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**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

(FORMERLY KNOWN AS SPECTRUM ELECTRICAL INDUSTRIES PRIVATE LIMITED/SPECTRUM ELECTRICAL COMPONENT PRIVATE LIMITED)

WEBSITE: [WWW.SPECTRUM-INDIA.COM](http://WWW.SPECTRUM-INDIA.COM)

CIN: U28100MH2008PLC185764

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**ELEVENTH ANNUAL REPORT**

**FOR THE**

**FINANCIAL YEAR**

***1<sup>ST</sup> APRIL, 2018***

***TO***

***31<sup>ST</sup> MARCH, 2019***



### **SHEET METAL FABRICATION DIVISION**

We are an ISO 9001:2015 certified company, engaged in the business of designing and manufacturing of electrical, automobile and irrigation components as contract manufacturers and as component suppliers to leading industry players on Business-to-Business (B2B) model.



### **INJECTION MOULDING DIVISION**

## OUR PRODUCTS

- Distribution Boards
- Metal Junction Boxes
- AC Box
- Modular Electric Board Panels
- Mini MCB Base & Cover
- Fancy Angle Holder
- Irrigation Equipment

## CUSTOMER ACCOLADE

- Anchor Panasonic awarded Gold supplier for the commitment, consistency and value addition to the Products and Services- 2017 -18
- Anchor Panasonic Awarded Best Supplier Award for the Wiring Devices BU- 2017-18.
- Schneider Electric Awarded Best Supplier of the Year-2018-19.

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## Corporate Information

### **GENERAL INFORMATION:**

Name of the Company	Spectrum Electrical Industries Limited
CIN	U28100MH2008PLC185764
Reporting Financial Year	2018-19
Registered Office	Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra 425003, India.
Tele. No.	0257-2210192
Email ID	info@spectrum-india.com
Website	www.spectrum-india.com

**BOARD OF DIRECTORS:**

<p><b>Mr. Deepak Suresh Chaudhari</b></p> <p><b>Promoter &amp; Managing Director</b></p> <p><b>DIN: 00538753</b></p>	<p><b>Brief Profile:</b> Mr. Deepak Chaudhari is the Promoter and Managing Director of the Company. He is a Bachelor of Engineering in Electronics &amp; Tele-Communication (BE E&amp;TC) from Dr. Babasaheb Ambedkar Marathwada University, Aurangabad and has an experience of over 24 years in manufacturing electrical components and other allied products. Mr. Deepak Chaudhari looks after the day-to-day management of the Company under the supervision, direction and control of Board of Directors. He is the guiding force behind the strategic decisions of our Company and oversees the principal business activities of our Company including planning &amp; formulating the overall business strategy and developing business relations for our Company. His engineering background combined with his sharp business acumen has been instrumental in the growth of our Company. His passion for manufacture of quality products, has enabled us to gain trust and appreciation of our customers for our products.</p>
<p><b>Mrs. Bharti Deepak Chaudhari</b></p> <p><b>Whole Time Director</b></p> <p><b>DIN: 02759526</b></p>	<p><b>Brief Profile:</b> Mrs. Bharti Chaudhari, is the Whole-Time Director of the Company. She has done M. Sc. (Biotechnology) from North Maharashtra University, Jalgaon. She is designated as Director-Corporate Services. She participates in strategic decision making and growth plans of the Company and looks after the administrative functions of the Company on regular basis.</p>
<p><b>Mr. Chandrakant Bhaskar Rane</b></p> <p><b>Executive Director</b></p> <p><b>DIN: 06410254</b></p>	<p><b>Brief Profile:</b> Mr. Chandrakant Rane, is an Executive Director of the Company. He holds Licentiate in Mechanical Engineering from VJTI University and Mechanical Engineering degree from Mumbai University. He is designated as Director-Operations. He has been associated with the group since 2003. He takes care of sheet metal fabrication business operations of Nashik units of the Company and contributes in improvement of manufacturing processes besides managing customer relationships.</p>

