulars	Subsidiary Companies		Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Company		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Trade receivables								
Rodney Hunt Inc.	5,281.70	5,103.73	-	-	-	4.40	5,281.70	5,108.13
Micro Flat Datums Private Limited	5,281.70	5,103.73	-	-	-	-	5,281.70	5,103.73
	-	-	-	-	-	4.40	-	4.40
Loans and advances (including interest accrued)								
Jash USA Inc.	548.95	492.84	-	-	-	-	548.95	492.84
	548.95	492.84	-	-	-	-	548.95	492.84
Trade payables								
Micro Flat Datums Private Limited	162.16	20.64	-	-	42.69	81.69	204.85	102.33
	-	-	-	-	(2.79)	44.99	(2.79)	44.99
Shivpad Engineers Private Limited	10.61	5.63	-	-	-	-	10.61	5.63
Jash Flowcon Engineers	-	-	-	-	40.08	36.70	40.08	36.70
Rodney Hunt Inc.	140.69	15.01	-	-	-	-	140.69	15.01
Engineering & Manufacturing Jash Ltd.	10.86	-	-	-	-	-	10.86	-
Patamin Investments Private Limited	-	-	-	-	5.40	-	5.40	-
Investments in subsidiaries*								
Shivpad Engineers Private Limited	7,459.54	5,549.49	-	-	-	-	7,459.54	5,549.49
	579.58	574.97	-	-	-	-	579.58	574.97
Jash USA Inc.	5,302.69	3,397.25	-	-	-	-	5,302.69	3,397.25
Mahr Maschinenbau GmbH	1,577.27	1,577.27	-	-	-	-	1,577.27	1,577.27
Security deposits								
Patamin Investments Private Limited**	-	-	-	-	37.50	37.50	37.50	37.50
	-	-	-	-	37.50	37.50	37.50	37.50
Lease liability								
Patamin Investments Private Limited	-	-	-	-	491.77	500.27	491.77	500.27
	-	-	-	-	491.77	500.27	491.77	500.27
Corporate guarantees given by Company on behalf of related parties								
Shivpad Engineers Private Limited	450.00	350.00	-	-	-	-	450.00	350.00
	450.00	350.00	-	-	-	-	450.00	350.00
Employee related payable								
Pratik Patel	-	-	2.72	2.74	-	-	2.72	2.74
	-	-	1.06	1.16	-	-	1.06	1.16
Suresh Patel	-	-	1.66	1.58	-	-	1.66	1.58

* Amount of investment in Engineering and Manufacturing Jash Limited is INR 8/- (31 March 2021: INR 8/-).

** The above amount of security deposit is the amount given as per agreement. However, the same has been carried at amortised cost.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***49 Lease related disclosures**

The Company has leases for various land locations at different plant sites across India and related facilities. With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability. Variable lease payments which do not depend on an index or a rate are excluded from the initial measurement of the lease liability and right of use assets. The Company classifies its right-of-use assets in a consistent manner to its property, plant and equipment.

A. Lease payments not included in measurement of lease liability

The expense relating to payments not included in the measurement of the lease liability is as follows:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Short-term leases	13.08	2.98

B Total cash outflow for leases for the year ended 31 March 2022 was INR 69.09 lakhs (31 March 2021: INR 70.35 lakhs).

C Maturity of lease liabilities

The lease liabilities are secured by the related underlying assets. Future minimum lease payments were as follows:

Gross lease payments	Minimum lease payments due						
	Within 1 year	1-2 years	2-3 years	3-4 years	4-5 years	More than 5 years	Total
31 March 2022	64.63	64.63	64.63	64.63	64.63	942.92	1,266.10
31 March 2021	69.08	64.63	64.63	64.63	64.63	1,051.14	1,378.74

D Extension and termination options

The Company has lease contracts for the land sites where the manufacturing plants are being set up. The Company has considered enforceable extension options available for land leases in lease period assessment since the Company can enforce its right to extend the lease beyond the initial lease period is likely to be benefited by exercising the extension options.

50 Revenue from Contracts with Customers

The Company supplies various category of goods along with installation services. The revenue in respect of these is recognised on point in time basis when the control of goods is transferred to the customer. Following are the major category of products supplied by the Company.

Description of nature of goods sold

- (i) Castings
- (ii) Screening equipment
- (iii) Sluice gate
- (iv) Valves and valves components
- (v) Process Equipments
- (vi) HydroScrew
- (vii) Special purpose valve

Sale of services includes installation charges in respect of sale of goods.

(a) Disaggregation of revenue

The Company has performed a disaggregated analysis of revenues considering the nature, amount, timing and uncertainty of revenues. This includes disclosure of revenues by geography and timing of recognition.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***For the year ended 31 March 2022**

Revenue from contracts with customers	Goods	Services	Other operating revenue*	Total
Revenue by geography				
Domestic	15,184.95	28.33	843.99	16,057.27
Export	9,286.40	90.91	-	9,377.31
Total	24,471.35	119.24	843.99	25,434.58
Revenue by time				
Revenue recognised at point in time	24,471.35	119.24	843.99	25,434.58
Revenue recognised over time	-	-	-	-
Total	24,471.35	119.24	843.99	25,434.58

For the year ended 31 March 2021

Revenue from contracts with customers	Goods	Services	Other operating revenue*	Total
Revenue by geography				
Domestic	11,625.23	7.14	436.07	12,068.44
Export	9,503.52	-	-	9,503.52
Total	21,128.75	7.14	436.07	21,571.96
Revenue by time				
Revenue recognised at point in time	21,128.75	7.14	436.07	21,571.96
Revenue recognised over time	-	-	-	-
Total	21,128.75	7.14	436.07	21,571.96

* Export incentives has been excluded from other operating revenue as same does not pertain to contract with customers

(b) Assets and liabilities related to contracts with customers

Particulars	As at 31 March 2022 Current	As at 31 March 2021 Current
Contract liabilities related to sale of goods		
Advance from customers*	1,962.81	1,715.49

*Advance from customers are contract liabilities, where money has been received and performance obligations are not yet satisfied.

(c) Significant change in contract liabilities

Description- Advance from customers	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening	1,715.49	1,009.99
Less: Goods and services delivered during the period against opening contract liabilities	(987.90)	(804.06)
Add: Advances received during the period	1,235.22	1,509.56
Closing balance	1,962.81	1,715.49

(d) Reconciliation of revenue recognised in Statement of Profit and Loss with Contract price

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Contract price	25,434.58	21,612.67
Less: Late delivery charges	-	40.71
Revenue from operations as per Statement of Profit and Loss	25,434.58	21,571.96

(e) Company has not incurred any cost for obtaining contracts except administrative cost required for preparation of offers and the same is charged to Statement of Profit and Loss.**(f)** At the end of the financial year, there are no unsatisfied performance obligation for the contracts with original expected period of satisfaction of performance obligation of more than one year.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***51 Share-based payments****a) Employee option plan**

The establishment of the Jash Engineering Employee Stock Option Scheme was approved by shareholders through postal ballot on 10 August 2019. The Employee Option Plan is designed to provide incentives to employees who have completed three years in company to deliver long-term returns. Under the plan, participants are granted options which vest in four tranches in four years from the grant date. Participation in the plan is at the board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits.

Once vested, the options remain exercisable for a period of one month.

Options carry no dividend or voting rights until they are exercised. When exercisable, each option is convertible into one equity share. The exercise price of the options is 20% discount on the closing market price of one day prior to the date of grant on stock exchange where the equity shares of the Company are listed.

Set out below is a summary of options granted under the plan:

	For the year ended 31 March 2022		For the year ended 31 March 2021	
	Average exercise price per share option (INR)	Number of options	Average exercise price per share option (INR)	Number of options
Opening balance	118.64	3,11,130	118.64	4,81,400
Granted during the year	-	-	-	-
Exercised during the year	-	(70,160)	-	(34,570)
Lapsed during the period	-	(9,360)	-	(1,35,700)
Closing balance		231,610		3,11,130
Vested and exercisable	-	1,800	-	-

Share options outstanding at the end of the year have the following expiry date and exercise prices:

Grant Date	Expiry Date	Exercise price (INR)	Fair value of options (INR)	Share options	
				As at 31 March 2022	As at 31 March 2021
14 February 2020	14 March 2021	118.64	61.80	23,161	31,113
14 February 2020	14 March 2022	118.64	71.33	46,322	62,226
14 February 2020	14 March 2023	118.64	80.68	69,483	93,339
14 February 2020	14 March 2024	118.64	87.43	92,644	1,24,452
Total				2,31,610	3,11,130
Weighted average remaining contractual life of options outstanding at end of period				1.87	2.95

Fair value of options granted

The fair value of the equity-settled options at grant date is determined using the Black Scholes Model using the following key inputs:

- Options will vest in a graded manner over four years from the date of grant. These options are exercisable within a period of one month of vesting.
- Exercise price: INR 118.64
- Share price at grant date: INR 148.30
- Weighted average expected price volatility*: 72.44%
- Weighted average expected dividend yield: 1.36%
- Risk-free interest rate: 6.10% for all tranches

*The expected price volatility is based on the historic volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility based on publicly available information.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***(b) Expense arising from share-based payment transactions**

Total expenses arising from share-based payment transactions recognised in profit or loss as part of employee benefit expense were as follows :

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Employee option plan	67.39	86.59
Total employee share-based payment expense	67.39	86.59

The above expense pertains to 301,340 options. The rest of the 35,000 options were issued to employees of subsidiary companies and there was no recharge done from the subsidiaries. The proportionate fair value in respect of these options amounting to INR 19.67 lakhs (31 March 2021: INR 11.60 lakhs) has been recorded as deemed investment in subsidiaries (refer note 9.1).

52 Ratios to disclosed as per requirement of Schedule III to the Act

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
a. Current ratio		
Current assets (Numerator)	20,488.07	17,238.40
Current liabilities (Denominator)	14,608.20	10,581.94
Current ratio	1.40	1.63
% Change as compared to the preceding year	-13.91%	-
b. Debt-equity ratio		
Total debt (Numerator)	8,263.34	7,055.04
Shareholder's equity (Denominator)	19,921.02	17,614.30
Debt-equity ratio	0.41	0.40
% Change as compared to the preceding year	3.56%	-
c. Debt service coverage ratio		
Earnings available for debt service (Numerator) *	3,748.61	4,049.46
Debt service (Denominator) #	3,377.36	3,123.01
Debt service coverage ratio	1.11	1.30
% Change as compared to the preceding year	-14.40%	
* Earning for Debt Service = Net Profit after taxes + Interest expense + Depreciation		
# Debt service = Interest and Lease payments + Principal repayments		
d. Return on equity ratio		
Profit / (loss) for the period/year (Numerator)	2,475.97	2,769.88
Shareholder's equity (Denominator)	19,921.02	17,614.30
Return on equity	0.12	0.16
% Change as compared to the preceding year	-20.96%	
e. Dividend Payout Ratio		
Dividend Paid during the year (Numerator)	379.90	106.53
Net Income for the year (Denominator)	2,769.88	2,181.74
Dividend Payout Ratio	0.14	0.05
% Change as compared to the preceding year	180.89%	
Explanation for change in the ratio by more than 25% as compared to the preceding year :		
During the year company paid higher dividend as compared to previous year.		

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
f. Inventory turnover ratio		
On Raw material		
Cost of goods sold (Numerator)	13,385.77	9,179.92
Average inventory of raw materials and stores and spares (Denominator) *	3,127.26	2,862.10
Inventory turnover ratio	4.28	3.21
% Change as compared to the preceding year	33.45%	
Explanation for change in the ratio by more than 25% as compared to the preceding year:		
The variation due to increase in sales during the year, due to which the production during the year has also increased.		
On Finished goods and Work in progress		
Revenue from operations (Numerator)	25,670.98	21,671.04
Average inventory of finished goods and work in progress (Denominator) *	2,320.18	2,232.16
Inventory turnover ratio	11.06	9.71
% Change as compared to the preceding year	13.96%	
* Average inventory = (Opening balance + Closing balance / 2)		
g. Trade receivables turnover ratio		
Net sales (Numerator)	25,670.98	21,671.04
Average trade receivable (Denominator) *	11,753.07	10,978.86
Trade receivables turnover ratio	2.18	1.97
% Change as compared to the preceding year	10.65%	
* Average trade receivables = (Opening balance + Closing balance / 2)		
h. Trade payables turnover ratio		
Purchases (Numerator)	13,681.69	9,440.01
Average trade payable (Denominator) *	4,408.66	3,479.97
Trade payables turnover ratio	3.10	2.71
% Variance	14.40%	
* Average trade payables = (Opening balance + Closing balance / 2)		
i. Net capital turnover ratio		
Net sales (Numerator) #	25,670.98	21,671.04
Working capital (Denominator) *	5,879.87	6,656.46
Net capital turnover ratio	4.37	3.26
% Change as compared to the preceding year	34.10%	
Explanation for change in the ratio by more than 25% as compared to the preceding year:		
The variation due to increase in sales during the year.		

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
j. Net profit ratio		
Profit / (loss) for the period/year (Numerator)	2,475.97	2,769.88
Net sales (Denominator)	25,670.98	21,671.04
Net profit ratio	0.10	0.13
% Change as compared to the preceding year	-24.54%	
Explanation for change in the ratio by more than 25% as compared to the preceding year:		
Net profit ratio has been declined due to increase in cost of production by around 9% which directly impact on Net profit.		
k. Return on capital employed		
Earning before interest and taxes (Numerator)	3,603.47	4,140.58
Capital employed (Denominator)*	28,184.36	24,669.34
Return on capital employed	0.13	0.17
% Change as compared to the preceding year	-23.83%	
* Capital Employed = Total equity + Total debt		
l. Return on investment		
Profit before taxes (Numerator)	2,777.14	3,210.91
Total Assets (Denominator)	36,881.48	31,103.76
Return on investment	0.08	0.10
% Change as compared to the preceding year	-27.06%	
Explanation for change in the ratio by more than 25% as compared to the preceding year:		
Variance is due to increase in cost of production by around 9% which directly impact on Net profit.		

53 Segment Reporting

The Company has opted to provide segment information in its consolidated Ind AS financial statement in accordance with para 4 of Ind AS 108 - Operating Segments.

54 Additional regulatory information not disclosed elsewhere in the financial statements

- The Company does not have any Benami property and no proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- The Company has not been declared a 'Wilful Defaulter' by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.
- The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- The Company does not have any transactions with struck off companies.
- The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

- j) The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- k) The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- l) The Company has filed quarterly returns or statements of current assets with the banks in lieu of the sanctioned working capital facilities, which are in agreement with the books of accounts other than those as set out below:

Name of the Bank / financial institution	Working capital limit sanctioned	Nature of current assets offered as security	Quarter	Nature	Amount as per books of accounts	Amount disclosed as per return	Difference	Remarks/ reason, if any
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	30-Jun-21	Inventory	5,898.95	6,406.42	(507.48)	As per the Company practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of review which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows: 1) Provision for inventory obsolescence has been increased by Rs. 607.40 lakhs; 2) Valuation on account of allocated overhead has been increased by Rs. 99.92 lakhs.
				Trade receivables	9,541.14	9,844.06	(302.91)	The differences is due to following reasons: 1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 433.20 lakhs; 2) The Company records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of audit/ review. During quarter ended June 2021, foreign exchange gain was recorded amounting to Rs. 199.95 lakhs, which results in an increase in receivable balance as per books of accounts; 3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of review. The same contributes an overall decline amounting to Rs. 73.85 lakhs in balances as per books of accounts; 4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 4.19 lakhs.
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	30-Sep-21	Inventory	8,027.48	7,947.45	80.03	As per the Company practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of review which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows: 1) Provision for inventory obsolescence has been increased by Rs. 38.84 lakhs; 2) Valuation on account of allocated overhead has been increased by 118.87 lakhs.
				Trade receivables	9,467.96	9,845.29	(377.33)	The differences is due to following reasons : 1) The receivable balances submitted to the

Jash Engineering Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amount in INR lakhs unless stated otherwise)

Name of the Bank / financial institution	Working capital limit sanctioned	Nature of current assets offered as security	Quarter	Nature	Amount as per books of accounts	Amount disclosed as per return	Difference	Remarks/ reason, if any
								<p>bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 433.20 Lakhs.</p> <p>2) The Company records the foreign exchange gain/loss at the time of finalisation of working i.e. near the end of review. During quarter ended September 2021, foreign exchange gain was recorded amounting to Rs. 163.65 lakhs, which results in an increase in receivable balance as per books of accounts;</p> <p>3) The cut-off and other adjustment such as netting of advance received from customer against receivable balance, balances written-off etc. takes place at the end of review. The same contributes an overall decline amounting to Rs. 139.39 Lakhs in balance as per books of accounts.</p> <p>4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balance as per books amounting to Rs. 31.61 Lakhs.</p>
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	31-Dec-21	Inventory	8,778.10	8,803.89	(25.79)	<p>As per the Company practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of review which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows:</p> <p>1) Provision for inventory obsolescence has been increased by Rs. 43.13 lakhs;</p> <p>2) Valuation on account of allocated overhead has been increased by Rs. 17.34 lakhs.</p>
				Trade receivables	10,719.86	10,932.06	(212.21)	<p>The differences is due to following reasons:</p> <p>1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 333.20 lakhs;</p> <p>2) The Company records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of audit/ review. During quarter ended December 2021, foreign exchange gain was recorded amounting to Rs. 149.74 lakhs, which results in an increase in receivable balance as per books of accounts;</p> <p>3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of review. The same contributes an overall decline amounting to Rs.106.02 lakhs in balances as per books of accounts;</p> <p>4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 77.27 lakhs.</p>
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	31-Mar-22	Inventory	5,686.62	6,012.03	(325.41)	<p>As per the Company practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of audit which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows:</p> <p>1) Provision for inventory obsolescence has been increased by Rs. 414.32 lakhs;</p> <p>2) Valuation on account of allocated overhead has been increased by 29.47 lakhs;</p>

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

								3) Decline on account of physical verification process amounting to Rs. 16.02 lakhs. 4) Increase on account of goods in transit amounting to Rs. 75.46.
				Trade receivables	13,009.21	13,499.19	(489.98)	The differences is due to following reasons: 1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 333.20 lakhs; 2) The Company records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of audit. During quarter ended March 2022, foreign exchange gain was recorded amounting to Rs. 193.62 lakhs, which results in an increase in receivable balance as per books of accounts; 3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of audit. The same contributes an overall decline amounting to Rs. 615.47 lakhs in balances as per books of accounts; 4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 265.07 lakhs.

- 55** The Company has two units located in Special Economic Zone (the "SEZ"), Unit I and Unit II respectively. The Company is eligible to claim deduction under section 10AA of Income Tax Act, 1961 for both these units.

Unit I was 100% exempted from income tax (current tax) till 31 March 2015, 50% exempted from 01 April 2015 to 31 March 2020 and from 01 April 2020 to 31 March 2025, the company is eligible to claim 50% exemption subject to compliance of certain conditions and transfer of 50% profits to SEZ reserve Account. Similarly, Unit II is 100% exempted from income tax (current tax) till 31 March 2024, 50% exempted from 1 April 2024 to 31 March 2029 and further 50% exempted (but subject to compliance of certain conditions and transfer of 50% profits to SEZ reserve Account) from 1 April 2029 to 31 March 2034 under the provision of Section 10AA of Income Tax Act, 1961. During the year, Company has transferred INR 134.49 lakhs for financial year 2021-22 and INR 120.27 lakhs for financial year 2020-21, equivalent to 50% profits of Unit I. Further, the Company transferred INR 120.27 lakhs to retained earnings from SEZ re-investment reserve on utilisation for financial year 2020-21.

Deferred tax pertaining to this unit is recognized on timing differences, being the difference between taxable income and accounting income, that originate in one period and are capable of reversal in one or more subsequent periods beyond the periods during which the respective units are exempt from income tax as aforesaid.

- 56** The Company has not received the payment of outstanding foreign receivables within the period mentioned in the Master Circular on Export of Goods and Services issued by the Reserve Bank of India ("RBI"). Trade receivables amounting to INR 1,762.64 lakhs (31 March 2021: INR 1,614.36 lakhs) due from overseas parties is outstanding for a period of more than nine months.

With respect to this, for receivables amounting to INR 798.43 lakhs, the Company has subsequent to year end made application to RBI through its authorised dealer bank for seeking extension of period of realisation beyond 9 months along with detailed plan of action as allowed to authorised dealer bank under clause (i) of para C.18 of Master Direction No. 16/15-16 (RBI/FED/2015-16/11). Pending the final outcome of the aforesaid matters, which is presently unascertainable, no adjustments have been made in these standalone financial statements.

However, for trade receivables amounting to INR 964.21 lakhs, the company is under process of filing application to RBI through its authorised dealer bank for seeking extension of period of realisation beyond 9 months.

- 57** As at 31 March 2021, the Company has investment of INR 5,302.69 lakhs (31 March 2021: INR 3,397.25 lakhs) in Jash USA Inc. (a wholly owned subsidiary company or 'Jash USA') and the Company has also outstanding loan of

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

INR 548.95 lakhs (31 March 2021: INR 492.85 lakhs). Jash USA Inc. has accumulated losses amounting to INR 2,625.61 lakhs (31 March 2021: INR 3,016.07 lakhs), which has eroded a significant portion of net worth of the subsidiary. Basis the order books and certain other positive factors, the management of the Company has carried out valuation using an independent valuer for the Jash USA Inc. and is confident that it will be able to generate adequate positive cash flows in order to meet their present and future obligations in the ordinary course of business. Based on the valuation done, no provision for diminution in respect of this investment has been recognized in the standalone financial statements.

- 58** As per transfer pricing legislation under section 92-92F of the Income Tax Act, 1961, the Company is required to use certain specific methods in computing arm's length prices of international transaction with associated enterprises and maintain adequate documentation in this respect. The legislations require that such information and documentation to be contemporaneous in nature, the Company has appointed independent consultant (the 'Consultant') for conducting the Transfer Pricing Study (the 'Study') to determine whether the transactions with associate enterprises undertaken during the financial year are on an "arm's length basis". Management is of the opinion that the Company's international transaction are at arm's length & require no transfer pricing adjustments.

59 Directors remuneration :

Description	31 March 2022	31 March 2021
Salaries, wages and bonus*	127.98	104.58
Contribution to provident and other funds	8.78	7.45
Perquisites	0.40	0.39
Compensated absences	2.31	1.90
Total	139.47	114.32

*Exclusive of provisions for future liabilities in respect of gratuity and compensated absences as the actuarial valuation is done for all the employees together.

60 Movement of grant receivable

Description	31 March 2022	31 March 2021
Opening balance	45.84	-
Add: Grant sanctioned during the year	90.86	57.30
Less: Grant received during the year	34.18	11.46
Total	102.52	45.84
Current grant receivable	34.17	11.46
Non current grant receivable	68.35	34.38
Total	102.52	45.84

- 61** The Schedule III to the Companies Act, 2013 has been amended in respect of certain regrouping / disclosures vide notification dated 24 March 2021 which are applicable w.e.f. 1 April 2021. The figures have been presented in the above financial statements after considering the said amendments. The figures of the corresponding previous year have been regrouped wherever considered necessary to correspond to current year disclosures.

- 62** The outbreak of corona virus (COVID-19) pandemic globally and in India has caused significant disturbance and slowdown of economic activity. The pandemic has entered an endemic stage across the world with most countries removing restrictions and the industry is on its way to recovery. The Company's operations and revenue were impacted due to COVID-19 however, with the gradual reopening of industrial manufacturing and construction related activities and increased vaccinations, the Company's volumes have recovered to pre-pandemic levels in the year ended 31 March 2022. The management of the Company has considered all internal and external sources of information, including economic forecasts and estimates from market sources as at the date of the approval of these standalone financial statements in determining carrying values of its assets and liabilities in accordance with applicable Ind AS. The Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financials assets, inventory, receivables, advances, property, plant and

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

equipment, intangibles etc. as well as liabilities accrued and has concluded that no material adjustments are required at this stage in the standalone financial statements. Based on current indicators of future conditions, the Company expects the carrying amount of these will be recovered and sufficient liquidity is available to fund the business operations. Given the uncertainty because of COVID-19, the final impact on the Company's assets in future may differ from the estimated as at the date of approval of the standalone financial statements.

This is a Summary of Significant accounting policies and other explanatory information referred to in our report of even date

For Walker Chandiok & Co LLP

Chartered Accountants

Firm's Registration No.: 001076N/N500013

S/d-

Nitin Toshniwal

Partner

Membership No.: 507568

UDIN: 22507568AJVWSQ3936**Place:** Faridabad**Date:** 30 May 2022

For and on behalf of Board of Directors of

Jash Engineering Limited

S/d-

Pratik Patel

Managing Director

DIN - 00780920

S/d-

Dharmendra Jain

Chief Financial Officer

Place: Indore**Date:** 30 May 2022

S/d-

Suresh Patel

Executive Director

DIN:00012072

S/d-

Tushar Kharpade

Company Secretary

M. No. - A30144

Independent Auditor's Report

To the Members of Jash Engineering Limited Report on the Audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying consolidated financial statements of Jash Engineering Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), as listed in Annexure 1, which comprise the Consolidated Balance Sheet as at 31 March 2022, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate financial statements and on the other financial information of the subsidiaries 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 Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India of the consolidated state of affairs of the Group, as at 31 March 2022, and their consolidated profit (including other comprehensive income), consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing 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 ('ICAI') 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 together with the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 15 of the Other Matters section below, is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

4. Key audit matters are those matters that, in our professional judgment and based on the consideration of the reports of the other auditors on separate financial statements of the subsidiaries, 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.
5. We have determined the matter described below to be the key audit matter to be communicated in our report.

Key audit matters	How our audit addressed the key audit matter
<p>Inventory valuation and allowances</p> <p>At the balance sheet date 31 March 2022, the Company held inventories comprising of raw materials, work-in-progress, finished goods and stores, spares and other consumables worth INR 5,686.62 lakhs as included in Note 14 of the accompanying standalone financial statements.</p> <p>The inventory valuation has been automated through SAP, while allocation of various production and administration related overheads on the finished goods and work-in-progress inventory is still allocated basis manually calculations.</p>	<p>Our audit procedures to assess valuation and allowance for inventories included, but were not limited to the following:</p> <ul style="list-style-type: none"> • Obtained an understanding of the management's process of valuation of inventory. • Evaluated the design and tested the operating effectiveness of key controls around valuation including around estimates, stage of completion, complex overhead computations, and determination of net realizable value of inventory items. • Evaluated the appropriateness of the Company's accounting policy and valuation method of inventory in accordance with the accounting standards.

<p>Owing to the nature of the business, which involves manufacture of engineering products specific to the needs of the customers, the valuation of inventory involves evaluating reasonableness of 'Bill of materials' (BOM) determined for each product being manufactured.</p> <p>In addition to the above, the complexities involved in this assessment include:</p> <ul style="list-style-type: none"> • Identification of products where specific administration and production overheads and others allocations such as job work costs and design costs are to be added to the cost of inventory. • Judgement involved in computation of machine hour rate, labour hour rate, which are subject to high estimation uncertainty due to rapid technological changes. <p>Further, at the end of each reporting period, the management of the Company also assesses whether there is any objective evidence that net realizable value of any item of inventory is below the carrying value. If so, such inventories are written down to their net realizable value in accordance with Ind AS 2, Inventory. Such specific identification performed by management to ascertain slow moving and obsolete inventories, and assessment of net realizable value of such slow moving and obsolete inventory items require significant judgement and estimation.</p> <p>Considering the complexities and materiality of amounts involved, this matter is considered to be a key audit matter for current year audit.</p>	<ul style="list-style-type: none"> • Discussed with management the rationale supporting assumptions and estimates used in carrying out the inventory valuation and corroborated the same to our understanding of the business. Tested the computation of various overhead absorption rates by tracing the underlying data to audited historical operational results of the Company. • On a sample basis, recomputed the cost of the inventory by applying management's valuation model, which included inspection of approved bills of material (BOM), testing underlying cost of acquisition of raw materials consumed, and testing overheads and labour cost allocation to such inventory items. • Obtained and understanding management process for identification of slow moving, non-moving or obsolete inventories and ensured that the same is consistently applied. • Performed an independent analysis of the ageing of inventory line items leading to specific inquiries with the management to ensure the completeness of the inventory identified as slow moving, non-moving and obsolete. • For slow and non-moving inventories as on 31 March 2022 identified by the management, recomputed the allowance created by the management using management's model which has been consistently applied. • Tested the net realizable value of finished goods inventory on a sample basis to recent selling prices less costs to sell, to identify allowance required for finished goods. • Evaluated the disclosures made in the standalone financial statements in accordance with the applicable accounting standards.
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Information other than the Consolidated Financial Statements and Auditor's Report thereon

6. The Holding Company's Board of Directors are responsible for 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. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we will 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

7. The accompanying consolidated financial statements have been approved by the Holding Company's Board of Directors. The Holding Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance

with the Ind AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India. The Holding Company's Board of Directors are also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. Further, in terms of the provisions of the Act the respective Board of Directors of the companies included in the Group, covered under the Act are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements have been used for the purpose of preparation of the consolidated financial statements by the Board of Directors of the Holding Company, as aforesaid.

8. In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
9. Those respective Board of Directors are also responsible for overseeing the financial reporting process of the companies included in the Group.

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

10. 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 Standards on Auditing 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.
11. As part of an audit in accordance with Standards on Auditing specified under section 143(10) of the Act 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to 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 Board of Directors' 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 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 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; and
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial statements of the entities or business activities within the Group, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities included in the financial statements, of which we are the independent auditors. For the other entities included in the financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

13. 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.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

15. We did not audit the financial statements of three subsidiaries, whose financial statements reflects total assets of INR 11,505.05 lakhs and net assets of INR 4,267.78 lakhs as at 31 March 2022, total revenues of INR 15,613.81 lakhs and net cash outflows amounting to INR 3.31 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-section (3) of section 143 of the Act in so far as it relates to the aforesaid subsidiaries, are based solely on the reports of the other auditors.
16. We did not audit the financial statements of two subsidiaries, whose financial statements reflects total assets of INR 26.43 lakhs and net assets of INR 8.07 lakhs as at 31 March 2022, total revenues of INR 22.25 lakhs and net cash outflows amounting to INR 24.98 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements are unaudited and have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the aforesaid subsidiaries, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the management, these financial statements are not material to the Group.

Our opinion above on the consolidated financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matter with respect to our reliance on the financial statements certified by the management.

Report on Other Legal and Regulatory Requirements

17. As required by section 197(16) of the Act based on our audit we report that the Holding Company, whose financial statements have been audited under the Act have paid remuneration to their respective directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act. Further, we report that one subsidiary company, incorporated in India whose financial statements have been audited under the Act have not paid or provided for any managerial remuneration during the year. Accordingly, reporting under section 197(16) of the Act is not applicable in respect of such subsidiary company.
18. As required by clause (xxi) of paragraph 3 of Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act based on the consideration of the Order reports issued by us and by the auditors of one subsidiary company, included in the consolidated financial statements and covered under the Act we report that there are no qualifications or adverse remarks reported in the respective Order reports of such companies.
19. As required by section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditor on separate financial statements and other financial information of one subsidiary company, incorporated in India whose financial statements have been audited under the Act, we report, to the extent applicable, that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit 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 the reports of the other auditors;
 - c) the consolidated financial statements dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
 - d) in our opinion, the aforesaid consolidated financial statements comply with Ind AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015.
 - e) on the basis of the written representations received from the directors of the Holding Company, and taken on record by the Board of Directors of the Holding Company and the report of the statutory auditor of one subsidiary company, covered under the Act, none of the directors of the Group companies, are disqualified as on 31 March 2022 from being appointed as a director in terms of section 164(2) of the Act.

- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company, and one subsidiary company covered under the Act, and the operating effectiveness of such controls, refer to our separate report in 'Annexure A' wherein we have expressed an unmodified opinion; 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditor on separate financial statements and other financial information of one subsidiary company, incorporated in India whose financial statements have been audited under the Act:
- i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, as detailed in Note 45 to the consolidated financial statements;
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2022;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, & one subsidiary company, during the year ended 31 March 2022;
- a. The respective managements of the Holding Company and one subsidiary company, incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary company, respectively that, to the best of their knowledge and belief, as disclosed in Note 57(j) to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Holding Company or its subsidiary company, to or in any persons or entities, including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company, or any such subsidiary company, ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
- b. The respective managements of the Holding Company and one subsidiary company incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary company respectively that, to the best of their knowledge and belief, as disclosed in the Note 57(k) to the accompanying consolidated financial statements, no funds have been received by the Holding Company or its subsidiary company, from any persons or entity, including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Holding Company, or any such subsidiary company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c. Based on such audit procedures performed by us and that performed by the auditors of the subsidiary company, as considered reasonable and appropriate in the circumstances, nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- iv. The final dividend paid by the Holding Company and its subsidiary company during the year ended 31 March 2022 in respect of such dividend declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend. Further, as stated in Note 24 to the accompanying consolidated financial statements, the Board of Directors of the Holding Company and its subsidiary company have proposed final dividend for the year ended 31 March 2022 which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568
UDIN: 22507568AJVXIZ5559

Place: Faridabad
Date: 30 May 2022

Annexure A to the Independent Auditor's Report of even date to the members of Jash Engineering Limited on the consolidated financial statements for the year ended 31 March 2022

Annexure A

Independent Auditor's Report on the internal financial controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the consolidated financial statements of Jash Engineering Limited ('the Holding Company') and its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group'), as at and for the year ended 31 March 2022, we have audited the internal financial controls with reference to financial statements of the Holding Company and its subsidiary company, which are companies covered under the Act, as at that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

2. The respective Board of Directors of the Holding Company and its subsidiary company, which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("the 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 the Company's 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 for the Audit of the Internal Financial Controls with Reference to Financial Statements

3. Our responsibility is to express an opinion on the internal financial controls with reference to financial statements of the Holding Company and its subsidiary company, as aforesaid, based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, the Guidance Note 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 were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements of the Holding Company and its subsidiary company as aforesaid.

Meaning of Internal Financial Controls with Reference to Financial Statements

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

Annexure A to the Independent Auditor's Report of even date to the members of Jash Engineering Limited on the consolidated financial statements for the year ended 31 March 2022**Inherent Limitations of Internal Financial Controls with Reference to Financial Statements**

7. 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 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

8. In our opinion and based on the consideration of the report of the other auditor on internal financial controls with reference to financial statements of the subsidiary company, the Holding Company and its subsidiary company, which are companies covered under the Act, have in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2022, based on the internal financial controls with reference to financial statements criteria established by the Holding Company and its subsidiary company, covered under the act, considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Other Matter

9. We did not audit the internal financial controls with reference to financial statements insofar as it relates to one subsidiary company, which is company covered under the Act, whose financial statements reflect total assets of INR 1,905.11 lakhs and net assets of INR 1,273.38 lakhs as at date of Balance sheet, total revenues of INR 2,363.54 lakhs and net cash inflows amounting to INR 66.25 lakhs for the year ended on that date, as considered in the consolidated financial statements. The internal financial controls with reference to financial statements in so far as it relates to such subsidiary company, have been audited by other auditor whose report has been furnished to us by the management and our report on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements for the Holding Company and its subsidiary company, as aforesaid, under Section 143(3)(i) of the Act in so far as it relates to such subsidiary company is based solely on the report of the auditor of such company. Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and on the report of the other auditor.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

S/d-

Nitin Toshniwal

Partner

Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad

Date: 30 May 2022

Independent Auditor's Report of even date to the members of Jash Engineering Limited on the consolidated financial statements for the year ended 31 March 2022

Annexure 1

List of entities included in the consolidated financial statement

Name of the Holding Company

1. Jash Engineering Limited

Name of the Subsidiaries

1. Jash USA Inc.
2. Rodney Hunt Inc. (Wholly owned Subsidiary of Jash USA Inc.)
3. Mahr Maschinenbau Gesellschaft m.b.H
4. Shivpad Engineers Private Limited
5. Engineering and Manufacturing Jash Limited
6. Jash Group Employee ESOP Trust

Jash Engineering Limited
Consolidated Balance Sheet as at 31 March 2022
(All amount in INR lakhs unless stated otherwise)

	Notes	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non-current assets			
Property, plant and equipment	5	8,127.32	6,820.47
Capital work-in-progress	6	88.04	1,023.51
Intangible assets	7	958.47	839.99
Intangible assets under development	8	-	153.81
Goodwill on consolidation	9	2,074.75	2,102.44
Financial assets			
Other financial assets	10	68.35	34.38
Non-current tax assets (net)	11	182.21	124.49
Deferred tax assets (net)	12	294.37	15.87
Other non-current assets	13	141.64	110.07
Total non-current assets		11,935.15	11,225.03
Current assets			
Inventories	14	7,644.26	7,140.87
Financial assets			
Investments	15	0.90	0.41
Trade receivables	16	13,483.39	9,571.02
Cash and cash equivalents	17	376.28	385.94
Other bank balances	18	2,295.39	1,829.99
Loans	19	5.73	13.32
Other financial assets	20	143.18	277.53
Other current assets	21	234.75	425.69
		24,183.88	19,644.77
Assets classified as held for sale	22	795.97	771.80
Total current assets		24,979.85	20,416.57
Total assets		36,915.00	31,641.60
EQUITY AND LIABILITIES			
Equity			
Equity share capital	23	1,194.13	1,183.66
Other equity	24	17,472.81	14,450.07
Total equity		18,666.94	15,633.73
LIABILITIES			
Non-current liabilities			
Financial liabilities			
Borrowings	25 (a)	1,169.50	1,843.38
Lease Liabilities	25 (b)	513.44	587.58
Provisions	26	458.16	485.24
Deferred tax liabilities (net)	12	-	82.08
Other non-current liabilities	27	117.08	45.62
Total non-current liabilities		2,258.18	3,043.90

	Notes	As at 31 March 2022	As at 31 March 2021
Current liabilities			
Financial liabilities			
Borrowings	28 (a)	6,390.61	4,665.18
Lease Liabilities	28 (b)	124.39	102.17
Trade payables	29		
Total outstanding dues of micro enterprises & small enterprises		800.38	515.67
Total outstanding dues of creditors other than micro enterprises and small enterprises		5,104.54	4,026.69
Other financial liabilities (current)	30	906.76	809.81
Other current liabilities	31	2,572.96	2,720.02
Provisions	32	84.17	119.67
Current tax liabilities (net)	33	6.07	4.76
Total current liabilities		15,989.88	12,963.97
Total liabilities		18,248.06	16,007.87
Total equity and liabilities		36,915.00	31,641.60

Summary of significant accounting policies 3

The accompanying notes form an integral part of these consolidated financial statements

This is the Consolidated Balance Sheet referred to in our report of even date.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer

Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpade
Company Secretary
M. No. - A30144

Jash Engineering Limited
Consolidated Statement of Profit and Loss for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

	Notes	For the year ended 31 March 2022	For the year ended 31 March 2021
Income			
Revenue from operations	34	36,756.32	29,942.69
Other income	35	605.61	286.27
Total income		37,361.93	30,228.96
Expenses			
Cost of materials consumed	36	16,291.42	12,321.03
Purchase of stock in trade	37	1,378.57	1,108.38
Changes in inventories of finished goods, work-in-progress and stock-in-trade	38	106.74	(440.01)
Employee benefits expense	39	6,445.41	5,530.13
Finance costs	40	860.94	981.70
Depreciation and amortisation expense	41	969.16	855.38
Other expenses	42	7,851.72	6,255.50
Total expenses		33,903.96	26,612.11
Profit before tax		3,457.97	3,616.85
Tax expense	43		
Current tax		609.54	690.12
Deferred tax (PL)		(369.39)	(125.14)
Total tax expense		240.15	564.98
Net profit for the year		3,217.82	3,051.87
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement losses on defined benefit obligations		15.72	(54.84)
Income tax relating to these items		(4.57)	15.92
Items that will be reclassified to profit or loss			
Exchange differences on translating foreign operations		(8.47)	83.91
Other comprehensive income for the year		2.68	44.99
Total comprehensive income for the year		3,220.50	3,096.86
Earnings per equity share	44		
(Nominal value of equity share INR 10/- each)			
Basic		27.09	25.78
Diluted		26.70	25.73
Summary of significant accounting policies	3		
The accompanying notes form an integral part of these consolidated financial statements			
This is the Consolidated Statement of Profit and Loss referred to in our report of even date.			

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer
Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpade
Company Secretary
M. No. - A30144

Jash Engineering Limited**Consolidated Cash Flow Statement for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

	For the year ended 31 March 2022	For the year ended 31 March 2021
Income		
A CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,457.96	3,616.83
Adjustments for:		
Depreciation of property, plant and equipment	806.47	701.71
Amortization of intangible assets	162.69	153.67
(Profit)/ loss on disposal of property, plant and equipment (net)	-	(4.51)
Interest income on bank deposits	(99.25)	(85.72)
Interest income on other financial assets measured at amortised cost	(7.99)	(3.57)
Interest income on government grant	(15.93)	(12.73)
Net unrealised gain on foreign currency	(137.93)	(192.75)
Net loss on fair valuation of short term investment	(0.49)	(0.30)
Unclaimed balances written back	(114.52)	(33.63)
Advances and other balance written off	(132.86)	69.34
Loss allowance for expected credit losses	-	100.00
Reversal of allowance for expected credit losses	(100.00)	-
Provision for warranty expense	(34.84)	94.75
Employee stock options cost	74.49	96.34
Finance cost	860.94	981.70
Operating profit before working capital changes	4,718.74	5,481.13
Movement of working capital:		
- in trade receivables	(3,478.35)	(1,179.84)
- in inventory	(444.41)	(1,064.80)
- in financial and other assets	358.38	(355.33)
- in provisions	(12.02)	52.62
- in financial and other liabilities	(343.74)	952.89
- in trade payables	1,318.65	719.97
Cash flow from operations	2,117.25	4,606.64
Income-tax paid (net of refunds)	(669.50)	(1,064.54)
Net cash flow from operating activities (A)	1,447.75	3,542.10
B CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets	(1,295.05)	(946.73)
Proceeds from sale of property, plant and equipment	-	4.51
Investment in bank deposits	(491.84)	(379.09)
Interest received	149.62	110.64
Net cash used in investing activities (B)	(1,637.27)	(1,210.67)

	For the year ended 31 March 2022	For the year ended 31 March 2021
C CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	-	1,118.64
Proceeds from Equity Share Capital	124.25	-
Repayment of long term borrowings	(570.11)	(868.69)
Proceeds from/(repayment of) short term borrowings (net)	1,725.44	(1,338.38)
Repayment of principal component of lease obligation	(51.91)	(57.60)
Payment of interest on lease obligation	(66.27)	(79.92)
Payment of other Interest	(610.88)	(915.57)
Dividend paid	(379.91)	(106.54)
Net cash used in financing activities (C)	170.61	(2,248.06)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(18.91)	83.37
Cash and cash equivalents at the beginning of the year	385.94	309.32
Effect of exchange rate changes in cash and cash equivalents	9.25	(6.75)
Cash and cash equivalents at the end of the year	376.28	385.94
Reconciliation of cash and cash equivalents as per cash flow statement		
Cash in hand	7.41	10.00
Balances with banks- in current accounts and cash credits	368.87	375.94
	376.28	385.94

This is the Consolidated Cash Flow Statement referred to in our report of even date.