<p><b>Mr. Devendra Sudhakar Rane</b> <b>Executive Director</b></p> <p><b>DIN: 06415078</b></p>	<p><b>Brief Profile:</b> Mr. Devendra Sudhakar Rane, is an Executive Director of the Company. He holds diploma in Industrial Electronics from Mumbai University. He is designated as Director-Business Growth. He has been associated with the group since 2003. He takes care of electroplating business operations of Nashik units of the Company and contributes in improvement of manufacturing processes besides managing customer relationships.</p>
<p><b>Mr. Narendra Daulatrao Wagh</b> <b>Non-Executive Independent Director</b></p> <p><b>DIN: 02430616</b></p>	<p><b>Brief Profile:</b> Mr. Narendra Wagh, is a Non-Executive – Independent Director of the Company and he has done his graduation in Production Engineering from VJTI, Mumbai University &amp; has had training in Strategic Business Leadership at Thunderbird School of Global Management at Arizona - USA &amp; Lean Manufacturing Methodology at Barcelona in Spain. He was a senior management professional with more than four decades of multifaceted experience in managing large sized businesses encompassing multi location, multi plant, multi brands, projects and services sectors with global footprint as a BU Head/CEO/ Director. He has held and executed successfully senior management roles with reputed organizations like Godrej &amp; Boyce Mfg. Company, Wimco Ltd., Voltas Ltd., Electrolux AB, Force Motors, Legrand, Suzlon Energy Ltd., Kirloskar Brothers and Walchand Group of Industries. His rich experience of business management is helping us in strategic planning and business process improvements.</p>
<p><b>Mr. Subhash Narayan Patil</b> <b>Non-Executive Independent Director</b></p> <p><b>DIN: 00926521</b></p>	<p><b>Brief Profile:</b> Mr. Subhash Narayan Patil, is a Non-Executive - Independent Director of the Company. He holds Licentiate in Electrical Engineering from VJTI University &amp; have more than 30 years of experience in manufacturing and marketing of electrical products. He gained experience in the field of manufacturing and marketing of battery chargers, DC distribution boards, Rectifiers, Transformers and associated products in early stage of his career. He went onto incorporate his own Company. He has successfully concluded contracts for various clients through consulting companies like Engineers India Limited, BECHTEL, TOYO, Jacobs, AKER Solutions, Technip, Uhde, ThyssenKrupp, Technimont ICB, Mott MacDonald, DCL, Mecon, M.N. Dastoor, PDIL, Saipem, HOLTEC, TCE, Desein, Fichtner etc.</p>

	His vast business experience and marketing skill is helping us in formulation of marketing strategy.
<b>Mr. Sanjay Padmakar Pawde</b>  <b>Non-Executive Independent Director</b>  <b>DIN: 08129564</b>	<b>Brief Profile:</b> Mr. Sanjay Padmakar Pawde, is a non-Executive - Independent Director of the Company. He is a Bachelor in Instrumentation Engineering from JNEC, Aurangabad. He also holds Post Graduate Diploma in Advanced Computing from C-DAC, Pune and has been actively associated in the areas of Training, HR, Skill Development, Research, Extension and CSR related activities since last 20 years. His knowledge and experience of instrumentation engineering is helping us in our automation and digitization of our units.
<b>Mr. Saurabh Shrikant Malpani</b>  <b>Non-Executive Independent Director</b>  <b>DIN: 08193734</b>	<b>Brief Profile:</b> Mr. Saurabh Malpani, is a Non-Executive - Independent Director of the Company. He is a Chartered Accountant having an experience of 4 years in field of Indirect Taxes (GST, Central Excise, Service Tax and Customs). His knowledge and experience of indirect taxes is helping us in complying with indirect tax laws applicable to our Company.

**BOARD OF DIRECTOR'S COMMITTEES:**

**Audit Committee formed on 06<sup>th</sup> August, 2018.**

<b>Name of Directors</b>	<b>Designation in Committee</b>	<b>Nature of Directorship</b>
Mr. Narendra Wagh	Chairman	Non-Executive-Independent Director
Mr. Saurabh Malpani	Member	Non-Executive-Independent Director
Mr. Deepak Chaudhari	Member	Managing Director

**Stakeholder Relationship Committee formed on 06<sup>th</sup> August, 2018.**

<b>Name of Directors</b>	<b>Designation in Committee</b>	<b>Nature of Directorship</b>
Mr. Narendra Wagh	Chairman	Non-Executive-Independent Director
Mr. Deepak Chaudhari	Member	Managing Director
Mr. Devendra Rane	Member	Executive Director