Note: The Consolidated Statement of Cash Flows has been prepared in accordance with 'Indirect Method' as set out in the Ind AS - 7 on 'Statement of Cash Flows', as notified under Section 133 of the Companies Act, 2013, read with the relevant rules thereunder.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer

Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpade
Company Secretary
M. No. - A30144

Jash Engineering Limited
Consolidated Statement of Changes in Equity for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

A Equity share capital

Particulars	Amount
Balance as at 01 April 2020	1,183.66
Add: Shares issued during the year to ESOP Trust	3.46
Less: Shares held by ESOP Trust	(3.46)
Balance as at 31 March 2021	1,183.66
Changes in equity share capital during the year	10.47
Balance as at 31 March 2022	1,194.13

B Other equity

	Securities premium	ESOP Reserve	General Reserve	Foreign currency translation Reserve	SEZ Investment Reserve*	Retained Earnings	Total
Balance as at 01 April 2020	4,514.75	1,200.27	18.28	(47.65)	-	5,677.79	11,363.44
Profit for the year	-	-	-	-	-	3,051.87	3,051.87
Re-measurement losses on defined benefit obligations (net of tax)	-	-	-	-	-	(38.92)	(38.92)
Exchange differences on translating foreign operations	-	-	-	83.91	-	-	83.91
Add: ESOP reserve on grant of ESOP's to employees	-	-	96.30	-	-	-	96.30
Add: Security premium on shares issued to ESOP Trust	37.56	-	-	-	-	-	37.56
Less: Impact of ESOP Trust consolidation	(37.56)	-	-	-	-	-	(37.56)
Dividends paid	-	-	-	-	-	(106.53)	(106.53)
Balance as at 31 March 2021	4,514.75	1,200.27	114.58	36.26	-	8,584.21	14,450.07
Profit for the year	-	-	-	-	-	3,217.82	3,217.82
Re-measurement losses on defined benefit obligations (net of tax)	-	-	-	-	-	11.16	11.16
Exchange differences on translating foreign operations	-	-	-	(8.47)	-	-	(8.47)
Add: ESOP reserve on grant of ESOP's to employees	-	-	75.45	-	-	-	75.45
Add: Security premium on shares issued to ESOP Trust	113.78	-	-	-	-	-	113.78
Transferred to SEZ re-investment reserve	-	-	-	-	254.76	(254.76)	-
Transferred from SEZ re-investment reserve on utilisation	-	-	-	-(120.27)	-	120.27	-
Dividends paid	-	-	-	-	-	(379.91)	(379.91)
Others	-	-	-	-	-	(7.09)	(7.09)
Balance as at 31 March 2022	4,628.53	1,200.27	190.03	27.79	134.49	11,291.70	17,472.81

Jash Engineering Limited**Consolidated Statement of Changes in Equity for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

* The Special Economic Zone (SEZ) reinvestment reserve has been created out of the profits of eligible SEZ units in terms of the provisions of Section 10AA(1)(ii) of Income Tax Act, 1961.

The reserve should be utilised by the Group for acquiring new plant and machinery for the purpose of its business in the terms of section 10AA(2) of Income Tax Act, 1961.

This is the Consolidated Statement of Changes in Equity referred to in our report of even date.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

S/d-

Nitin Toshniwal

Partner

Membership No.: 507568

UDIN: 22507568AJVWSQ3936**Place:** Faridabad**Date:** 30 May 2022

For and on behalf of Board of Directors of

Jash Engineering Limited

S/d-

Pratik Patel

Managing Director

DIN - 00780920

S/d-

Dharmendra Jain

Chief Financial Officer

S/d-

Suresh Patel

Executive Director

DIN:00012072

S/d-

Tushar Kharpade

Company Secretary

M. No. - A30144

Place: Indore**Date:** 30 May 2022

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****1. Group overview**

Jash Engineering Limited ('Jash Engineering' or 'the Holding Company') along with its subsidiaries, collectively referred to as 'the Group' in following notes. The Holding Company is a public limited company domiciled in India and is incorporated on 29 September 1973. Its shares are listed on National Stock Exchange of India limited. The registered office of the Holding Company is situated at 31, Sector-C, Sanwer Road, Industrial Area, Indore - 452015 (M.P.)

The Group is engaged in the business of manufacturing and trading of varied engineering products for general engineering industry, water and wastewater industry and bulk solids handling industry as well as plant supply as a total system for water treatment, wastewater treatment and sewage treatment plants.

Following are the details of the subsidiaries consolidated in these financial statements:

Name of the entity	Principal activities	Country of Incorporation	% equity interest	
			31 March 2022	31 March 2021
Shivpad Engineers Private Limited	Trading business of equipment as well as plant supply	India	100%	100%
Jash USA Inc.	Manufacture and trading of measuring tools, machine tools, water control gates etc.	USA	100%	100%
Rodney Hunt Inc.	Manufacture and trading of measuring tools, machine tools, water control gates etc.	USA	100%	100%
Mahr Maschinenbau GmbH	Manufacture of other non-economic machines	Austria	100%	100%
Engineering and Manufacturing Jash Limited	Trading of engineered goods	Hong Kong	100%	100%
Jash Group Employee ESOP Trust	To issue shares under ESOP Scheme 2019 to eligible employees	India	100%	100%

The financial statements of the above entities (Subsidiaries) are drawn up-to the same accounting period as that of the Group.

2. General information and statement of compliance with Ind AS

These consolidated financial statements of the Group have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by the Ministry of Corporate Affairs ('MCA') under section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act. The Group has uniformly applied the accounting policies for the periods presented.

The consolidated financial statements for the year ended 31 March 2022 were authorized and approved for issue by the Board of Directors on 30 May 2022.

Basis of preparation

The consolidated financial statements have been prepared on going concern basis in accordance with the accounting principles generally accepted in India. Further, the consolidated financial statements have been prepared on accrual and going concern basis. All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The consolidated financial statements have been prepared under historical cost convention basis except for the following –

- # Certain financial assets which are measured at fair value;
- Defined benefit plans – plan assets measured at fair value

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

- Share based payments which are measured at fair value of the options; and
- Assets held for sale – measured at lower of carrying amount and fair value less cost to sell

Basis of consolidation

The consolidated financial statements have comprised financial statements of the Holding Company and its subsidiaries. Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. The Group can have power over the investee even if it owns less than majority voting rights i.e. rights arising from other contractual arrangements. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases. Statement of profit and loss (including other comprehensive income ('OCI')) of subsidiaries acquired or disposed of during the period are recognized from the effective date of acquisition, or up to the effective date of disposal, as applicable.

The Group combines the financial statements of the Holding Company and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Recognise that distribution of shares of subsidiary to Group in Group's capacity as owners
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or transferred directly to retained earnings, if required by other Ind ASs as would be required if the Group had directly disposed of the related assets or liabilities

Functional and presentation currency

The consolidated financial statements have been prepared and presented in Indian Rupees (INR), which is the Group's functional and presentation currency.

3. Summary of significant accounting policies

The consolidated financial statements have been prepared using the significant accounting policies and measurement bases summarised below. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Property, plant and equipment*Recognition and initial measurement*

Property, plant and equipment are stated at cost, less accumulated depreciation and amortisation. The cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

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 Group. All other repair and maintenance costs are recognised in statement of profit and loss as incurred.

Subsequent measurement (depreciation and useful lives)

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

Depreciation on property, plant and equipment is provided on a straight-line basis, computed on the basis of useful lives (as set out below) prescribed in Schedule II to the Act.

Asset class	Useful life (years)
Plant & Machinery	15
Buildings (RCC structures)	60
Factory building	30
Computers	3
Electrical installation	10
Furniture and fixtures	10
Office Equipment	5
Vehicles	8

De-recognition

An item of property, plant and equipment and any significant component initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset/significant component (calculated as the difference between the net disposal proceeds and the carrying amount of the asset/significant component) is recognised in statement of profit and loss, when the asset is derecognised.

3.2 Capital work-in-progress

Capital work-in-progress are carried at cost, comprising direct cost and related incidental expenses acquire property, plant and equipment. Assets which are not ready to be intended use are also shown under capital work-in-progress.

3.3 Intangible assets*Recognition and initial measurement*

Goodwill represents the cost of acquired business as established at the date of acquisition of the business in excess of the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities less accumulated impairment losses, if any. Goodwill is tested for impairment annually or when events or circumstances indicate that the implied fair value of goodwill is less than its carrying amount.

Other Intangible assets are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent measurement

Intangible assets consisting of technical know-how and computer software. These are amortised on a straight-line basis over the estimated useful lives from the date when the assets are available for use. The estimated useful life (amortisation period) of the intangible assets is arrived basis the expected pattern of consumption of economic benefits and is reviewed at the end of each financial year & the amortisation period is revised to reflect the changed pattern, if any.

Asset class	Useful life (years)
Technical know how	10 to 15
Computer Software	3 to 6

3.4 Intangible assets under development

Intangible assets under development represents expenditure incurred in respect of intangible assets under development and are carried at cost. Cost includes development cost, borrowing costs and other direct expenditure necessary to create, produce and prepare the asset to be capable of operating in the manner intended by management. These are recognised as assets when the Group can demonstrate following recognition requirements:

- The development costs can be measured reliably
- The project is technically and commercially feasible

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

- The Group intends to and has sufficient resources to complete the project
- The Group has the ability to use or sell such intangible asset
- The software will generate probable future economic benefits.

Amortisation of the asset begins when development is complete and the asset is available for use.

3.5 Revenue recognition

The Group generates revenue from sale of varied engineering products for general engineering industry, water and waste, water industry, bulk solids handling industry and also from rendering installation services along with the sale of goods, if specified in the contract with customers.

To determine whether to recognise revenue, the Group follows a 5-step process in accordance with Ind AS- 115- Revenue from contracts with customers.

1. Identifying the contract with a customer
2. Identifying the performance obligations
3. Determining the transaction price
4. Allocating the transaction price to the performance obligations
5. Recognising revenue when/as performance obligation(s) are satisfied.

Revenue is measured at fair value of consideration received or receivable, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the government which are levied on sales such as goods and services tax (GST). In case of multi-element revenue arrangements, which involve delivery or performance of multiple products, services, evaluation will be done of all deliverables in an arrangement to determine whether they represent separate units of accounting at the inception of arrangement. Total arrangement consideration related to the bundled contract is allocated among the different elements based on their relative fair values (i.e., ratio of the fair value of each element to the aggregated fair value of the bundled deliverables). In case the relative fair value of different components cannot be determined on a reasonable basis, the total consideration is allocated to the different components based on residual value method.

Revenue is recognised either at a point in time or over time, when (or as) the Group satisfies performance obligations by transferring the promised goods or services to its customers.

The Group recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position. Similarly, if the Group satisfies a performance obligation before it receives the consideration, the Group recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Sale of goods

Revenue from sale of goods is recognised when the control of goods is transferred to the buyer as per the terms of the contract, in an amount that reflects the consideration the Group expects to be entitled to in exchange for those goods. Control of goods refers to the ability to direct the use of and obtain substantially all of the remaining benefits from goods.

Sale of services

Revenue from sale of services in respect of ancillary field services relating to its products for which revenue is recognised when the performance obligation is completed.

Export benefits

Income from export incentives are accounted for on exports of goods if the entitlement can be estimated with reasonable accuracy and conditions precedent to claim are reasonable expected to be fulfilled.

Interest income

Interest income is recognised on time proportion basis considering the amount outstanding and rate applicable. For all financial assets measured at amortised cost, interest income is recorded using the effective interest rate (EIR) i.e. the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial assets.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022****Dividend income**

Dividend income is recognised at the time when right to receive the payment is established.

3.6 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease in accordance with Ind AS- 116 Leases. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

a) Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

b) Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

c) Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Group as a lessor

Leases for which the Group is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

For operating leases, rental income is recognized on a straight-line basis over the term of the relevant lease.

3.7 Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows :

- *Raw materials*: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on first in, first out basis.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

- *Finished goods and work in progress*: cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity. Cost is determined on first in, first out basis.
- *Goods purchased for resale (traded goods)*: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on first in, first out basis.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

3.8 Impairment testing of goodwill, other intangible assets and property, plant and equipment and right-of-use asset

At the end of each reporting period, the Group reviews the carrying amounts of its tangible and intangible assets of a "Cash Generating Unit" (CGU) to determine whether there is any indication that those assets have suffered an impairment loss. Individual assets are grouped for impairment assessment purposes at the lowest level at which there are identifiable cash flows that are largely independent of the cash flows of other groups of assets. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal 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.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount. The increased carrying amount does not exceed the carrying amount 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 immediately in the statement of profit and loss.

3.9 Government grants

Government grants are recognised where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

When the Group receives grants of non-monetary assets, the asset and the grant are recorded at fair value amounts and released to profit or loss over the expected useful life in a pattern of consumption of the benefit of the underlying asset i.e. by equal annual instalments.

When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as a government grant. The loan or assistance is initially recognised and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

3.10 Foreign currency*Initial recognition of Transactions*

Foreign currency transactions are recorded in the functional currency, by applying to the exchange rate applicable as at the date of the transaction.

Subsequent recognition of balances

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

Foreign currency non-monetary items (item balances) which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Monetary items denominated in foreign currency are restated at the exchange rate prevailing on the balance sheet date.

Exchange differences

Exchange differences arising on the settlement/restatement of monetary items at the exchange rates different from those at which they were initially recorded during the year or reported in the previous consolidated financial statements, are recognised as income or expense in the year in which they arise.

Foreign operations

In the Group's financial statements, all assets, liabilities and transactions of the Group entities with functional currency other than the Indian Rupee are translated into Indian Rupee upon consolidation. The functional currency of the entities in the Group has remained unchanged during the reporting period. On consolidation, assets and liabilities have been translated into Indian Rupee at the closing rate at the reporting date. Fair value adjustments arising on the acquisition of a foreign entity have been treated as assets and liabilities of the foreign entity and translated into Indian Rupee at the closing rate. Income and expenses have been translated into Indian Rupee at the average rate over the reporting period. Exchange differences are charged/ credited to other comprehensive income and recognized in the currency translation reserve in equity. On disposal of a foreign operation, the related cumulative translation differences recognized in equity are reclassified to the statement of profit or loss and are recognized as part of the gain or loss on disposal.

3.11 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Recognition and initial measurement

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted for transaction costs. Subsequent measurement of financial assets and financial liabilities is described below.

Non-derivative financial assets*Subsequent measurement*

Financial assets carried at amortised cost – A 'financial asset' is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

De-recognition of financial assets

A financial asset is de-recognised when the contractual rights to receive cash flows from the asset have expired or the Group has transferred its rights to receive cash flows from the asset.

Non-derivative financial liabilities*Subsequent measurement*

Subsequent to initial recognition, all non-derivative financial liabilities are measured at amortised cost using the effective interest method.

Amortised cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The effect of EIR amortisation is included as finance costs in the statement of profit and loss.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022***De-recognition of financial liabilities*

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Derivative financial instruments

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Group or the counterparty.

3.12 Impairment of financial assets

In accordance with Ind AS 109, the Group applies expected credit loss ('ECL') model for measurement and recognition of impairment loss for financial assets. ECL is provided for when there has been a significant increase in credit risk and then, factors historical trends and forward looking information. An impairment loss is recognised either based on the 12 months' probability of default or lifetime probability of default.

Trade receivables

In respect of trade receivables, the Group applies the simplified approach of Ind AS 109, which requires measurement of loss allowance at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of such receivables.

Other financial assets

In respect of its other financial assets, the Group assesses if the credit risk on those financial assets has increased significantly since initial recognition. If the credit risk has not increased significantly since initial recognition, the Group measures the loss allowance at an amount equal to 12-month expected credit losses, else at an amount equal to the lifetime expected credit losses.

3.13 Income taxes

Tax expense recognised in profit or loss comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. Current tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax liabilities are generally recognised in full for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss, unused tax credits (Minimum alternate tax credit entitlement) or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Group's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Minimum Alternative Tax ('MAT') credit entitlement under the provisions of the Indian Income-tax Act, 1961 is recognised as a deferred tax asset when it is probable that future economic benefit associated with it in the form of adjustment of future income tax liability, will flow to the Group and the asset can be measured reliably. MAT credit

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

entitlement is set off to the extent allowed in the year in which the Group becomes liable to pay income taxes at the enacted tax rates. MAT credit entitlement is reviewed at each reporting date and is recognised to the extent that is probable that future taxable profits will be available against which they can be used. MAT credit entitlement has been presented as deferred tax asset in Balance Sheet. Significant management judgment is required to determine the probability of recognition of MAT credit entitlement.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities; and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

3.14 Dividend

The Group recognises a liability to pay dividend to equity holders of the Holding Company when the distribution is authorized and the distribution is no longer at the discretion of the Group. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

3.15 Employee benefits*Short-term employee benefits*

All employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.

Defined contribution plan

Provident fund benefit is a defined contribution plan under which the Group pays fixed contributions to Regional Provident Fund Commissioner in accordance with Employees Provident Fund and Miscellaneous Provision Act, 1952. The Group has no legal or constructive obligations to pay further contributions after payment of the fixed contribution. The contributions recognised in respect of defined contribution plans are expensed as they accrue. Liabilities and assets may be recognised if underpayment or prepayment has occurred and are included in non-current/current liabilities or non-current/current assets, respectively.

Defined benefit plan

The Group provides for gratuity, a defined benefit retirement plan, which defines an amount of benefit that an employee will receive on separation from the Group, usually dependent on one or more factors such as age, years of service and remuneration. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five years of service. The liability recognised in the balance sheet for defined benefit plans is the present value of the defined benefit obligation ('DBO') at the balance sheet date, together with adjustments for unrecognised actuarial gains or losses and past service costs. The discount rates used for determining the present value of obligation under defined benefit plans, is based on the market yields on Government securities as at the Balance Sheet date, having maturity periods approximating to the terms of related obligations. The present value of DBO is calculated annually by an independent actuary using the projected unit credit method. Actuarial gains/losses resulting from re-measurements of the liability due to change in actuarial assumptions are included in other comprehensive income.

Other long-term employee benefits

The Liability in respect of compensated absences becoming due or expected to be availed within one year from the balance sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of compensated absences becoming due or expected to be availed more than one year after time balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method, actuarial gains and losses arising from past experience and changes in actuarial assumptions are credited or charged to the Statement of Profit and Loss in the year in which such gains or losses are determined.

3.16 Non-current assets held for sale and discontinued operations

An entity shall classify a non-current asset (or disposal group) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset is available for immediate sale in its present condition subject only to terms that are usual and customary for

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

sale of such asset and its sale is highly probable. Management must be committed to sale which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets classified as held for sale are presented separately and measured at the lower of their carrying amounts immediately prior to their classification as held for sale and their fair value less costs to sell. However, some held for sale assets such as financial assets, assets arising from employee benefits and deferred tax assets, continue to be measured in accordance with the Group's relevant accounting policy for those assets. Once classified as held for sale, the assets are not subject to depreciation or amortisation.

A discontinued operation is a component of the Group that either has been disposed of, or is classified as held for sale. Profit or loss from discontinued operations comprise the post-tax profit or loss of discontinued operations and the post-tax gain or loss resulting from the measurement and disposal of assets classified as held for sale. Any profit or loss arising from the sale or re-measurement of discontinued operations is presented as part of a single line item, profit or loss from discontinued operations.

3.17 Provisions, contingent liabilities and contingent assets

Provisions are recognised only when there is a present obligation, as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When provisions are discounted, the increase in the provision due to the passage of time is recognised as a finance cost.

Warranty provision:

Provisions for warranty-related costs are recognised when the service provided. Provision is based on historical experience. The estimate of such warranty-related costs is revised annually.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognised. However, when inflow of economic benefits is probable, related asset is disclosed.

3.18 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events including a bonus issue.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

3.19 Share based payments

The Group has equity-settled share-based remuneration plans for its employees. None of the Group's plans are cash-settled.

Where employees are rewarded using share-based payments, the fair value of employees' services is determined indirectly by reference to the fair value of the equity instruments granted. This fair value is appraised at the grant date and excludes the impact of non-market vesting conditions (for example profitability and sales growth targets and performance conditions).

All share-based remuneration is ultimately recognised as an expense in profit or loss with a corresponding credit to equity. If vesting periods or other vesting conditions apply, the expense is allocated over the vesting period, based on the best available estimate of the number of share options expected to vest.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

Upon exercise of share options, the proceeds received, net of any directly attributable transaction costs, are allocated to share capital up to the nominal (or par) value of the shares issued with any excess being recorded as share premium.

3.20 Cash and cash equivalents

Cash and cash equivalents comprises of cash at banks and on hand, cheques on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

3.21 Borrowing costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Other borrowing costs are expensed in the period in which they are incurred. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

3.22 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The board of directors assess the financial performance and position of the Group and makes strategic decisions and therefore the board would be the chief operating decision maker. Refer note 55 for segment information presented.

3.23 Exceptional items

Exceptional items are transactions which due to their size or incidence are separately disclosed to enable a full understanding of the Group's financial performance.

3.24 Cash flow statement

Cash flows are reported using indirect method, whereby profit before tax is adjusted for the effects transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Group are segregated. Cash and cash equivalents in the cash flow comprise cash at bank, cash/cheques in hand and short-term investments with an original maturity of three months or less.

4. Significant management judgement in applying accounting policies and estimation uncertainty

The preparation of the Group's consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the related disclosures.

Significant management judgements

- a) **Recognition of deferred tax assets** – The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Group's future taxable income against which the deferred tax assets can be utilized.
- b) **Evaluation of indicators for impairment of Plant, property and equipment** – The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.
- c) **Contingent liabilities** – At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Group assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.
- d) **Provisions** – At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Group assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

- e) Impact of Covid-19 Outbreak** – The extent to which the Covid-19 pandemic will impact the Group will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the Covid-19 pandemic and any further action by the Government or the Group to contain its spread or mitigate its impact.

Significant estimates

- a) Impairment of financial assets** – At each balance sheet date, based on historical default rates observed over expected life, existing market conditions as well as forward looking estimates, the management assesses the expected credit losses on outstanding receivables and advances. Further, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with industry and country in which the customer operates.
- b) Fair value measurements** – Management applies valuation techniques to determine fair value of stock options. This involves developing estimates and assumptions around volatility, dividend yield which may affect the value of stock options.
- c) Defined benefit obligation (DBO)** – Management's estimate of the DBO is based on a number of underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.
- d) Useful lives of depreciable/amortisable assets** – Management reviews its estimate of the useful lives of depreciable/amortisable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utilisation of assets.
- e) Impairment of Goodwill** – Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a DCF model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Group is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes. These estimates are most relevant to goodwill and other intangibles with indefinite useful lives recognised by the Group.

5. Recent accounting pronouncements

- a. On 24 March 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from 1 April 2021. Key amendments relating to Division II which relate to companies whose standalone financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

Statement of profit and loss:

Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of standalone financial statements.

Jash Engineering Limited**Summary to the significant accounting policies and other explanatory information for the year ended 31 March 2022**

- b. Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

• **Ind AS 103 – Reference to Conceptual Framework**

The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Holding Company does not expect the amendment to have any significant impact in its consolidated financial statements.

• **Ind AS 16 – Proceeds before intended use**

The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the group is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The group does not expect the amendment to have any significant impact in its consolidated financial statements.

• **Ind AS 37 – Onerous Contracts – Costs of Fulfilling a Contract**

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The group does not expect the amendment to have any significant impact in its consolidated financial statements.

• **Ind AS 109 – Annual Improvements to Ind AS (2021)**

The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability. The group does not expect the amendment to have any significant impact in its consolidated financial statements.

• **Ind AS 116 – Annual Improvements to Ind AS (2021)**

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The group does not expect the amendment to have any significant impact in its consolidated financial statements.

The amendments are extensive and the Group will evaluate the same to give effect to them as required by law.

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Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021
(All amount in INR lakhs unless stated otherwise)

5. Property plant and equipment

	Right of use - land	Right of use - office premises	Freehold land	Buildings	Plant and equipments	Computers	Furniture and fixtures	Vehicles	Office equipments	Total
Gross carrying value										
Balance as at 01 April 2020	858.31	171.56	589.65	4,530.03	4,803.34	263.90	384.19	200.93	185.26	11,987.17
Additions during the year	-	-	-	72.66	140.09	42.39	7.74	14.76	47.87	325.51
Disposals/adjustment during the year	(5.50)	-	-	-	(0.45)	(0.23)	(0.13)	(9.91)	(0.26)	(16.48)
Exchange differences	0.58	(4.28)	-	(10.52)	(9.03)	(0.30)	-	0.18	(0.90)	(24.27)
Balance as at 31 March 2021	853.39	167.28	589.65	4,592.17	4,933.95	305.76	391.80	205.96	231.97	12,271.93
Additions during the year	-	-	-	529.89	1,659.06	28.35	6.01	13.09	12.42	2,248.82
Disposals/adjustment during the year	-	-	-	-	(306.31)	-	-	(14.35)	-	(320.66)
Exchange differences	-	5.24	-	12.87	15.05	0.57	-	-	2.31	36.04
Balance as at 31 March 2022	853.39	172.52	589.65	5,134.93	6,301.75	334.68	397.81	204.70	246.70	14,236.13
Accumulated depreciation										
Balance as at 01 April 2020	129.47	25.43	-	1,173.78	2,750.54	214.63	250.21	118.77	103.77	4,766.60
Depreciation charge for the year	46.74	33.84	-	171.63	347.26	29.62	30.44	21.51	20.67	701.71
Reversal on disposal/adjustment of assets	-	-	-	-	-	(0.22)	-	(7.20)	-	(7.42)
Exchange differences	(1.60)	(0.95)	-	(2.24)	(3.78)	(0.20)	-	0.09	(0.75)	(9.43)
Balance as at 31 March 2021	174.61	58.32	-	1,343.17	3,094.02	243.83	280.65	133.17	123.69	5,451.46
Depreciation charge for the year	40.89	34.44	-	174.86	443.74	34.97	27.20	22.41	27.95	806.47
Reversal on disposal/adjustment of assets	-	-	-	-	(151.29)	-	-	(13.63)	-	(164.92)
Exchange differences	-	1.96	-	4.27	7.69	0.40	-	-	1.49	15.80
Balance as at 31 March 2022	215.50	94.72	-	1,522.30	3,394.16	279.20	307.85	141.95	153.13	6,108.81
Net block										
Balance as at 31 March 2021	678.78	108.96	589.65	3,249.00	1,839.93	61.93	111.15	72.79	108.28	6,820.47
Balance as at 31 March 2022	637.89	77.80	589.65	3,612.63	2,907.59	55.48	89.96	62.75	93.57	8,127.32

Notes:

(i) Contractual obligations

Refer note 45 for disclosure of contractual commitments for the acquisition of property, plant and equipment.

(ii) Property, plant and equipment pledged as security

Refer note 25 (a) and 28 (a) for information on property, plant and equipment pledged as security by the Group.

(iii) Right of use assets

Refer note 51 for contractual commitments for lease payments.

(iv) Depreciation for the year has been included in "Depreciation and amortisation expense" line item in statement of profit and loss.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***6 Capital work in progress**

Capital work in progress*

As at 31 March 2022**As at 31 March 2021**

88.04

1,023.51

*Capital work in progress represents certain projects under installation.

CWIP ageing schedule as on 31 March 2022

Capital Work in Progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	14.78	73.26	-	-	88.04
Project temporarily suspended	-	-	-	-	-
Total	14.78	73.26	-	-	88.04

CWIP ageing schedule as on 31 March 2021

Capital Work in Progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	537.36	486.15	-	-	1,023.51
Project temporarily suspended	-	-	-	-	-
Total	537.36	486.15	-	-	1,023.51

7 Intangible asset**Gross block****Balance as at 01 April 2020**

Additions during the year

Exchange differences

Balance as at 31 March 2021

Additions during the year

Exchange differences

Balance as at 31 March 2022**Accumulated depreciation****Balance as at 01 April 2020**

Amortization for the year

Exchange differences

Balance as at 31 March 2021

Amortization for the year

Exchange differences

Balance as at 31 March 2022**Net block****Balance as at 31 March 2021****Balance as at 31 March 2022**

	Technical Know-how and Trademark	Computer Software	Total
Balance as at 01 April 2020	1,183.65	243.34	1,426.99
Additions during the year	- 171.34	171.34	
Exchange differences	(27.28)	-	(27.28)
Balance as at 31 March 2021	1,156.37	414.68	1,571.05
Additions during the year	242.05	20.97	263.02
Exchange differences	33.38	-	33.38
Balance as at 31 March 2022	1,431.80	435.65	1,867.45
Accumulated depreciation			
Balance as at 01 April 2020	414.53	172.06	586.59
Amortization for the year	111.56	42.11	153.67
Exchange differences	(9.20)	-	(9.20)
Balance as at 31 March 2021	516.89	214.17	731.06
Amortization for the year	112.23	50.46	162.69
Exchange differences	15.23	-	15.23
Balance as at 31 March 2022	644.35	264.63	908.98
Net block			
Balance as at 31 March 2021	639.48	200.51	839.99
Balance as at 31 March 2022	787.45	171.02	958.47

Notes:**(I) Contractual obligations**

Refer note 45 for disclosure of contractual commitments for the acquisition of intangible assets

(ii) Amortisation for the year has been included in line item 'Depreciation and amortisation expense' in statement of profit and loss.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

8 Intangible assets under development	As at 31 March 2022	As at 31 March 2021
Intangible assets under development*	-	153.81

*There are no intangible assets in the current year, in previous year intangible assets under development pertains to Technical Know How fees.

Intangible assets under development ageing schedule:	As at 31 March 2022	As at 31 March 2021
Less than 1 year	-	153.81
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
-	-	153.81

9. Goodwill on consolidation	Goodwill
Gross carrying value	
As at 31 March 2020	2,043.76
Exchange differences	58.69
As at 31 March 2021	2,102.44
Exchange differences	(27.69)
As at 31 March 2021	2,074.75

(i) Impairment tests for goodwill

Goodwill is monitored by management at the level of the different Cash generating units as follows:

Goodwill	Trading operations under Shivpad Engineers Private Limited	Manufacturing of industrial components*	Total
31 March 2022	445.42	1,629.33	2,074.75
31 March 2021	445.42	1,657.02	2,102.44

*As at 31 March 2022, the Group has recognised goodwill on consolidation amounting to INR 1,629.33 lakhs (31 March 2021: INR 1,657.02 lakhs) related to its earlier acquisition of Mahr Maschinenbau GmbH ('Mahr') in these consolidated financial statements.

Considering, the net assets in Mahr does not collectively fall into the definition of separate cash-generating unit ('CGU') as specified in Ind AS 36, Impairment of Assets as they are significantly integrated with Holding Company's manufacturing process, therefore, for the purposes of impairment testing as per Ind AS 36, the carrying amount of goodwill mentioned above has been allocated to the net assets of the larger CGU in which the Group operates i.e. "Manufacturing of industrial components. Based on assessment carried out by the management of the Group, there is no impairment of goodwill as at 31 March 2022 and 31 March 2021.

(ii) Significant estimate: key assumptions used for value-in-use calculations

Pursuant to Ind AS-36, Impairment of Assets, the Group tests whether goodwill has suffered any impairment on an annual basis. The recoverable amount of the cash generating units (CGUs) was determined based on amounts of value-in-use calculations which require the use of assumptions. The calculations use cash flow projections based on financial budgets approved by management covering a five-year period.

Cash flows beyond the five-year period are extrapolated using the estimated growth rates (normalised) stated below.:

The following table sets out the key assumptions for those CGUs that have significant goodwill allocated to them:

Particulars	Trading operations under Shivpad Engineers Private Limited	Manufacturing of industrial components
31 March 2022		
Growth rate	2.50%	5.00%
Pre-tax discount rate (%)	22.91%	16.78%
31 March 2021		
Growth rate	2.50%	5.00%
Pre-tax discount rate (%)	22.91%	16.78%

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Management has determined the values assigned to each of the above key assumptions as follows:

Assumption	Approach used to determining values
Growth rate	Average annual growth rate over the five-year forecast period; based on past performance and management's expectations of market development.
Pre-tax discount	Reflect specific risks relating to relevant businesses in which they operate.

The management have considered and assessed reasonably possible parameters and other key assumptions and have not identified any instances that could cause the carrying amount of the CGU to exceed its recoverable amount.

10 Other financial assets	As at 31 March 2022	As at 31 March 2021
Grant receivable*	68.35	34.38
(refer note 61)	68.35	34.38

*District Trade and Industries Centre pursuant to Micro, Small and Medium Enterprises policy, 2017 has given subsidy of INR 57.30 lakhs and INR 90.86 lakhs for SEZ Unit 1 and SEZ Unit 2 respectively in FY 2020-21 and FY 2021-22 on admissible value of plant and machinery to the Company, out of which INR 11.45 lakhs related to SEZ Unit 1 and INR 22.71 lakhs related to SEZ Unit 2 has been received during the year and remaining will be receivable in three equal annual instalment of INR 11.45 lakhs for SEZ Unit 1 and INR 22.71 lakhs for SEZ Unit 2 respectively.

11 Non current tax assets (net)	As at 31 March 2022	As at 31 March 2021
Income tax assets*	182.21	124.49
	182.21	124.49

*Net of provision for income taxes INR 617.26 lakhs (31 March 2021: INR 710.08 lakhs)

12 Deferred tax (net)	As at 31 March 2022	As at 31 March 2021
Deferred tax liability arising on account of :		
Temporary difference on account of property, plant and equipment and intangibles assets	363.21	508.31
Tax effect of adjustments	(12.11)	-
Financial assets and liabilities at amortised cost	-	(1.32)
Deferred tax asset arising on account of :		
Provision for employee benefits	129.60	153.84
MAT credit entitlement	326.23	52.61
Financial assets and liabilities at amortised cost	1.39	-
Impairment of financial assets	141.07	180.34
Right of use asset and related liabilities	47.18	43.39
Others	-	10.61
Net deferred tax assets/(liabilities)	294.37	(66.21)

Disclosed in financial statements:

Deferred tax assets	294.37	15.87
Deferred tax liabilities	-	82.08

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Movement in deferred tax liabilities for the year ended 31 March 2022**

Particulars	Deferred tax assets as at 01 April 2021	Deferred tax liabilities as at 01 April 2021	Deferred tax charge/credit in profit and loss	Deferred tax charge/credit in other comprehensive income	Deferred tax liabilities as at 31 March 2022	Deferred tax assets as at 31 March 2022
Deferred tax asset/(liability) arising on account of :						
Temporary difference on account of property, plant and equipment and intangibles assets	2.01	(510.33)	145.12	-	-	(363.20)
Tax effect of adjustments	-	-	12.11	-	-	12.11
Financial assets and liabilities at amortised cost	0.05	1.27	(1.28)	-	-	0.04
Provision for employee benefits	1.67	152.17	(19.68)	(4.57)	-	129.61
MAT credit entitlement	-	52.61	273.61	-	-	326.22
Financial assets and liabilities at amortised cost	-	-	1.35	-	-	1.35
Impairment of financial assets	-	180.34	(39.26)	-	-	141.07
Right of use asset and related liabilities	1.52	41.86	3.79	-	-	47.17
Others	10.62	-	(10.62)	-	-	-
Net deferred tax assets/(liabilities)	15.87	(82.08)	365.17	(4.57)	-	294.37

Movement in deferred tax liabilities for the year ended 31 March 2021

Particulars	Deferred tax assets as at 01 April 2020	Deferred tax liabilities as at 01 April 2020	Deferred tax charge/credit in profit and loss	Deferred tax charge/credit in other comprehensive income	Deferred tax liabilities as at 31 March 2021	Deferred tax assets as at 31 March 2021
Deferred tax asset/(liability) arising on account of :						
Temporary difference on account of property, plant and equipment and intangibles assets	1.13	(481.12)	(28.32)	-	(510.33)	2.01
Financial assets and liabilities at amortised cost	0.04	(3.87)	5.14	-	1.27	0.05
Provision for employee benefits	1.38	114.90	21.64	15.92	152.17	1.67
Deduction u/s 35D	-	12.26	(12.26)	-	-	-
MAT credit entitlement	-	-	52.61	-	52.61	-
Impairment of financial assets	-	121.79	58.55	-	180.34	-
Right of use asset and related liabilities	1.74	16.78	24.87	-	41.86	1.52
Deferred government grant	-	1.04	(1.04)	-	-	-
Others	6.67	-	3.94	-	-	10.62
Net deferred tax assets/(liabilities)	10.96	(218.22)	125.14	15.92	(82.08)	15.87

13 Other non-current assets

	As at 31 March 2022	As at 31 March 2021
Capital advances	2.74	7.54
Balance with statutory authorities	41.68	37.44
Prepaid expenses	41.78	8.75
Security deposits*	55.45	56.34
	141.64	110.07

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

14 Inventories	As at 31 March 2022	As at 31 March 2021
(Valued at lower of cost and net realisable value, unless otherwise stated)		
Raw material	3,952.27	3,382.10
Work-in-progress	1,634.55	1,553.02
Finished goods	1,429.84	1,334.52
Stores, spares and other consumables	91.72	79.55
Goods in transit		
Raw material	535.88	791.68
	7,644.26	7,140.87

Refer note 25 (a) and 28 (a) for details of inventories pledged against borrowings by the Company.

Write-downs of inventories to net realisable value amounted to INR 177.09 lakhs (31 March 2021: INR 115.73 lakhs). These are recognised as an expense during the year and included in 'changes in value of inventories of work-in-progress, stock-in-trade and finished goods' in statement of profit and loss.

15 Current investments	As at 31 March 2022	As at 31 March 2021
Investment in equity instruments(quoted)		
Ramky Infrastructure Limited	0.87	0.38
489 (31 March 21 - 489) equity shares (fully paid up) of INR 10 each		
VA Tech Wabag Limited	0.03	0.03
12 (31 March 2021 - 12) equity shares (fully paid up) of INR 10 each		
	0.90	0.41

Note: The carrying amount of the above quoted investments represents the current market value.

16 Trade receivables	As at 31 March 2022	As at 31 March 2021
Unsecured, considered good	14,024.86	10,206.34
Less: Allowance for expected credit loss	(541.47)	(635.32)
	13,483.39	9,571.02

Refer note 25 (a) & 28 (a) for information on trade receivables pledged as security by the Group.

Refer note 50 for receivables from related parties included in trade receivables.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Trade receivables ageing schedule as on 31 March 2022**

Particulars	As at 31 March 2022						Total
	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	6,884.57	5,541.86	281.14	146.92	628.90	-	13,483.39
(ii) Undisputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	62.41	196.23	31.50	41.24	210.09	-	541.47
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	6,946.98	5,738.09	312.64	188.16	838.99	-	14,024.86

Trade receivables ageing schedule as on 31 March 2021

Particulars	As at 31 March 2022						Total
	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	5,057.13	2,863.72	257.81	1,273.85	118.51	-	9,571.02
(ii) Undisputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	129.10	162.13	16.94	247.20	79.95	-	635.32
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – Significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	5,186.23	3,025.85	274.75	1,521.05	198.46	-	10,206.34

17 Cash and cash equivalents

Balances with banks:
- in current and cash credit accounts
Cash in hand

As at 31 March 2022	As at 31 March 2021
368.87	375.94
7.41	10.00
376.28	385.94

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

18 Other Bank Balance	As at 31 March 2022	As at 31 March 2021
Margin money deposits*	2,295.39	1,829.99
	2,295.39	1,829.99
* The deposits other than INR 825.06 lakhs (31 March 2021 - INR 627.42 lakhs) are pledged against bank guarantees issued to sales tax authorities, and for cash credit/ letter of credit facilities.		
19 Loans (Current)	As at 31 March 2022	As at 31 March 2021
Unsecured, considered good		
Tender fee and earnest money deposit (current)	5.73	13.32
	5.73	13.32
20 Other financial assets	As at 31 March 2022	As at 31 March 2021
Export benefits receivables	13.31	113.63
Security deposits	6.05	2.49
Other receivables	111.50	105.88
Derivative assets*	12.32	55.53
	143.18	277.53
*Derivatives are measured at fair value and are carried as asset when their fair value is positive and are carried as liability when their fair value is negative. The above derivative is a currency derivative pertaining to a forward exchange contract. This contract is entered by the Group to mitigate the risk involved in expected foreign currency cash inflows and outflows. Refer note 47 for details of valuation techniques used.		
21 Other Current assets	As at 31 March 2022	As at 31 March 2021
Advances to suppliers	89.95	314.76
Balances with statutory authorities	28.17	4.27
Prepaid expenses	96.09	99.66
Advances given to employees	20.54	7.00
	234.75	425.69
22 Asset held for sale	As at 31 March 2022	As at 31 March 2021
Tangible assets held for sale*		
- Land and factory shed	795.97	771.80
	795.97	771.80

*Jash USA Inc, a subsidiary company vide an agreement dated 20 March 2017, acquired factory shed and land from VAG USA LLC. Out of the assets acquired from VAG USA LLC., the subsidiary company intends to sell about 40 acres of land and factory shed. A proposal for the same has been given to Orange town committee to construct homes, subject to approval from committee. The company expects to complete the sale by 31 March 2024. The assets held for sale are valued at realizable value as on 31 March 2022.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

23 Equity share capital	As at 31 March 2022		As at 31 March 2021	
	Number of Share	Amount	Number of Share	Amount
Authorised				
Equity shares of INR 10 each	1,34,90,000	1,349.00	1,34,90,000	1,349.00
Preference shares of INR 10 each	510,000	51.00	510,000	51.00
	1,40,00,000	1,400.00	1,40,00,000	1,400.00
Issued, subscribed and fully paid up				
Equity shares of INR 10 each	1,19,41,328	1,194.13	1,18,36,598	1,183.66
	1,19,41,328	1,194.13	1,18,36,598	1,183.66

a) Reconciliation of equity share outstanding at the beginning and end of the year

	As at 31 March 2022	As at 31 March 2021
Balance at the beginning of the year	1,18,36,598	1,18,36,598
Add: shares issued during the year to ESOP Trust	104,730	34,570
Less: shares held by ESOP Trust (Refer note b below)	-	(34,570)
Balance at the end of the year	1,19,41,328	1,18,36,598

b) Note for shares held under ESOP Trust:

The ESOP trust has been treated as an extension of the Company and accordingly shares held by ESOP Trust are netted off from the total share capital. Consequently, all the assets, liabilities, income and expenses of the trust are accounted for as assets and liabilities of the Company.

For the details of shares reserved for issue under the Employee Stock Option Plan (ESOP) of the Company refer note 53.

C) Details of shareholders holding more than 5% of the shares of the Group

	As at 31 March 2022		As at 31 March 2021	
	Number of Share	%holding	Number of Share	%holding
Mr. Pratik Patel	14,93,921	12.51%	19,21,065	16.23%
Mr. Axel Schutte	7,70,000	6.45%	7,70,000	6.51%
Mrs. Bhairvi Patel	7,52,308	6.30%	2,52,308	2.13%

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***d) Details of Shares held by promoters at the end of current year and previous year**

Promoter Name	As at 31 March 2022			As at 31 March 2021		
	No. of Shares	% of total shares	% Change during the year	No. of Shares	% of total shares	% Change during the year
Pratik Patel	14,93,921	12.51%	-4.19%	19,93,921	16.70%	0.61%
Harsh Patel	4,50,000	3.77%	0.00%	4,50,000	3.77%	0.00%
Laxminandan Amin	86,684	0.73%	0.00%	86,684	0.73%	-1.51%
Bhairavi Patel	7,52,308	6.30%	4.19%	2,52,308	2.11%	0.00%
Rasesh Amin	3,07,400	2.57%	0.00%	3,07,650	2.58%	-1.14%
Pallavi U Patel	4,23,772	3.55%	0.00%	4,23,772	3.55%	0.00%
Girish Patel .	4,01,603	3.36%	0.00%	4,01,603	3.36%	0.15%
Suresh Patel	4,18,383	3.50%	0.00%	4,18,383	3.50%	0.68%
Pravin Patel	3,79,875	3.18%	0.00%	3,79,875	3.18%	0.46%
Laxmi Nandan Amin Huf (Rasesh Amin)	58,568	0.49%	0.00%	58,568	0.49%	-1.00%
Geeta Patel	1,25,491	1.05%	0.00%	1,25,491	1.05%	0.00%
Rohit Arvindbhai Patel	88,913	0.74%	0.00%	88,913	0.74%	0.04%
Kartik Amin	14,879	0.12%	-0.25%	44,579	0.37%	-0.15%
Pratik N Patel Huf (Pratik Patel)	57,500	0.48%	0.00%	57,500	0.48%	0.00%
Rahul U Patel	71,417	0.60%	0.00%	71,417	0.60%	0.10%
Rekha Patel	53,921	0.45%	0.00%	53,921	0.45%	0.00%
Ekta Patel	52,691	0.44%	0.00%	52,691	0.44%	0.00%
Shakuntla Ben Patel	44,250	0.37%	0.00%	44,250	0.37%	0.00%
Tejal Jaydeep Desai	49,500	0.41%	0.00%	49,500	0.41%	0.10%
Chintan Patel	36,859	0.31%	0.00%	36,859	0.31%	0.00%
Archana Rasesh Amin	27,900	0.23%	-0.03%	31,900	0.27%	0.00%
Rhuthvik Patel	21,963	0.18%	0.00%	22,063	0.18%	0.00%
Rohan R Patel	20,050	0.17%	0.00%	20,050	0.17%	0.00%
Swati Desai	39,330	0.33%	0.00%	39,330	0.33%	0.16%
Shreedevi R Patel	20,032	0.17%	0.00%	20,032	0.17%	0.00%
Jesal Patel	10,750	0.09%	0.00%	10,750	0.09%	0.00%
G J Patel Huf (Girish Patel)	4,500	0.04%	0.00%	4,500	0.04%	0.00%
Kruti Patel	3,000	0.03%	0.00%	3,000	0.03%	0.00%
Kajal Patel	2,917	0.02%	0.00%	2,917	0.02%	0.00%
Payal R Patel	2,917	0.02%	0.00%	2,917	0.02%	0.00%
Mitali Amin	500	0.00%	-0.02%	2,850	0.02%	0.00%
Patamin Investments Private Limited	5,31,800	4.45%	0.00%	5,31,800	4.45%	1.08%
Avani Patel	1,66,657	1.40%	0.00%	1,66,657	1.40%	-0.26%
Utpal Patel	58,000	0.49%	0.00%	58,000	0.49%	0.20%
	62,78,251	52.6%	-0.30%	63,14,651	52.9%	-0.47%

e) Terms/rights attached to equity shares

The Group has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares 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 the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Group, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

f) Shares reserved for issue under options

Information relating to Jash Engineering Employee Stock Option Scheme, including the details of options granted during the financial year and options outstanding at the end of reporting period are specified in note 53.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***g) Details of shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues and bought back during the last 5 years to be given for each class of shares**

There are no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues and bought back during the last 5 years.

24 Other equity*	As at 31 March 2022	As at 31 March 2021
Securities premium	4,628.53	4,514.75
General reserve	1,200.27	1,200.27
ESOP reserve (refer note 53)	190.03	114.58
Foreign currency translation reserve	27.79	36.26
SEZ Investment Reserve (refer note 58)	134.49	-
Retained earnings	11,291.70	8,584.21
	17,472.81	14,450.07

*For movement during the year, refer 'Statement of changes in equity.'

The Board of Directors of the Company, in their meeting held on 30 May 2022, recommended a final dividend of INR 3.60/- per fully paid up equity share of INR 10/- each, aggregating to INR 429.88 lakhs for the year ended 31 March 2022, subject to approval of shareholders at the ensuing Annual General Meeting of the holding Company.

Nature and purpose of reserves:

Securities premium: 'Securities premium represents premium received on issue of shares. The reserve is being utilised in accordance with the provisions of the Companies Act, 2013.

General reserve: General reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer from one component of equity to another.

ESOP reserve: This reserve represents recognition of the grant date value of options issued to employees under Employee stock option plan and adjusted as and when such options are exercised or otherwise expire.

Foreign currency translation reserve: Exchange differences arising on translation of the foreign operations are recognised in other comprehensive income and accumulated in a separate reserve within equity. The cumulative amount is reclassified to profit or loss when the net investment is disposed-off.

SEZ Re-investment Reserve: This reserve created for to avail tax benefit u/s 10AA. 50% of profit has been transferred in SEZ reserve and can be utilized for eligible plant and machinery. During the year, amounts equivalent to 50% profits of Unit I, INR 134.49 lakhs for financial year 2021-22 and INR 120.27 lakhs for financial year 2020-21 has been transferred to this reserve.

25(a) Non-current borrowings	As at 31 March 2022	As at 31 March 2021
Secured		
Term loans		
- Term loans from banks (refer note (i) below)	1,404.36	1,469.10
- Foreign currency loans from banks (refer note (i) below)	455.24	641.99
- Term loans from financial institutions (refer note (ii) below)	-	118.76
Vehicle loans from banks (refer note (iii) below)	6.17	9.68
	1,865.77	2,239.53
Less : Current maturities of other non-current borrowings	(526.36)	(396.15)
Less : Amount disclosed under the head "other financial liabilities (current)"	(169.91)	-
	1,169.50	1,843.38

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Details of guarantee for each type of borrowings	As at 31 March 2022	As at 31 March 2021
Guaranteed by directors and related parties		
Term loans from banks and financial institutions	1,865.77	2,229.86

Repayment terms and security for the outstanding long term borrowings (including current maturities):**i) Term loans from banks**

1) The Group availed loan against property facility from HDFC Bank amounting to INR 385.00 lakhs at rate of interest of 9.55 %. Repayment of term loan is to be done in 119 monthly instalments of INR 5.02 lakhs with last instalment falling due in year 2029-30. Outstanding book balance of term loan is INR 314.79 lakhs (31 March 2021: 347.40 lakhs).

The aforesaid term loan is secured by way of :

Personal guarantee by Mr. Suresh Patel and Mr. Pratik Patel.

2) The Group availed term loan facility from Axis Bank amounting to INR 918.94 lakhs at rate of interest of Axis Bank MCLR 8.45% plus 1.05% i.e. 9.50%. Repayment of term loan is to be done in 51 monthly instalments of with last instalment falling due in year 2024-25. The Group has converted its rupee term loan into foreign currency loan amounting to INR 871.95 lakhs during the financial year 2019-20. Outstanding book balance of rupee term loan is INR 16.70 lakhs (31 March 2021: INR 16.70 lakhs) and outstanding book balance of foreign currency loan is INR 455.24 lakhs (31 March 2021: INR 641.99 lakhs)

The aforesaid term loan is secured by way of :

(a) First Charge by way of equitable mortgage of factory land & building situated at plot no. M 19, SEZ PH II, Pithampur admeasuring total area 8,661.67 sq. meters in name of Company.

(b) First Charge by way of hypothecation over plant & machinery situated at Plot No. M 19, SEZ PH II, Pithampur.

Further secured by following collateral securities:

(a) Second pari-passu charge on captioned property and plant and machinery with SBI, HDFC & for residual charge of SIDBI for their exposure on reciprocal basis.

(b) Personal guarantee by Mr. Suresh Patel and Mr. Pratik Patel.

(c) Corporate guarantee by Patamins Investment Private Limited.

3) The Group has availed working capital term loan from Axis Bank of amounting to INR 755.00 lakhs at rate of interest of repo rate + 3.5% i.e. 7.50% p.a . Repayment of working capital term loan in 48 equal monthly principal instalments of INR 15.73 lakhs and moratorium period of 12 months from the date of first disbursement. Outstanding book balance of working capital term loan is INR 723.54 lakhs (31 March 2021: INR 755.00 lakhs).

The aforesaid working capital loan is secured by way of :

a) Extension of second charge on existing security referred in 2 above.

b) Extension of second charge on existing collateral security referred in 2 above.

4) The Group also availed working capital term loan from HDFC Bank of amounting to INR 350.00 lakhs at rate of interest 7.50% p.a. Repayment of working capital term loan in 48 equal monthly principal instalments of INR 7.29 lakhs and moratorium period of 12 months from the date of disbursement. Outstanding book balance of working capital term loan is INR 350.00 lakhs (31 March 2021: INR 350 lakhs)

The aforesaid working capital loan is secured by way of :

Extension of existing security referred in 1 above.

ii) Term loans from financial institutions

1) The Group availed term loan facilities from Small Industries Development Bank of India amounting to INR 400.00 lakhs and INR 224.30 lakhs at rate of interest of 9.50%. Repayment of term loan is to be done in 36 monthly instalments which commenced in the year ending 01 April 2018 with last instalment falling due in year 2021-2022. Outstanding book balance of term loan is INR Nil (31 March 2021: INR 118.76 lakhs)

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***The aforesaid term loan is secured by way of :**

- (a) First hypothecation charge over the Holding Company's movable such as plant machinery, vehicle, machinery spares, tools, office equipments, computer, computer fixture acquired under the project.
- (b) Extension of first charge by way of hypothecation of all movables including plant, machinery, vehicles, machinery spares, tools office equipments, computers acquired earlier financial assistance.
- (c) Residual charge by way of mortgage of leasehold factory land and Building (Unit-1) situated at Survey No. 18B2, 18E2, 18 D2, 18C, 19, 29, 30, 31 & 32B industrial area Sector C, village Sukhliya Tehsil & Dist Indore.
- (d) Residual charge by way of mortgage of leasehold factory land and Building situated at survey no. 74/1, 74/2/1, 76/1, /3, 76/1 Patwari Halka no. 19, Bardari tehsil, Sanwer district, Indore and survey no. 77, Patwari Halka no. 36, Bardari tehsil, Sanwer district, Indore.
- (e) Residual charge by way of mortgage of land and building situated at plot no. M-11 SEZ, Pithampur, Tehsil & district Dhar.
- (f) Residual charge by way of mortgage of land and building situated at survey no. 74/2/2, 76/1/1 village Bardari, Sanwer, Dist. Indore owned by Patamin Investment Private Limited.
- (g) Further secured by personal guarantee of Directors, Mr. Pratik Patel and Mr. L. D. Amin and corporate guarantee of M/s Patamin Investments Private Limited.

iii) Vehicle loans from banks

As at 31 March 2022	Principal amount	Amount outstanding	Number of remaining installments	Installment amount	Date of loan	Rate of interest
Vehicle loan	11.86	6.17	17.00	0.35	29-Jun-20	8.20%

As at 31 March 2021	Principal amount	Amount outstanding	Number of remaining installments	Installment amount	Date of loan	Rate of interest
Vehicle loan	11.86	9.68	31.00	0.35	29-Jun-20	8.20%

25 (b) Lease liabilities

	As at 31 March 2022	As at 31 March 2021
Lease liabilities (refer note 51)	637.83	689.75
Less : Current maturities of lease liabilities (refer note 28 (b))	(124.39)	(102.17)
	513.44	587.58

26 Provisions (non-current)

	As at 31 March 2022	As at 31 March 2021
Provision for employee benefits		
Gratuity	302.15	337.97
Leave encashment	156.01	147.27
	458.16	485.24

*Refer note 46 for details

27 Other non-current liabilities

	As at 31 March 2022	As at 31 March 2021
Deferred grant	117.08	45.62
	117.08	45.62

* Deferred grant is the subsidy received in respect of plant and machinery.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

28 a) Current borrowings	As at 31 March 2022	As at 31 March 2021
Secured		
Cash credits facilities from bank (refer note (i),(iii) and (iv) below)	2,850.50	4,269.03
Short term loan from bank (refer note (i) below)	2,000.00	-
Foreign currency loans from banks (refer note (iv) below)	513.75	-
Short term loan from financial institution (refer note (ii) below)	500.00	-
Current maturities of non-current borrowings: (refer note 25(a))		
- Rupee loans from banks	307.82	60.16
- Foreign currency loans from banks	214.74	208.22
- Rupee loans from financial institutions	-	124.34
- Vehicle loan	3.80	3.43
	6,390.61	4,665.18

Notes:**A) Security for the outstanding short term borrowings :**

(i) 'Fund based credit facility of INR 2,100 lakhs (31 March 2021: INR 2,100 lakhs) sanctioned to the Company from HDFC Bank. It comprises of Cash Credit ('CC') facility including sub-limit of short term loan facility at annual rate of interest of 1.2% above MCLR-1 year. Outstanding book balance for CC account from HDFC as on 31 March 2022 is INR 35.99 lakhs (31 March 2021 is INR 1,881.13 lakhs) and outstanding book balance of short term loan account is INR 2,000 lakhs (31 March 2021: INR Nil).

The facilities from bank are secured by way of:

Primary security: First pari passu charge on all current assets of the Company as on 31 March 2022

Collateral:

- (a) Pledge of 30% shares of Shivpad Engineers Private Limited.
- (b) Second pari passu charge on property, plant and equipment of Unit 1 and SEZ.
- (c) Second pari passu charge on entire property, plant and equipment of Unit 2 and SEZ.
- (d) Second pari passu charge on land owned by Patamin Investments Private Limited.

Also secured by way of guarantees from:

- Mr. Suresh Patel
- Mr. Pratik Patel

ii) Fund based credit facility sanctioned from Bajaj Finance Limited for short term revolving loan amounting to INR 500 lakhs (31 March 2021: INR Nil) at annual rate of interest of 7.9% per annum and repayable in 4 equal instalments of INR 125 lakhs each. Outstanding book balance as on 31 March 2022 is INR 500 lakhs (31 March 2021: Nil lakhs). The facility from Bajaj Finance Limited is secured by existing secured multiple banking arrangement and secured by way of 1st pari passu charge on current assets and personal guarantees from Mr. Pratik Patel.

iii) Fund based credit facility sanctioned from State Bank of India comprise of cash credit facility amounting to INR 2,900 lakhs (31 March 2021: INR 2,900 lakhs) at an annual rate of interest 2% above 6M MCLR and export packing credit ('EPC') within CC limit amounting to INR 2,100 lakhs (31 March 2021: INR 2,100 lakhs). Outstanding book balance for CC account as on 31 March 2022 is INR 377.74 lakhs (31 March 2021 : INR 325.51 lakhs), EPC account as on 31 March 2022 is INR 865.97 lakhs (31 March 2021: INR 1502.14 lakhs) and overdraft book balance is INR 1,541.39 lakhs (31 March 2021: INR 85.24 lakhs).

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***The facilities from bank are secured by way of:**

Primary security: First hypothecation charge over Group's entire stocks comprising raw materials, stock in process, finished goods, consumable stores and spares and receivables at Unit I and SEZ both or at such other places approved by the Bank including good in transit/shipment in the name of Group.

Collateral:

(a) Second charge by way of equitable mortgage of land and shed and hypothecation of plant and machinery situated at survey no. 74/1, 74/2/1, 76/1, 76/1/3, 76/1 Patwari Halka no. 19, Bardari tehsil, Sanwer district, Indore and survey no. 77, Patwari Halka no. 36, Bardari tehsil, Sanwer district, Indore.

(b) Second charge by way of equitable mortgage of land and shed and hypothecation of plant and machinery situated at Unit I and SEZ both.

(c) First charge by way of equitable mortgage of diverted land situated at Bardari village, Sanwer district, Indore Patwari Halka no. 19, Khasra no. 74/2/2 admeasuring 1.179 hectare in the name of Patamin Investments Private Limited.

(d) Pledge of 30% shares of Shivpad Engineers Private Limited.

Also secured by way of guarantees from:

Mr. Suresh Patel

Mr. Pratik Patel

Patamin Investments Private Limited

iv) Fund based credit facility sanctioned from Axis Bank during the year comprise of cash credit ('CC') facility of INR 550 lakhs (31 March 2021: INR 550 lakhs) at annual rate of interest of 3.25% above Repo rate. Outstanding Book balance for CC account as on 31st march 2022 is INR 29.42 lakhs (31 March 2021: INR 475 lakhs). During the current year INR 495.00 lakhs (USD 677,710.84) transferred to Foreign Currency Demand Loan and all the terms & conditions are remained same. Outstanding Book balance for foreign currency demand loan as on 31 March 2022 is INR 513.74 lakhs (31 March 2021: Nil)

The facilities from bank are secured by way of:

Primary security: First pari-pasu charge over company's entire stock comprising raw materials, stock-in-process, finished goods, consumable stores and spares and receivables at 18C, 29-31, 32B, Sector C, Industrial area, Sanwar road, Indore, plot no. M-11, Misc zones, Phase-II SEZ, Pithampur Distt., Dhar, and Survey No. 74/1, 74/2/1, 76/1/3, 76/1 PH no. 19, Bardari Tehsil, distt. Sanwer, Indore and survey no. 77, PH No. 36, Bardari Tehsil, Sanwar District, Indore, Plot no. M 19, SEZ PH-II, Pithampur or at such other places approved by the bank including goods in transit/shipment in the name of the Company with SBI, HDFC Bank and Axis bank.

Collateral:

a) Extension of first charge by way of mortgage over land and building of the Group situated at Plot No. M-19, SEZ Phase II, Pithampur admeasuring total area 8661.67 square meter in the name of the Group and first charge by way of hypothecation over plant and machinery situated at Plot no. M19, SEZ phase II, Pithampur (2nd pari-passu charge of SBI, HDFC and residual charge of SIDBI for their exposure respectively.

b) Second pari passu charge with HDFC Bank by way of equitable mortgage of land, Shed/building and hypothecation of Plant and Machinery situated at Unit-1, Unit-II and SEZ unit.

c) Second pari passu charge with HDFC Bank by way of equitable mortgage on land in the name of Patamin Investment private Limited.

d) Personal guarantee by Mr. Suresh Patel and Mr. Pratik Patel

e) Corporate guarantee by Patamins Investment Private Limited

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***B) Reconciliation of liabilities arising from financing activities**

	Non-current borrowings and Current maturities of non-current borrowings	Current Borrowings
As at 1 April 2020	2,762.52	5,607.40
Cash flows:		
Proceeds from borrowings	1,118.64	-
Repayment of borrowings (net)	(868.69)	(1,338.38)
Repayment of principal component of lease obligation	(57.60)	-
Non-cash:		
Effective interest rate adjustment	8.63	-
Other	(34.22)	-
As at 31 March 2021	2,929.28	4,269.02
Cash flows:		
Proceeds from borrowings (net)	130.21	1,595.23
Repayment of Long Term borrowings	(570.11)	-
Repayment of principal component of lease obligation	(51.91)	-
Non-cash:		
Effective interest rate adjustment	1.79	-
Other	64.34	-
As at 31 March 2022	2,503.60	5,864.25

28 (b) Lease liabilities	As at 31 March 2022	As at 31 March 2021
Lease liability	124.39	102.17
(Refer note 25(b))	124.39	102.17

29 Trade payables	As at 31 March 2022	As at 31 March 2021
Due to micro and small enterprises [refer note (i) below]	800.38	515.67
Dues to others	5,104.54	4,026.69
	5,904.92	4,542.36

(i) Dues to micro and small enterprises pursuant to section 22 of the Micro, Small and Medium Enterprises Development Act (MSMED), 2006

On the basis of confirmation obtained from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the group, the following are the details:

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

	As at 31 March 2022	As at 31 March 2021
Principal amount remaining unpaid	800.38	515.67
Interest accrued and due thereon remaining unpaid	-	-
Interest paid by the company in terms of service 16 of MSMED Act 2006, along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the year.	-	-
Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year), but without adding the interest specified under MSMED Act, 2006.	-	-
Interest accrued and remaining unpaid as at the end of the year	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-
	800.38	515.67

Trade payables ageing schedule as on 31 March 2022 :

Particulars	As at 31 March 2022				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed- MSME	800.38	-	-	-	800.38
(ii) Undisputed- Others	5,053.92	50.62	-	-	5,104.54
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- others	-	-	-	-	-
Total	5,854.30	50.62	-	-	5,904.92

Trade payables ageing schedule as on 31 March 2021

Particulars	As at 31 March 2022				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed- MSME	515.67	-	-	-	515.67
(ii) Undisputed- Others	4,026.69	-	-	-	4,026.69
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- others	-	-	-	-	-
Total	4,542.36	-	-	-	4,542.36

30 Other financial liabilities (Current)

	As at 31 March 2022	As at 31 March 2021
Interest accrued but not due on borrowings	187.98	8.66
Employee related payables	553.07	540.30
Book overdraft	0.08	0.53
Expenses payable	90.79	139.10
Capital creditors	51.66	46.29
Employee ESOP Obligation**	-	41.01
Security deposit	23.18	33.92
	906.76	809.81

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

**It represents amount received from employees in ESOP trust against which shares were not issued to employees till 31 March 2021.

31 Other current liabilities	As at 31 March 2022	As at 31 March 2021
Advance from customers (refer note 52 for details)	2,406.03	2,577.20
Payable to statutory authorities	157.04	136.44
Deferred grant	9.89	6.38
	2,572.96	2,720.02

*Deferred grant is the subsidy received in respect of plant and machinery.

32 Provisions (current)	As at 31 March 2022	As at 31 March 2021
Provision for employee benefits*		
Gratuity	1.88	1.57
Leave encashment	16.07	17.04
Provision for warranty**	59.92	94.76
Provision for litigation***	6.30	6.30
	84.17	119.67

* Refer note 46 for details.

**A provision for warranty for expected claims/ expenditure is based on past experiences of the Company of the level of claims/ expense incurred in the past. The Group expects significant portion of the cost will have to be incurred in next financial year, therefore, has accordingly classified the entire amount as current provision.

(i) Provision for warranty

	As at 31 March 2022	As at 31 March 2021
At the beginning of the year	94.76	-
Arising during the year	-	94.76
Utilised during the year	34.84	-
At the end of the year	59.92	94.76

***Provisions for litigations relate to the estimated outflow in connection with pending C-forms.

(ii) Provision for litigation

	As at 31 March 2022	As at 31 March 2021
At the beginning of the year	6.30	-
Arising during the year	-	6.30
Utilised during the year	-	-
At the end of the year	6.30	6.30

33 Current tax liabilities (net)	As at 31 March 2022	As at 31 March 2021
Provision for tax (net of advance tax: Nil (31 March 2021: Nil))	6.07	4.76
	6.07	4.76

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

34 Revenue from operations	For the year ended 31 March 2022	For the year ended 31 March 2021
Operating revenue*		
Sale of products	35,478.42	29,238.54
Sale of services	197.50	168.99
Other operating revenue		
Scrap sales	843.99	436.07
Export incentives	236.41	99.09
	36,756.32	29,942.69
*Refer note 52 for revenue related disclosure.		
35 Other income	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest from		
Bank deposits (at amortised cost)	99.25	85.72
Other financial assets carried at amortised cost	7.99	3.57
Rental income	25.70	20.22
Foreign currency gain (net)	280.46	48.18
Unclaimed balances written back	114.52	33.63
Profit on sale of property, plant and equipment (net)	0.15	4.51
Grant income	15.93	12.73
Miscellaneous income	61.61	77.71
	605.61	286.27
36 Cost of materials consumed	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening stock		
Raw material	3,416.30	2,725.52
Add: Purchases made during the year	16,830.37	12,983.68
	20,246.67	15,709.20
Less: Closing stock		
Raw material (closing stock)	3,974.98	3,382.10
	16,271.69	12,327.10
Exchange differences	19.73	(6.07)
	16,291.42	12,321.03
37 Purchase of traded goods	For the year ended 31 March 2022	For the year ended 31 March 2021
Purchase of traded goods	1,378.57	1,108.38
	1,378.57	1,108.38

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

38 Changes in inventories of finished goods and work-in-progress and stock-in-trade	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening stock		
Work-in-progress	1,581.64	1,822.32
Finished goods	1,271.72	1,245.53
Goods in transit	791.68	199.10
	3,645.04	3,266.95
Closing stock		
Work-in-progress	(1,691.37)	(1,553.03)
Finished goods	(1,350.31)	(1,334.52)
Goods in transit	(535.88)	(791.68)
	(3,577.56)	(3,679.21)
Exchange differences	39.26	(27.75)
	106.74	(440.01)
39 Employee benefits expense	For the year ended 31 March 2022	For the year ended 31 March 2021
Salary, wages and bonus	5,748.67	4,906.32
Contributions to provident and other funds*	351.61	248.91
Share based payments to employees (refer note 53)	74.49	96.34
Staff welfare expenses	270.64	278.56
	6,445.41	5,530.13
*Refer note 46 for details		
40 Finance costs	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest on		
Term loans/ working capital loans	574.78	668.14
On income tax delays	4.47	8.06
On lease obligations	66.27	79.92
Other borrowing costs	215.42	225.58
	860.94	981.70
41 Depreciation and amortisation expense	For the year ended 31 March 2022	For the year ended 31 March 2021
Depreciation of property, plant and equipment*	806.47	701.71
Amortisation of intangible assets (refer note 7)	162.69	153.67
	969.16	855.38

*Includes depreciation on right-of-use assets amounting to INR 75.34 lakhs (31 March 2021: INR 80.59 lakhs). Refer note 5 for further details.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

42 Other expenses	For the year ended 31 March 2022	For the year ended 31 March 2021
Advertisement and sales promotion expenses	91.83	75.14
Advances and other balance written off	132.86	69.34
Charity and donation*	26.90	31.62
(includes non CSR expense of INR 0.27 lakhs (31 March 2021 INR 2.26 lakhs))		
Commission and brokerage	666.60	426.99
Communication expenses	45.52	49.57
Consumption of stores and spare parts	1,162.84	953.76
Conveyance expenses	18.90	12.02
Drawing, designing and pattern charges	66.43	56.76
Factory expenses	10.76	18.33
Freight, loading and unloading and packing charges	1,103.97	658.22
Housekeeping and security expense	21.99	25.12
Import/ Export expenses	898.75	533.17
Insurance	232.26	139.93
Job work charges	421.76	399.84
Legal and professional fees**	304.66	261.50
Power, fuel and water charges	400.13	354.33
Loss allowance for expected credit losses (refer note 47)	-	100.00
Rates and taxes	168.03	103.60
Rent	13.68	3.66
Repairs and maintenance		
on buildings	8.67	9.74
on others	216.52	259.03
Royalty	13.99	33.28
Sub-contracting and labour charges	1,302.73	1,331.80
Travelling expenses	172.83	57.95
Vehicle running and maintenance	17.54	21.28
Miscellaneous expenses	331.57	269.52
	7,851.72	6,255.50

**** Payment to the statutory auditor**

	For the year ended 31 March 2022	For the year ended 31 March 2021
Statutory audit	22.00	21.50
Certification services	1.75	2.25
Reimbursement of expenses	0.09	0.42
Total	23.84	24.17

Note: The above amounts are exclusive of goods and service tax.

***Disclosure relating to corporate social responsibility (CSR) expenditure**

In light of Section 135 of the Companies Act 2013, the Group has incurred INR 40.91 lakhs (31 March 2021: INR 29.36 lakhs) during the current year on Corporate Social Responsibility (CSR) towards health and education.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

	For the year ended 31 March 2022	For the year ended 31 March 2021
Gross amount required to be spent by the group during the year	54.09	30.08
Amount spent during the year	25.91	29.36
Project opted for during the year	15.00	-
Unspent at the end of the year*	13.18	0.72
Amount spent during the year on health care and education & rural development	40.91	29.36

* In compliance of section 135 of the Companies Act company is obligated to transfer this amount to any fund included in schedule VII of the act within 6 months from the end of the financial year.

43. Tax expense**The income tax expense consists of the following:**

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current tax expense		
<i>Tax expense for current year</i>	609.54	690.12
Deferred tax expenses / (credit)	(369.39)	(125.14)
Total tax expense	240.15	564.98

The major components of income tax expense and the reconciliation of expected tax expense based on the domestic effective tax rate of the Company at 29.12% (previous year: 29.12%) and the reported tax expense in profit or loss are as follows:

	For the year ended 31 March 2022	For the year ended 31 March 2021
Accounting profit before income tax	3,457.97	3,616.85
At India's statutory income tax rate of 29.12% (31 March 2021: 29.12%)	1,006.95	1,053.23
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Tax impact of exempted income	(58.97)	(0.00)
Effect of tax incentive u/s 10AA (refer note 55)	(303.14)	(507.73)
Tax impact of expenses which will never be allowed	7.16	12.94
Effect of tax to be reversed during tax holiday period	-	19.22
Effect of different tax rate of subsidiaries	(43.25)	(19.10)
Earlier years tax adjustments	(1.56)	(0.60)
Items on which deferred tax was not created	(269.21)	(39.57)
Others*	(97.83)	46.59
Income tax expense	240.15	564.98

* Others includes impact of allowances/disallowances of A.Y. 2021-22 considered at the time of filing income tax return.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Unused tax losses**

The Group has two subsidiary companies where there are unused tax losses or credits for which no deferred tax assets are recognised.

a) In Jash USA INC, total accumulated net operating tax losses as at 31 March 2022 amounts to INR 3,044.29 lakhs (31 March 2021: INR 3,223.50 lakhs). The expiry of these losses are based on US federal and state tax laws. Significant tax losses under the US federal laws will begin to expire after 2032 and only tax losses amounting to INR 932.92 lakhs (31 March 2021: INR 904.59 lakhs) is allowed to be carried forward indefinitely.

b) In Mahr Maschinenbau GmbH, the amount of assessed unused tax losses as at the end of reporting period amounts to INR 743.83 lakhs and the Group expects that these losses shall be settled in the next accounting period on liquidation of this entity.

Unrecognised temporary differences

A subsidiary of the Group have undistributed earnings of INR 1,248.64 lakhs (31 March 2021: INR 1,044.64 lakhs) which, if paid out as dividends, would be subject to tax in the hand of the recipient. An assessable temporary differences exists, but no deferred tax liability has been recognised as the Holding company is able to control the timings of the distributions from this subsidiary and is not expected to distribute these profits in the foreseeable future.

44 Earnings per equity share	For the year ended 31 March 2022	For the year ended 31 March 2021
a) Net profit attributable to equity shareholders	3,217.82	3,051.87
b) Weighted average number of common equity shares for basic EPS	11,879,339.23	11,836,598.00
c) Weighted average number of common and dilutive common equivalent shares*	12,052,067	11,861,259
d) Nominal value of shares	10.00	10.00
e) Earnings per share		
Basic earnings per share	27.09	25.78
Diluted earnings per share*	26.70	25.73

*The Group had granted employee stock option during the year 2019-20, with a vesting schedule of four years, beginning from 13 February 2021 to 13 February 2024. Accordingly, in addition to common shares, 1,72,728 shares (31 March 2021: 24,661 shares) dilutive shares have been considered for computing diluted earning per share.

45 Contingent liabilities and other matters	As at 31 March 2022	As at 31 March 2021
a) Contingent liabilities (under litigation), not acknowledged as debt, include:		
Demand for central sales tax*		
Financial year 2016-17	124.92	124.92
Financial year 2017-18	42.20	-
Demand for income tax**		
Financial year 2016-17	2.13	2.13
Financial year 2017-18	3.85	3.85
Financial year 2018-19	27.20	27.20
	200.31	158.10

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

*includes demand raised by Sales tax authorities against pending C Forms to be submitted by the Group (amount deposited under protest INR 56.72 lakhs (previous year INR 24.34 lakhs)

**includes demand raised by Income tax authorities on account of certain disallowances in tax assessment.

In both the above matters, based on consultation with its tax advisor, management is of the view that the Group has strong case in its favour and does not expect any liability in this respect.

Note: The Company has certain litigations involving vendor and work contractor. Based on legal advice of in-house legal consultants, the management believes that no material liability will devolve on the Group in respect of these litigations

b) Commitments

Estimated amount of contracts remaining to be executed on capital accounts and not provided for (net of advances INR 2.74 lakhs (31 March 2021: INR 7.54 lakhs)

20.14

85.08

46 Employee benefits**A. Gratuity**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service.

(I) Amount recognised in the balance sheet is as under:

Particulars	31 March 2022		31 March 2021	
	Current	Non-current	Current	Non-current
Gratuity	1.88	302.15	1.57	337.97

(ii) Amount recognised in the statement of profit and loss and comprehensive income is as under:

Description	31 March 2022	31 March 2021
Current service cost	88.81	86.49
Net interest cost	23.14	18.59
Net impact on profit (before tax)	111.95	105.08
Actuarial loss / (gain) recognised during the year	(15.72)	54.84
Amount recognised in the statement of Profit & Loss	96.23	159.92

(iii) Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:

Description	31 March 2022	31 March 2021
Present value of defined benefit obligation as at the start of the year	881.03	731.67
Current service cost	88.81	86.49
Interest cost	64.24	45.98
Actuarial loss / (gain) recognised during the year	(15.72)	54.84
Benefits paid	(89.05)	(37.95)
Present value of defined benefit obligation as at the end of the year	929.30	881.03

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***(iv) Movement in the plan assets recognised in the balance sheet is as under:**

Description	31 March 2022	31 March 2021
Fair value of plan assets at beginning of year	541.49	461.05
Expected return on plan assets	36.77	34.83
Employer's contribution	136.06	83.56
Benefits paid	(89.05)	(37.95)
Fair value of plan Assets at the end of the year	625.27	541.49

(v) Breakup of actuarial loss / (gain) :

Description	31 March 2022	31 March 2021
Actuarial (gain) / loss on arising from change in demographic assumption	-	-
Actuarial (gain) /loss on arising from change in financial assumption	(55.64)	11.88
Actuarial (gain) / loss on arising from experience adjustment	39.92	42.96
Total actuarial loss	(15.72)	54.84

(vi) Actuarial assumptions

Description	31 March 2022	31 March 2021
Discount rate	6.40%-7.22%	6.50%-6.91%
Future salary increase	8.00%-10.00%	8.00%-10.00%
Retirement age	60/70 years	60/70 years

Gratuity is payable to the employees on death or resignation or on retirement at the attainment of superannuation age. To provide for these eventualities, the Actuary has used Indian Assured Lives Mortality (2006-08) Ultimate table.

These assumptions were developed by management with the assistance of independent actuarial appraisers. Discount factors are determined close to each year-end by reference to government bonds and that have terms to maturity approximating to the terms of the related obligation. Other assumptions are based on management's historical experience.

(vii) Sensitivity analysis for gratuity liability

Description	31 March 2022	31 March 2021
Impact of the change in discount rate		
- Impact due to increase of 0.5 %	(84.51)	(67.34)
- Impact due to decrease of 0.5 %	92.33	73.01
Impact of the change in salary increase		
- Impact due to increase of 0.5 %	78.51	70.95
- Impact due to decrease of 0.5 %	(75.49)	(66.09)

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied which was applied while calculating the defined benefit obligation recognised in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to prior period.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***(viii) Maturity profile of defined benefit obligation**

Description	31 March 2022	31 March 2021
Within next 12 months	44.85	108.99
Between 1-5 years	200.65	159.67
Beyond 5 years	683.80	593.39

(ix) Category of plan assets :

Description	31 March 2022	31 March 2021
Investments with Life Insurance Corporation of India	100.00%	100.00%

- (x) The expected expense on its gratuity plan in the next accounting period amounts to INR 115.80 lakhs (31 March 2021: INR 113.19 lakhs) and the extent of its contribution to the plan assets is based on future liquidity positions.

B Compensated absences (unfunded)

The leave obligations cover the Group liability for sick and earned leaves. The Group does not have an unconditional right to defer settlement for the obligation shown as current provision balance above. However based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months, therefore based on the independent actuarial report, only a certain amount of provision has been presented as current and remaining as non-current. Amount of INR 28.09 lakhs (31 March 2021: INR 49.630 lakhs) has been recognised in the statement of profit and loss.

Particulars	31 March 2022		31 March 2021	
	Current	Non-current	Current	Non-current
Compensated absences (unfunded)	16.07	156.01	17.04	147.27

C Defined contribution plans

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards Provident Fund and Employee State Insurance Scheme which are defined contribution plans. The Group has no obligations other than to make the specified contributions. The contributions are charged to the statement of profit and loss as they accrue. The amount recognised as an expense towards contribution to Provident Fund and Employee State Insurance Scheme for the year aggregated to INR 351.61 lakhs (31 March 2021: INR 248.91 lakhs)

47 Financial instruments**A) Financial assets and liabilities**

The carrying amounts of financial instruments by category are as follows :

Measured at	As at 31 March 2022		Fair values hierarchy		
	Amortised Cost**	FVTPL***	Level 1	Level 2	Level 3
Investments*	-	0.90	0.90	-	-
Trade receivables	13,483.39	-	-	-	-
Loans	5.73	-	-	-	-
Cash and cash equivalents	376.28	-	-	-	-
Other bank balances	2,295.39	-	-	-	-
Other financial assets	199.21	12.32	-	12.32	-
Total	16,360.00	13.22	0.90	12.32	

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Measured at	As at 31 March 2022		Fair values hierarchy		
	Amortised Cost**	FVTPL***	Level 1	Level 2	Level 3
Borrowings (including current maturities of non-current borrowings)	8,197.94	-	-	-	-
Trade payables	5,904.92	-	-	-	-
Other financial liabilities	906.76	-	-	-	-
Total	15,009.62	-	-	-	-

The carrying amounts of financial instruments as at 31 March 2021:

Measured at	As at 31 March 2021		Fair values hierarchy		
	Amortised Cost**	FVTPL***	Level 1	Level 2	Level 3
Investments	-	0.41	0.41	-	-
Trade receivables	9,571.02	-	-	-	-
Loans	13.32	-	-	-	-
Cash and cash equivalents	385.94	-	-	-	-
Other bank balances	1,829.99	-	-	-	-
Other financial assets	256.38	55.53	-	55.53	-
Total	12,056.65	55.94	0.41	55.53	-

Measured at

Borrowings (including current maturities of non-current borrowings)	7,198.31	-	-	-	-
Trade payables	4,542.36	-	-	-	-
Other financial liabilities	809.81	-	-	-	-
Total	12,550.47	-	-	-	-

* Investment in subsidiaries are measured at cost as per Ind AS 27, 'Separate financial statements' and hence, not presented here.

B Fair values hierarchy

The fair value of financial instruments as referred to in note (A) above has been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities [Level 1 measurements] and lowest priority to unobservable inputs [Level 3 measurements].

The categories used are as follows:

Level 1: Quoted prices for identical instruments in an active market

Level 2: Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs; and

Level 3: Inputs which are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a net asset value or valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

**Fair value of financial assets and liabilities measured at amortised cost approximates their respective carrying values as the management has assessed that there is no significant movement in factor such as discount rates, interest rates, credit risk from the date of the transition. The fair values are assessed by the management using Level 3 inputs. The carrying amounts of trade receivables, trade payables and cash and cash equivalents are considered to be the same as their fair values, due to their short-term nature.

***The financial instruments measured at FVTPL represents the following items constitutes to level 1 category and other financial liability containing derivative liability has been valued using level 2 valuation hierarchy above.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***C Financial Risk Management****Risk Management**

The Group's activities expose it to market risk, liquidity risk and credit risk. The Group's Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost limits.	Ageing analysis	Bank deposits, diversification of asset base and credit limits.
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines & borrowing facilities
Market risk forecasts exchange	Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Cash flow forecasting	Forward contract, if required
Market risk Interest rate	Long-term and short-term borrowings at variable rates	Sensitivity analysis	Negotiation of terms that reflect the market factors

The Group's risk management is carried out by a finance department (of the Group) under policies approved by the board of directors. The board of directors provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity.

I Credit risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Group. The Group's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and other financial assets measured at amortised cost. The Group continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

a) Credit risk management*(i) Credit risk rating*

The Group assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Group assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

(i) Low credit risk (ii) Moderate credit risk (iii) High credit risk

Based on business environment in which the Group operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Group. The Group continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

Financial assets (other than trade receivables) that expose the entity to credit risk are managed and categorised as follows –

Basis of categorisation	Asset class exposed to credit risk	Provision for expected credit loss
Low credit risk	Cash and cash equivalents, other bank balances, loans and other financial assets	12 month expected credit loss.
Moderate credit risk	Other financial assets	Other financial assets - 12 month expected credit loss, unless credit risk has increased significantly since initial recognition, in which case allowance is measured at lifetime expected credit loss
High credit risk	Other financial assets	Other financial assets - Life time expected credit loss (when there is significant deterioration) or specific provision, whichever is higher

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

The Group recognises lifetime expected credit losses on trade receivables using a simplified approach, wherein Group has defined percentage of provision by analysing historical trend of default (net of any recoveries from the insurance companies) relevant to each business segment based on the criteria defined above and such provision percentage determined have been considered to recognise life time expected credit losses on trade receivables (other than those where default criteria are met in which case the full expected loss against the amount recoverable is provided for).

Financial assets (other than trade receivables) that expose the entity to credit risk :

Particulars	As at 31 March 2022	As at 31 March 2021
Low credit risk on financial reporting date		
Cash and cash equivalents	376.28	385.94
Other bank balances	2,295.39	1,829.99
Loans	5.73	13.32
Other financial assets	211.53	311.9

Cash & cash equivalents and bank deposits

Credit risk related to cash and cash equivalents and bank deposits is managed by only accepting highly rated banks and diversifying bank deposits and accounts in different banks across the country.

Trade receivables and loans

Life time expected credit loss is provided for trade receivables. Based on business environment in which the Group operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions. Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Group. The Group continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

Other financial assets measured at amortised cost

Other financial assets measured at amortised cost includes export benefits receivables, bank deposits with maturity of more than 12 months, accrued revenue and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously, while at the same time internal control system in place ensure the amounts are within defined limits.

(ii) Concentration of trade receivables

In order to avoid excessive concentrations of risk, the Group's policies and procedures include specific guidelines to focus on the maintenance of a diversified portfolio. Identified concentrations of credit risk are controlled and managed accordingly. Details of the such identified concentrations of credit risk are disclosed below:

Particulars	As at 31 March 2022	As at 31 March 2021
Rajkamal Builders	574.97	1,038.59
Total	574.97	1,038.59

b) Expected credit losses**i) Financial assets (other than trade receivables)**

The Group provides for expected credit losses on loans and advances other than trade receivables by assessing individual financial instruments for expectation of any credit losses.

- For cash & cash equivalents and other bank balances - Since the Group deals with only high-rated banks and financial institutions, credit risk in respect of cash and cash equivalents, other bank balances and bank deposits is evaluated as very low.

- For loans comprising security deposits paid - Credit risk for security deposits and loans is considered low because the Group is in possession of the underlying asset.

- For other financial assets - Credit risk is evaluated based on Group's knowledge of the credit worthiness of those parties and loss allowance is measured. Credit risk in respect of other financial assets is considered as very low.

Jash Engineering Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amount in INR lakhs unless stated otherwise)

As at 31 March 2022	Gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Loans	5.73	-	5.73
Cash and cash equivalents	376.28	-	376.28
Other bank balances	2,295.39	-	2,295.39
Other financial assets	211.53	-	211.53

As at 31 March 2021	Gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Loans	13.32	-	13.32
Cash and cash equivalents	385.94	-	385.94
Other bank balances	1,829.99	-	1,829.99
Other financial assets	311.91	-	311.91

ii) Expected credit loss for trade receivables under simplified approach

The Group recognizes lifetime expected credit losses on trade receivables using a simplified approach, wherein Group has defined percentage of provision by analysing historical trend of default based on the criteria defined below and such provision percentage determined have been considered to recognise life time expected credit losses on trade receivables (other than those where default criteria are met in which case the full expected loss against the amount recoverable is provided for). Further, the Group has evaluated recovery of receivables on a case to case basis where these related parties will be able to generate adequate positive cash flows for payment of their dues to the Group. Hence, no provision on account of expected credit loss model has been considered for such related party balances.

As at 31 March 2022	Gross carrying amount- trade receivables	Expected loss rate	Expected credit loss
Unrelated			
Not Due	6,946.98	0.90%	62.41
Less than 6 Months past due	5,738.09	3.42%	196.23
6 Months to 1 Year past due	312.64	10.07%	31.50
1 Year to 2 Year past due	188.16	21.92%	41.24
2 Year to 3 Year past due	838.99	25.04%	210.09
Total	14,024.86		541.47

As at 31 March 2021	Gross carrying amount- trade receivables	Expected loss rate	Expected credit loss
Unrelated			
Not Due			
Less than 6 Months past due	5,181.83	0.56%	29.10
6 Months to 1 Year past due	3,025.85	5.36%	162.12
1 Year to 2 Year past due	274.75	6.17%	16.94
2 Year to 3 Year past due	1,521.05	16.25%	247.20
Additional Provision*	198.46	40.28%	79.95
Related	-	0.00%	100.00
	4.40	0.00%	-
Total	10,206.34		635.32

*In addition to expected credit loss the Company has made a provision for impairment of receivables amounting to INR 100.00 lakhs, while performing recoverability assesment.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

ii) Reconciliation of loss allowance provision from beginning to end of reporting period :

Reconciliation of loss allowance	Trade receivables
Loss allowance on 01 April 2020	620.57
Add : Changes in loss allowances	14.75
Loss allowance on 31 March 2021	635.32
Less: Changes in loss allowances	(93.85)
Loss allowance on 31 March 2022	541.47

2 Liquidity risk

'Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the Group's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Group takes into account the liquidity of the market in which the entity operates.

a) Financing arrangements

The Group had access to the following undrawn borrowing facilities at the end of the reporting period:

Floating Rate	As at 31 March 2022	As at 31 March 2021
- Expiring within one year (cash credit and other facilities)	352.77	1,515.50
- Expiring beyond one year	-	-
Total	352.77	1,515.50

The cash credit and other facilities may be drawn at any time and may be terminated by the bank without notice.

b) Maturities of financial liabilities

'The tables below analyse the Group's financial liabilities into relevant maturity based on their contractual maturities for all non-derivative financial liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Refer note 51 for maturities of lease liabilities

As at 31 March 2022	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Borrowings (including current maturities of non-current borrowings and excluding lease liabilities)	6,220.70	528.08	350.53	460.81	7,560.11
Trade payables	5,904.92	-	-	-	5,904.92
Other financial liabilities	906.76	-	-	-	906.76
Total	13,032.38	528.08	350.53	460.81	14,371.79

As at 31 March 2021	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Borrowings (including current maturities of non-current borrowings and excluding lease liabilities)	4,665.18	516.03	519.18	817.68	6,518.09
Trade payables	4,542.36	-	-	-	4,542.36
Other financial liabilities	809.81	-	-	-	809.81
Total	10,017.38	516.03	519.18	817.68	11,870.27

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***3 Market risk****a) Foreign currency risk**

The Group is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the US Dollar, EURO, Singapore Dollar (SGD), Canadian Dollar (CAD) and GBP. Foreign exchange risk arises from recognised assets and liabilities denominated in a currency that is not the functional currency of the Group. Considering the volume of foreign currency transactions, the Group's exposure to foreign currency risk is limited and the Group has taken forward contracts to manage its exposure. The Group does not hedge these foreign currency exposures by a derivative instrument or otherwise.

(i) Foreign currency risk exposure in USD:

The Group's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in USD	As at 31 March 2021 Amount in USD
Trade receivables	6.89	19.33
Trade payables	(0.39)	(0.20)
Non-current borrowings	(12.70)	(8.73)
Net exposure to foreign currency risk (liabilities)	(6.20)	10.40

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
USD sensitivity		
INR/USD- increase by 5%	(0.31)	0.52
INR/USD- decrease by 5%	0.31	(0.52)

* Holding all other variables constant

(ii) Foreign currency risk exposure in EURO:

The Group's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in EURO	As at 31 March 2021 Amount in EURO
Trade receivables	0.78	0.75
Trade payables	(5.20)	(2.43)
Net exposure to foreign currency risk (liabilities)	(4.42)	(1.68)

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended As at 31 March 2022	For the year ended As at 31 March 2021
EURO sensitivity		
INR/EURO- increase by 5%	(0.22)	(0.08)
INR/EURO- decrease by 5%	0.22	0.08

* Holding all other variables constant

(iii) Foreign currency risk exposure in SGD:

The Group's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in SGD	As at 31 March 2021 Amount in SGD
Trade receivables	4.87	1.53
Trade payables	(0.06)	(0.28)
Net exposure to foreign currency risk (liabilities)	4.81	1.25

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Sensitivity**

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended As at 31 March 2022	For the year ended As at 31 March 2021
SGD sensitivity		
INR/SGD- increase by 5%	0.24	0.06
INR/SGD- decrease by 5%	(0.24)	(0.06)

* Holding all other variables constant

(iv) Foreign currency risk exposure in Canadian Dollar ("CAD"):

The Group's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in CAD	As at 31 March 2021 Amount in CAD
Trade Receivables	0.01	-
Net exposure to foreign currency risk (liabilities)	0.01	-

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended As at 31 March 2022	For the year ended As at 31 March 2021
CAD sensitivity		
INR/CAD- increase by 5%	0.00	-
INR/CAD- decrease by 5%	(0.00)	-

* Holding all other variables constant

(v) Foreign currency risk exposure in GBP:

The Group's exposure to foreign currency risk at the end of the reporting period (Unhedged) are as follows:

Particulars	As at 31 March 2022 Amount in GBP	As at 31 March 2021 Amount in GBP
Trade Receivables	1.43	3.52
Trade payables	-	-
Net exposure to foreign currency risk (liabilities)	1.43	3.52

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	For the year ended As at 31 March 2022	For the year ended As at 31 March 2021
GBP sensitivity		
INR/GBP- increase by 5%	0.07	0.18
INR/GBP- decrease by 5%	(0.07)	(0.18)

* Holding all other variables constant

4 Interest rate risk

The Group's policy is to minimise interest rate cash flow risk exposures on external financing. The Group is exposed to changes in interest rates through bank borrowings carrying variable interest rates.

Interest rate risk exposure

Below is the overall exposure of the Group to interest rate risk:

Particulars	As at 31 March 2022	As at 31 March 2021
Variable rate borrowing	3,316.07	4,928.38

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)**Sensitivity*

Below is the sensitivity of profit or loss in interest rates.

Particulars	For the year ended As at 31 March 2022	For the year ended As at 31 March 2021
Interest sensitivity*		
Interest rates – increase by 100 basis points (100 bps)	33.16	49.28
Interest rates – decrease by 100 basis points (100 bps)	(33.16)	(49.28)

* Holding all other variables constant

5 Price risk

The Group do have investments in equity instruments which create an exposure to price risk. Considering, the amount of quoted investments is insignificant, sensitivity analysis to price changes have not been disclosed.

Particulars	As at 31 March 2022	As at 31 March 2021
Investments (quoted)	0.90	0.41
Total	0.90	0.41

48 Capital management

The Group's capital management objectives are

- to ensure the Group's ability to continue as a going concern
- to provide an adequate return to shareholders

The Group monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet.

Management assesses the Group's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Group's various classes of debt. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

(a) Debt equity ratio

Particulars	As at 31 March 2022	As at 31 March 2021
Net debt	8,197.94	7,198.31
Total equity	18,666.94	15,633.73
Net debt to equity ratio	43.92%	46.04%

49 Particulars of dividend paid to non-resident and foreign shareholders:

Particulars	31 March 2022	31 March 2021
Number of shareholders	14.00	14.00
Number of shares held on which dividend was due (in INR)*	1,180,607	1,187,307
Amount remitted (gross):		
- Final dividend paid in 31 March 2022, pertains to financial year 2020-21 (31 March 2021: pertains to financial year 2019-20)	37.78	10.69

*The number of shares represent the shares held by the Non-resident and foreign shareholders who have NRE/NRO accounts and the dividend is being disbursed to those accounts.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***50 Related party transactions******Related party disclosures, as required by Indian Accounting Standard 24 - Related Party Disclosures is as under:****(i) Key management personnel**

Mr. Pratik Patel, Chairman & Managing Director
Mr. Axel Schutte, Director
Mr. Suresh Patel, Executive Director
Mr. Brij Mohan Maheshwari, Independent Director
Mr. Sunil Kumar Choksi, Independent Director
Mr. Vishwapati Trivedi, Independent Director
Ms. Sunita Kishnani, Independent Director
Mr. DT Manwani, Independent Director

(ii) Relatives of key managerial personnel with whom there are transactions/balances during the year

Mrs. Bhairavi Patel (wife of Mr. Pratik Patel)
Mr. Harsh Patel (son of Mr. Pratik Patel)
Mrs. Swati Desai (sister of Mr. Pratik Patel)
Mr. Tarang Amin (brother-in law of Mr. Pratik Patel)
Mrs. Tejal Desai (daughter of Mr. Suresh Patel)

(iii) Entities in which key management personnel/director is having significant influence/interested with whom there are transactions/balances during the year

Patamin Investments Private Limited
Jash Precision Tools Private Limited (till 31 December 2020)
Micro Flat Datums Private Limited
Jash Flowcon Engineers (a partnership firm)

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

(iv) Transactions with related parties during the year

Particulars	Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Group		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Managerial remuneration (refer note 58)						
Pratik Patel	139.47	114.32	-	-	139.47	114.32
Suresh Patel	95.80	77.25	-	-	95.80	77.25
	43.67	37.08	-	-	43.67	37.08
Sale of goods						
Jash Precision Tools Private Limited	-	-	22.27	287.45	22.27	287.45
Schutte Industrieservice GmbH	-	-	-	277.86	-	277.86
Micro Flat Datums Private Limited	-	-	6.18	-	6.18	-
	-	-	16.08	9.59	16.08	9.59
Purchase of goods						
Jash Precision Tools Private Limited	-	-	60.13	127.91	60.13	127.91
Jash Flowcon Engineers	-	-	-	1.16	-	1.16
Schutte Meyer Ashwath Alloys Private Limited	-	-	-	0.12	-	0.12
Micro Flat Datums Private Limited	-	-	9.48	-	9.48	-
	-	-	50.64	126.63	50.64	126.63
Job work charges and labour charges						
Jash Precision Tools Private Limited	-	-	111.51	132.04	111.51	132.04
Jash Flowcon Engineers	-	-	-	30.33	-	30.33
Micro Flat Datums Private Limited	-	-	111.37	101.48	111.37	101.48
	-	-	0.14	0.21	0.14	0.21
Interest expense						
Patamin Investments Private Limited	-	-	51.50	52.35	51.50	52.35
	-	-	51.50	52.35	51.50	52.35
Lease payments						
Patamin Investments Private Limited	-	-	60.00	60.00	60.00	60.00
	-	-	60.00	60.00	60.00	60.00
Purchase of capital goods						
Micro Flat Datums Private Limited	-	-	1.00	4.01	1.00	4.01
Jash Flowcon Engineers	-	-	1.00	2.76	1.00	2.76
	-	-	-	1.25	-	1.25

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

(v) Transactions with related parties during the year (Cont'd)

Particulars	Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Group		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Dividend for the year						
Pratik Patel	121.73	33.58	17.02	3.63	138.75	37.21
Axel Schutte	47.81	17.29	-	-	47.81	17.29
Patamin Investments Private Limited	24.64	6.93	-	-	24.64	6.93
Bhairavi Patel	-	-	17.02	3.63	17.02	3.63
Swati Desai	24.07	2.27	-	-	24.07	2.27
Tarang Amin	1.26	0.18	-	-	1.26	0.18
Avani Vipul Patel	2.64	0.74	-	-	2.64	0.74
Tejal Desai	5.33	1.78	-	-	5.33	1.78
Harsh Patel	1.58	0.34	-	-	1.58	0.34
	14.40	4.05	-	-	14.40	4.05
Expenses incurred by Group on behalf of related parties						
Jash Flowcon engineers	1.20	-	6.75	-	7.95	-
Schutte Meyer Industries Private Limited Gmbh	-	-	1.96	-	1.96	-
Micro-Flat Datums Pvt. Ltd.	-	-	2.00	-	2.00	-
Pratik Patel	-	-	2.79	-	2.79	-
	1.20	-	-	-	1.20	-
Reimbursement of expenses						
Pratik Patel	12.36	4.67	-	-	12.36	4.67
	12.36	4.67	-	-	12.36	4.67
Sitting fees						
Mr. Brij Mohan Maheshwari	4.75	4.50	-	-	4.75	4.50
Mr. Sunil Kumar Choksi	1.00	1.00	-	-	1.00	1.00
Mr. Vishwapati Trivedi	1.00	0.50	-	-	1.00	0.50
Ms. Sunita Kishnani	1.00	1.00	-	-	1.00	1.00
Mr. DT Manwani	0.75	1.00	-	-	0.75	1.00

* Interest expense related to Patamin Investments Private Limited is the notional expense booked pursuant to the guidance of IND AS 116, Leases.

** Transactions with related parties are at arm's length. Also, for guarantees given by promoters/directors in respect of company's borrowings, refer note 25(a) and 28(a).

Jash Engineering Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amount in INR lakhs unless stated otherwise)

50 Related party transaction (continued)

(vi) Year and balances

Particulars	Key management personnel and their relatives		Entities in which key management personnel/director is having significant influence/ interested/ entity having significant influence over the Group		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Trade receivables						
Micro Flat Datums Private Limited	-	-	-	4.40	-	4.40
				4.40	-	4.40
Trade payables						
Micro Flat Datums Private Limited	-	-	42.69	81.69	42.69	81.69
Jash Flowcon Engineers	-	-	(2.79)	44.99	(2.79)	44.99
Patamin Investments Private Limited	-	-	40.08	36.70	40.08	36.70
	-	-	5.40		5.40	-
Lease liability						
Patamin Investments Private Limited	-	-	491.77	500.27	491.77	500.27
			491.77	500.27	491.77	500.27
Security deposits*						
Patamin Investments Private Limited	-	-	37.50	37.50	37.50	37.50
			37.50	37.50	37.50	37.50
Remuneration payable						
Pratik Patel	2.72	2.74	-	-	2.72	2.74
Suresh Patel	1.06	1.16	-	-	1.06	1.16
	1.66	1.58	-	-	1.66	1.58

*The above amount of security deposit is the notional amount as per agreement. However, the same has been carried forward at amortised cost.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***51 Lease related disclosures**

The Group has applied Ind AS 116 "Leases" for accounting of Leases. The Group has leases for various land locations at different plant sites across India and related facilities. With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability. Variable lease payments which do not depend on an index or a rate are excluded from the initial measurement of the lease liability and right of use assets. The Group classifies its right-of-use assets in a consistent manner to its property, plant and equipment.

A. Lease payments not included in measurement of lease liability

The expense relating to payments not included in the measurement of the lease liability is as follows:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Short-term leases	13.08	3.06
Leases of low value assets	0.60	0.60

B Total cash outflow for leases for the year ended 31 March 2022 was INR 118.18 lakhs (31 March 2021: INR 137.52 lakhs).

C Maturity of lease liabilities

The lease liabilities are secured by the related underlying assets. Future minimum lease payments were as follows:

Gross lease payments	Minimum lease payments due						
	Within 1 year	1-2 years	2-3 years	3-4 years	4-5 years	More than 5 years	Total
31 March 2022	109.30	101.58	71.86	64.63	64.63	942.92	1,354.93
31 March 2021	115.24	108.31	100.66	71.64	64.63	1,051.14	1,511.62

D Extension and termination options

The Group has lease contracts for the land sites where the manufacturing plants are being set up. The Group has considered enforceable extension options available for land leases in lease period assessment since the Group can enforce its right to extend the lease beyond the initial lease periodic likely to be benefited by exercising the extension options.

52 Disclosures of revenue recognition as per Ind AS 115

Indian Accounting Standard 115 Revenue from Contracts with Customers ("Ind AS 115"), establishes a framework for determining whether, how much and when revenue is recognised and requires disclosures about the nature, amount, timing and uncertainty of revenues and cash flows arising from customer contracts. Under Ind AS 115, revenue is recognised through a 5-step approach:

- (i) Identify the contracts with customer;
- (ii) Identify separate performance obligations in the contract;
- (iii) Determine the transaction price;
- (iv) Allocate the transaction price to the performance obligations; and
- (v) Recognise revenue when a performance obligation is satisfied.

The Group supplies various category of goods along with installation services. The revenue in respect of these is recognised on point in time basis when the control of goods is transferred to the customer. Following are the major category of products supplied by the Group.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***Description of nature of goods sold**

- (i) Castings
- (ii) Screening equipment
- (iii) Sluice gate
- (iv) Valves and valves components
- (v) Process Equipments
- (vi) HydroScrew
- (vii) Special purpose valve

Sale of services includes installation charges in respect of sale of goods.

(a) Disaggregation of revenue

The Group has performed a disaggregated analysis of revenues considering the nature, amount, timing and uncertainty of revenues. This includes disclosure of revenues by geography and timing of recognition.

For the year ended 31 March 2022

Revenue from contracts with customers	Goods	Services	Other operating revenue*	Total
Revenue by geography				
India	17,333.49	32.53	843.99	18,210.01
USA	13,156.22	63.33	-	13,219.55
Hongkong	1,815.13	-	-	1,815.13
Qatar	1,336.55	-	-	1,336.55
United Kingdom	218.21	-	-	218.21
Singapore	300.51	-	-	300.51
France	273.22	-	-	273.22
Others	1,045.09	101.64	-	1,146.73
Total	35,478.42	197.50	843.99	36,519.91
Revenue by time				
Revenue recognised at point in time	35,478.42	197.50	843.99	36,519.91
Revenue recognised over time	-	-	-	-
Total	35,478.42	197.50	843.99	36,519.91

For the year ended 31 March 2021

Revenue from contracts with customers	Goods	Services	Other operating revenue*	Total
Revenue by geography				
India	12,027.53	12.83	436.07	12,476.43
USA	10,303.34	69.49	-	10,372.83
Singapore	232.07	-	-	232.07
Hongkong	1,337.47	-	-	1,337.47
Philippines	1,258.93	-	-	1,258.93
Canada	1,017.86	-	-	1,017.86
Others	3,061.34	86.67	-	3,148.01
Total	29,238.54	168.99	436.07	29,843.60
Revenue by time				
Revenue recognised at point in time	29,238.54	168.99	436.07	29,843.60
Revenue recognised over time	-	-	-	-
Total	29,238.54	168.99	436.07	29,843.60

* Export incentives has been excluded from other operating revenue as same does not pertain to contract with customers

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***(b) Assets and liabilities related to contracts with customers**

Description	As at 31 March 2022	As at 31 March 2021
	Current	Current
Contract liabilities related to sale of goods		
Advance from customers*	2,406.03	2,577.20

*Advance from customers are contract liabilities, where money has been received and performance obligations are not yet satisfied.

(c) Significant change in contract assets/liabilities

(i) Description- Advance from customers	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening balance	2,577.20	1,541.59
Less: Goods and services delivered during the period	(1,849.60)	(1,567.53)
Add: Advances received during the period	1,678.43	2,603.14
Closing Balance	2,406.03	2,577.20

(ii) Description- Accrued Revenue	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening balance	-	139.10
Less: Revenue recognised/billed during the period	-	(139.10)
Add: Revenue accrued during the period	-	-
Closing Balance	-	-

(d) Reconciliation of revenue recognised in Statement of Profit and Loss with Contract price

Description	For the year ended 31 March 2022	For the year ended 31 March 2021
Contract price	36,519.91	29,884.31
Less: Late delivery charges, discount, rebates, credits etc.	-	(40.71)
Revenue from operations as per Statement of Profit and Loss	36,519.91	29,843.60

(e) Company has not incurred any cost for obtaining contracts except administrative cost required for preparation of offers and the same is charged to Statement of Profit and Loss.

(f) At the end of the financial year, there are no unsatisfied performance obligation for the contracts with original expected period of satisfaction of performance obligation of more than one year.

53 Share-based payments**a) Employee option plan**

The Jash Engineering (Holding Company) Employee Stock Option Scheme was approved by shareholders through postal ballot on 10 August 2019. The Employee Option Plan is designed to provide incentives to employees who have completed three years in company to deliver long-term returns. Under the plan, participants are granted options which vest in four tranches in four years from the grant date. Participation in the plan is at the board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits.

Once vested, the options remain exercisable for a period of one month.

Options carry no dividend or voting rights until they are exercised. When exercisable, each option is convertible into one equity share. The exercise price of the options is 20% discount on the closing market price of one day prior to the date of grant on stock exchange where the equity shares of the Group are listed.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Set out below is a summary of options granted under the plan:

	For the year ended 31 March 2022		For the year ended 31 March 2021	
	Average exercise price per share option (INR)	Number of options	Average exercise price per share option (INR)	Number of options
Opening balance	118.64	3,11,130	118.64	4,81,400
Granted during the year	-	-	-	-
Exercised during the year	-	(70,160)	-	(34,570)
Lapsed during the period	-	(9,360)	-	(135,700)
Closing balance		2,31,610		3,11,130
Vested and exercisable	-	1,800	-	-

Share options outstanding at the end of the year have the following expiry date and exercise prices:

Grant Date	Expiry Date	Exercise price (INR)	Fair value of options (INR)	Share options	
				As at 31 March 2022	As at 31 March 2021
14 February 2020	14 March 2021	118.64	61.80	23,161	31,113
14 February 2020	14 March 2022	118.64	71.33	46,322	62,226
14 February 2020	14 March 2023	118.64	80.68	69,483	93,339
14 February 2020	14 March 2024	118.64	87.43	92,644	124,452
Total				2,31,610	3,11,130
Weighted average remaining contractual life of options outstanding at end of period				1.87	2.95

Fair value of options granted

The fair value at grant date is determined using the Black Scholes Model which takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option.

The model inputs for options granted during the year ended 31 March 2022 included:

- Options will vest in a graded manner over four years from the date of grant. These options are exercisable within a period of one month of vesting.
- Exercise price: INR 118.64
- Share price at grant date: INR 148.30
- Weighted average expected price volatility*: 72.44%
- Weighted average expected dividend yield: 1.36%
- Risk-free interest rate: 6.10% for all tranches

*The expected price volatility is based on the historic volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility based on publicly available information.

(c) Expense arising from share-based payment transactions

Total expenses arising from share-based payment transactions recognised in profit or loss as part to employee benefit expense were as follows:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Employee option plan	74.49	96.34
Total employee share-based payment expense	74.49	96.34

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***54 Ratios to disclosed as per requirement of Schedule III to the Act**

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
a. Current ratio		
Current assets (Numerator)	24,979.85	20,416.57
Current liabilities (Denominator)	15,989.88	12,963.97
Current ratio	1.56	1.57
% Change as compared to the preceding year	-0.80%	-
b. Debt-equity ratio		
Total debt (Numerator)	8,197.94	7,198.31
Shareholder's equity (Denominator)	18,666.94	15,633.73
Debt-equity ratio	0.44	0.46
% Change as compared to the preceding year	-4.62%	-
c. Debt service coverage ratio		
Earnings available for debt service (Numerator) *	4,828.03	4,655.31
Debt service (Denominator) #	3,615.43	3,719.51
Debt service coverage ratio	1.34	1.25
% Change as compared to the preceding year	6.70%	-
* Earning for Debt Service = Net Profit after taxes + Interest expense + Depreciation		
# Debt service = Interest and Lease payments + Principal repayments		
d. Return on equity ratio		
Profit / (loss) for the period/year (Numerator)	3,217.82	3,051.87
Shareholder's equity (Denominator)	18,666.94	15,633.73
Return on equity	0.17	0.20
% Change as compared to the preceding year	-11.70%	-
e. Dividend Payout Ratio		
Dividend Paid during the year (Numerator)	379.91	106.53
Net Income for the year (Denominator)	3,051.87	2,009.68
Dividend Payout	0.12	0.05
% Change as compared to the preceding year	134.84%	
Explanation for change in the ratio by more than 25% as compared to the preceding year:		
During the year Group paid higher dividend as compared to previous year.		
f. Inventory turnover ratio		
On Raw material		
Cost of goods sold (Numerator)	17,669.99	13,429.40
Average inventory of raw materials (Denominator) *	3,752.82	3,251.85
Inventory turnover ratio	4.71	4.13
% Change as compared to the preceding year	14.01%	

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
On Finished goods and Work in progress		
Revenue from operations (Numerator)	36,756.32	29,942.69
Average inventory of finished goods and work in progress (Denominator) *	3,639.75	3,373.54
Inventory turnover ratio	10.10	8.88
% Change as compared to the preceding year	13.78%	-
* Average inventory = (Opening balance + Closing balance / 2)		
g. Trade receivables turnover ratio		
Net sales (Numerator)	36,756.32	29,942.69
Average trade receivable (Denominator) *	11,527.21	9,006.22
Trade receivables turnover ratio	3.19	3.32
% Change as compared to the preceding year	-4.09%	-
* Average trade receivables = (Opening balance + Closing balance / 2)		
h. Trade payables turnover ratio		
Purchases (Numerator)	18,208.94	14,092.06
Average trade payable (Denominator) *	5,223.64	4,281.16
Trade payables turnover ratio	3.49	3.29
% Variance	5.90%	-
* Average trade payables = (Opening balance + Closing balance / 2)		
I. Net capital turnover ratio		
Net sales (Numerator) #	36,756.32	29,942.69
Working capital (Denominator) *	8,989.97	7,452.60
Net capital turnover ratio	4.09	4.02
% Change as compared to the preceding year	1.76%	-
j. Net profit ratio		
Profit / (loss) for the year (Numerator)	3,217.82	3,051.87
Net sales (Denominator)	36,756.32	29,942.69
Net profit ratio	0.09	0.10
% Change as compared to the preceding year	-14.11%	-
k. Return on capital employed		
Earning before interest and taxes (Numerator)	4,318.91	4,598.56
Capital employed (Denominator)*	26,864.88	22,832.04
Return on capital employed	0.16	0.20
% Change as compared to the preceding year	-20.18%	-
* Capital Employed = Total equity + Total debt		
l. Return on investment		
Profit before taxes (Numerator)	3,457.97	3,616.85
Total Assets (Denominator)	36,915.00	31,641.60
Return on investment	0.09	0.11
% Change as compared to the preceding year	-18.05%	-

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***55 Segment Reporting**

In accordance with Ind AS 108, the Board of Directors, being the Chief operating decision maker of the Group has determined "Manufacturing and trading of varied engineering products for general engineering industry, water and waste water industry and bulk solids handling industry" as the only operating segment. Further in terms of paragraph 31 of Ind AS 108, entity wide disclosures have been presented below:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Revenue from external customers		
Within India	18,446.41	12,575.52
Outside India	18,309.91	17,367.17
Revenue from operations	36,756.32	29,942.69

Particulars	As at 31 March 2022	As at 31 March 2021
Non-current assets[^]		
Within India	8,546.02	9,349.94
Outside India	2,844.19	1,700.34
Non-current assets	11,390.21	11,050.28

[^] Non-current assets, other than financial instruments and income tax assets (net)/deferred tax asset (net). No single external customer amounts to 10% or more of the Group's revenue.

56 Additional information as required by paragraph 2 of the general instructions for preparation of consolidated financial statements to Schedule III of the Companies Act, 2013

Name of the entity	Net assets as on 31 March 2022, i.e. total assets minus total liabilities		Share in profit or (loss) for 31 March 2022		Share in other comprehensive income for 31 March 2022		Share in total comprehensive income for 31 March 2022	
	Amount	As a % of consolidated net assets	Amount	As a % of consolidated profit and loss	Amount	As a % of consolidated profit and loss	Amount	As a % of consolidated profit and loss
Holding Company								
Jash Engineering Limited	19,921.02	106.72%	2,475.97	76.95%	10.95	4.08	2,486.92	77.22%
Subsidiaries								
Shivpad Engineers Private Limited	1,273.38	6.82%	406.34	12.63%	0.21	0.08	406.55	12.62%
Jash USA Inc. (inclusive of Rodney Hunt Inc.)*	2,994.39	16.04%	474.08	0.15	19.91	741.74%	493.99	15.34%
Mahr Maschinenbau GmbH	4.26	0.02%	(10.80)	-0.34%	(1.57)	(58.41%)	(12.37)	-0.38%
Engineering and Manufacturing Jash Limited	3.81	0.02%	(6.57)	(0.20%)	0.18	0.07	(6.39)	(0.20%)
Less: Inter Group eliminations	(5,529.92)	(29.62%)	(121.20)	(3.77%)	(26.99)	(1,005.81%)	(148.20)	(4.60%)
Total	18,666.94	100.00%	3,217.82	100.00%	2.68	100.00%	3,220.50	100.00%

*Rodney Hunt Inc. is a wholly owned subsidiary of Jash USA Inc, incorporated with no capital. The management is not required to maintain separate books of accounts of Rodney Hunt Inc., hence, the management has prepared consolidated books of accounts of Jash USA Inc. Therefore, It is impracticable to disclose the above note separately for Rodney Hunt Inc. Hence, the disclosure for Rodney Hunt Inc. has been included with Jash USA Inc.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)***57 Additional regulatory information not disclosed elsewhere in the financial statements**

- a) The Group do not have any Benami property and no proceedings have been initiated or pending against the Company and its Indian subsidiaries for holding any Benami property, under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder.
- b) The Group has not been declared a 'Wilful Defaulter' by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- c) The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- d) The Group does not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.
- e) The Group does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- f) The Group has not traded or invested in crypto currency or virtual currency during the current or previous year.
- g) The Group has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- h) The Holding Company and its Indian subsidiary do not have any transactions with struck off companies.
- i) The Group has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- j) The Group has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- k) The Group has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- l) The Group has filed quarterly returns or statements of current assets with the banks in lieu of the sanctioned working capital facilities, which are in agreement with the books of accounts other than those as set out below:

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

Name of the Bank / financial institution	Working capital limit sanctioned	Nature of current assets offered as	Quarter	Nature	Amount as per books of accounts	Amount disclosed as per return	Difference	Remarks/ reason, if any
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	30-Jun-21	Inventory	5,898.95	6,406.42	(507.48)	As per the Group practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of review which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows: 1) Provision for inventory obsolescence has been increased by Rs. 607.40 lakhs; 2) Valuation on account of allocated overhead has been increased by Rs. 99.92 lakhs.
				Trade receivables	9,541.14	9,844.06	(302.91)	The differences is due to following reasons: 1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 433.20 lakhs; 2) The Group records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of audit/ review. During quarter ended June 2021, foreign exchange gain was recorded amounting to Rs. 199.95 lakhs, which results in an increase in receivable balance as per books of accounts; 3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of review. The same contributes an overall decline amounting to Rs. 73.85 lakhs in balances as per books of accounts; 4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 4.19 lakhs.
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	30-Sep-21	Inventory	8,027.48	7,947.45	80.03	As per the Group practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of review which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows: 1) Provision for inventory obsolescence has been increased by Rs. 38.84 lakhs; 2) Valuation on account of allocated overhead has been increased by 118.87 lakhs.
				Trade receivables	9,467.96	9,845.29	(377.33)	The differences is due to following reasons: 1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 433.20 lakhs; 2) The Group records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of review. During quarter ended September 2021, foreign exchange gain was recorded amounting to Rs. 163.65 lakhs, which results in an increase in receivable balance as per books of accounts; 3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of review. The same contributes an overall decline amounting to Rs. 139.39 lakhs in balances as per books of accounts; 4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 31.61 lakhs.

Jash Engineering Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amount in INR lakhs unless stated otherwise)

Name of the Bank / financial institution	Working capital limit sanctioned	Nature of current assets offered as security	Quarter	Nature	Amount as per books of accounts	Amount disclosed as per return	Difference	Remarks/ reason, if any
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	31-Dec-21	Inventory	8,778.10	8,803.89	(25.79)	As per the Group practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of review which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows: 1) Provision for inventory obsolescence has been increased by Rs. 43.13 lakhs; 2) Valuation on account of allocated overhead has been increased by Rs. 17.34 lakhs.
				Trade receivables	10,719.86	10,932.06	(212.21)	The differences is due to following reasons: 1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 333.20 lakhs; 2) The Group records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of audit/ review. During quarter ended December 2021, foreign exchange gain was recorded amounting to Rs. 149.74 lakhs, which results in an increase in receivable balance as per books of accounts; 3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of review. The same contributes an overall decline amounting to Rs.106.02 lakhs in balances as per books of accounts; 4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 77.27 lakhs.
Axis Bank Limited HDFC Bank Limited State Bank of India	5,550.00	Entire current assets	31-Mar-22	Inventory	5,686.62	6,012.03	(325.41)	As per the Group practice, the adjustments with respect to obsolescence and valuation (overhead allocation) take place at the end of audit which leads to a variance in the balance as per books and as disclosed in the return. The same are as follows: 1) Provision for inventory obsolescence has been increased by Rs. 414.32 lakhs; 2) Valuation on account of allocated overhead has been increased by 29.47 lakhs; 3) Decline on account of physical verification process amounting to Rs. 16.02 lakhs. 4) Increase on account of goods in transit amounting to Rs. 75.46.
				Trade receivables	13,009.21	13,499.19	(489.98)	The differences is due to following reasons: 1) The receivable balances submitted to the bank are on gross basis i.e. before providing for any provision for ECL. The same results a decline in receivable balance as per books of accounts amounting to Rs. 333.20 lakhs; 2) The Group records the foreign exchange gain/ (loss) at the time of finalisation of working i.e. near the end of audit. During quarter ended March 2022, foreign exchange gain was recorded amounting to Rs. 193.62 lakhs, which results in an increase in receivable balance as per books of accounts; 3) The cut-off and other adjustments such as netting of advance received from customer against receivable balances, balances written-off etc. takes place at the end of audit. The same contributes an overall decline amounting to Rs. 615.47 lakhs in balances as per books of accounts; 4) Further, balance submitted to bank doesn't includes the bills receivables which contributes an increase in balances as per books amounting to Rs. 265.07 lakhs.

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

- 58** The Group has two units located in Special Economic Zone (the "SEZ"), Unit I and Unit II respectively. The Group is eligible to claim deduction under section 10AA of Income Tax Act, 1961 for both these units.

Unit I was 100% exempted from income tax (current tax) till 31 March 2015, 50% exempted from 01 April 2015 to 31 March 2020 and from 01 April 2020 to 31 March 2025, the company is eligible to claim 50% exemption subject to compliance of certain conditions and transfer of 50% profits to SEZ reserve Account. Similarly, Unit II is 100% exempted from income tax (current tax) till 31 March 2024, 50% exempted from 1 April 2024 to 31 March 2029 and further 50% exempted (but subject to compliance of certain conditions and transfer of 50% profits to SEZ reserve Account) from 1 April 2029 to 31 March 2034 under the provision of Section 10AA of Income Tax Act, 1961. During the year, Group has transferred INR 134.49 lakhs for financial year 2021-22 and INR 120.27 lakhs for financial year 2020-21, equivalent to 50% profits of Unit I. Further, the Group transferred INR 120.27 lakhs to retained earnings from SEZ re-investment reserve on utilisation for financial year 2020-21.

Deferred tax pertaining to this unit is recognized on timing differences, being the difference between taxable income and accounting income, that originate in one period and are capable of reversal in one or more subsequent periods beyond the periods during which the respective units are exempt from income tax as aforesaid.

- 59** The Group has not received the payment of outstanding foreign receivables within the period mentioned in the Master Circular on Export of Goods and Services issued by the Reserve Bank of India ("RBI"). Trade receivables amounting to INR 1,762.64 lakhs (31 March 2021: INR 1,614.36 lakhs) due from overseas parties is outstanding for a period of more than nine months.

With respect to this, for receivables amounting to INR 798.43 lakhs, the Group has subsequent to year end made application to RBI through its authorised dealer bank for seeking extension of period of realisation beyond 9 months along with detailed plan of action as allowed to authorised dealer bank under clause (i) of para C.18 of Master Direction No. 16/15-16 (RBI/FED/2015-16/11). Pending the final outcome of the aforesaid matters, which is presently unascertainable, no adjustments have been made in these standalone financial statements.

However, for trade receivables amounting to INR 964.21 lakhs, the group is under process of filing application to RBI through its authorised dealer bank for seeking extension of period of realisation beyond 9 months.

60 Directors remuneration:

Description	31 March 2022	31 March 2021
Salaries, wages and bonus*	127.98	104.58
Contribution to provident and other funds	8.78	7.45
Perquisites	0.40	0.39
Compensated absences	2.31	1.90
Total	139.47	114.32

*Exclusive of provisions for future liabilities in respect of gratuity and compensated absences as the actuarial valuation is done for all the employees together.

61 Movement of grant receivable :

Description	31 March 2022	31 March 2021
Opening balance	45.84	-
Add: Grant sanctioned during the year	90.86	57.30
Less: Grant received during the year	34.18	11.46
Total	102.52	45.84
Current grant receivable	34.17	11.46
Non current grant receivable	68.35	34.38
Total	102.52	45.84

Jash Engineering Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amount in INR lakhs unless stated otherwise)*

- 62** No subsequent event occurred post balance sheet date which requires adjustment in the consolidated financial statements for the year ended 31 March 2022.
- 63** The Schedule III to the Companies Act, 2013 has been amended in respect of certain regrouping / disclosures vide notification dated 24 March 2021 which are applicable w.e.f. 1 April 2021. The figures have been presented in the above consolidated financial statements after considering the said amendments. The figures of the corresponding previous year have been regrouped wherever considered necessary to correspond to current year disclosures.
- 64** The outbreak of corona virus (COVID-19) pandemic globally and in India has caused significant disturbance and slowdown of economic activity. The pandemic has entered an endemic stage across the world with most countries removing restrictions and the industry is on its way to recovery. The Group's operations and revenue were impacted due to COVID-19 however, with the gradual reopening of industrial manufacturing and construction related activities and increased vaccinations, the Group's volumes have recovered to pre-pandemic levels in the year ended 31 March 2022. The management of the Group has considered all internal and external sources of information, including economic forecasts and estimates from market sources as at the date of the approval of these consolidated financial statements in determining carrying values of its assets and liabilities in accordance with applicable Ind AS. The Group has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, inventory, receivables, advances, property, plant and equipment, intangibles etc. as well as liabilities accrued and has concluded that no material adjustments are required at this stage in the consolidated financial statements. Based on current indicators of future conditions, the Group expects the carrying amount of these will be recovered and sufficient liquidity is available to fund the business operations. Given the uncertainty because of COVID-19, the final impact on the Group's assets in future may differ from the estimated as at the date of approval of the consolidated financial statements.

This is a Summary of Significant accounting policies and other explanatory information referred to in our report of even date

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

S/d-
Nitin Toshniwal
Partner
Membership No.: 507568

UDIN: 22507568AJVWSQ3936

Place: Faridabad
Date: 30 May 2022

For and on behalf of Board of Directors of
Jash Engineering Limited

S/d-
Pratik Patel
Managing Director
DIN - 00780920

S/d-
Dharmendra Jain
Chief Financial Officer

Place: Indore
Date: 30 May 2022

S/d-
Suresh Patel
Executive Director
DIN:00012072

S/d-
Tushar Kharpade
Company Secretary
M. No. - A30144

INSTALLATION PHOTOGRAPHS



Fort Bend County Levee Improvement, Texas, USA

Cast Iron Sluice Gates

120" (w) X 120" (h), 5 Nos.



FRWRD Pagorski WRF, Illinois, USA

Stainless Steel Slide Gates, Weir Gates And Stop Plates

36" (w) X 36" (h) to 48" (w) X 48" (h), 35 Nos.



S-40-41-44 Gate Replacements Palm Beach County, Florida, USA

Stainless Steel Open Channel Gates

300" (W) X 108" (H), 6 Nos.



Sienna plantation outfall structure No. 6, Atlas 14, Texas, USA

Cast Iron Sluice Gates

120" (w) X 120" (h), 6 Nos.



SJAFCA Smith canal, California, USA

Carbon Steel Stop Logs

600" (w) X 240" (h), 2 sets (each set consist of 3 logs)



120 MLD STP at Kodungayur, Chennai, India

Stainless Steel Open Channel Gates

2800(w) x 1200(h) mm, 4 nos.



375 MLD STP, Jeddah Airport-2, Saudi Arabia

JASH Perscalator Filter Band Screen

1916 X 7247 MM- 5 Nos.



Bayan Baru ASP, Malaysia

Archimedean Screw Pump

Screw Dia – 2900 mm, Pump capacity -3000 LPS, 4 nos

INFRASTRUCTURE PHOTOGRAPHS



New Canteen Facility at Unit 2



Road Improvements at Unit 2



Plant Expansion Cast Iron Products at Unit 3



Machine Shop for Cast Iron Products at Unit 3



Paint Shop for Cast Iron Products at Unit 3



Shot Blasting for Cast Iron Products at Unit 3



Assembly Shop for Cast Iron Products at Unit 3



Test Bench for Cast Iron Products at Unit 3

PRODUCT AT A GLANCE

Water Control Gates



Penstocks / Sluice Gates



Open Channel Gates



Downward Opening Weir Gates



Flap Gates



Stop Logs

Heavy Fabricated Gates



Bulk Head Slide Gates



Roller Gates



Butterfly Gates



Crest Gates



Radial / Tainter Gates



Bonneted Gates

Coarse Screening Equipment



Trash Rack



Jash MMR Screen



"JMR" Multi-rake Screen



Jash Back Rake Screen



Suspended Trash Rack

Fine Screening Equipment



Screenmat Step Screen



Mahr Perscalator Screen



Travelling Band Screen

Screening Conveying Equipment



Screw Conveyor



Jet Breaker Washer Compactor

Filtering Equipment



iFILT® Diamond Disc Filter

Screw Pump & Generator



Screw Pump

Process Equipment



Detritor



Slow speed fixed aerator



Clarifier

Knife Gate Valves



"ZFI" Series Knife Gate Valve



"MONO" Series Knife Gate Valve

Special Valves & Surge Control Devices



Zero Velocity Valve



Air Cushion Valve



Energy Dissipating Valve



Air Vessels

Bulk Solid Handling Valves



Slide Gate Valve – Version ZFB



Swing Gate Valve – Version KU



Double Flap Valve – Version DFG



Fabricated Slide Gate Valve-VEG



Slide Gate Valve-ZFS



Unit 1: Cast Products Plant, Indore, MP, India



Unit 2: Fabricated Products Plant, Bardari, Indore, MP, India



Unit 3 : SEZ Plant, Pithampur, Dhar, MP, India



Unit 4: Rodney Hunt Plant, Pithampur, Dhar, MP, India



Rodney Hunt Plant, Orange, MA, USA

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