**Corporate Social Responsibility Committee formed on 06<sup>th</sup> August, 2018.**

<b>Name of Directors</b>	<b>Designation in Committee</b>	<b>Nature of Directorship</b>
Mr. Narendra Wagh	Chairman	Non-Executive - Independent Director
Mr. Deepak Chaudhari	Member	Managing Director
Mr. Sanjay Pawde	Member	Non-Executive - Independent Director

**Nomination and Remuneration Committee formed on 06<sup>th</sup> August, 2018.**

<b>Name of Directors</b>	<b>Designation in Committee</b>	<b>Nature of Directorship</b>
Mr. Subhash Patil	Chairman	Non-Executive-Independent Director
Mr. Sanjay Pawde	Member	Non-Executive-Independent Director
Mr. Narendra Wagh	Member	Non-Executive-Independent Director
Mr. Deepak Chaudhari	Member	Managing Director

<b>Chief Financial Officer</b>	Mr. Pankaj Rote Email: pankaj.rote@spectrum-india.com
<b>Compliance Officer and Company Secretary</b>	Mr. Rahul Lavane Email: rahul.lavane@spectrum-india.com
<b>Internal Auditor</b>	M/s. S. D. Chopde & Co. Chartered Accountants FRN: 101577W <b>Head Office:</b> "Jai" 54, Gandhi Nagar, Jilha Peth, Jalgaon 425001. MH, India.
<b>Statutory Auditor</b>	M/s. J P L and Associates, Chartered Accountants FRN: 132748W <b>Head Office:</b> 2 <sup>nd</sup> Floor, Deep Plaza, Above Akash Plywood, Opp. New B.J. Market, Jalgaon 425001.
<b>Secretarial Auditor</b>	M/s. Yuti Nagarkar, Company Secretary, Membership No.: F9317 <b>Head Office:</b> 154, Pratap Apartment, Vivekanand Nagar, Behind Sai Mandir, Wardha Road, Nagpur 440015.
<b>Registrar and Share Transfer Agent</b>	Bigshare Services Private Limited CIN: U99999MH1994PTC076534 <b>Work Office:</b> 1 <sup>st</sup> Floor, Bharat Tin Works Building, Opp. Vasant Oasis Apartments, (Next to Keys Hotel), Marol Maroshi Road, Andheri East, Mumbai 400059. Tel: 022-62638200, Fax: 022-62638299
<b>Bankers</b>	Axis Bank Ltd. <b>Branch Address:</b> Patel Plaza, CS No. 2683 M.G. Road Jalgaon 425001.

## **NOTICE OF 11<sup>TH</sup> ANNUAL GENERAL MEETING**

**NOTICE** is hereby given that the 11<sup>th</sup> Annual General Meeting of the Members of Spectrum Electrical Industries Limited will be held on **Monday**, the **30<sup>th</sup>** day of **September, 2019** at the registered office of the Company at Plot No. V-195, MIDC Area, Ajanta Road Jalgaon 425003, MH (India) at 03.00 p.m. to transact the following businesses: -

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Annual Audited Financial Statements of the Company for the financial year ended on 31<sup>st</sup> March, 2019 and Reports of Board of Directors and Report of Auditors thereon.
2. To appoint a Director in place of Mrs. Bharti Deepak Chaudhari (DIN: 02759526), who retires by Rotation at this Annual General Meeting, and being eligible, offers herself for re-appointment.
3. To reappoint M/s. J P L & Associates, Chartered Accountants (FRN: 132748W) as statutory auditors of the Company and in this regard to consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution.

**“RESOLVED THAT** pursuant to the provisions of Section 139 and any other applicable provision of the Companies Act, 2013 and the Rules made there under (including any statutory modification or re-enactment thereof, for the time being in force) and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification (s) or re-enactment(s) thereof, for the time being in force), M/s. J P L & Associates, Chartered Accountants (FRN: 132748W) who were appointed as Statutory Auditors of the Company in the Extra Ordinary General Meeting of the Company to hold office up to the conclusion of ensuing 11<sup>th</sup> Annual General Meeting of the Company be and is hereby appointed as statutory auditor of the Company to hold the office from the conclusion of this Annual General Meeting till the conclusion of the 16<sup>th</sup> Annual General Meeting of the Company for the period of five consecutive years i.e. 2019-20 to 2023-24”

**“RESOLVED FURTHER THAT** the Board of Directors and/or Audit Committee be and is hereby severally and/or jointly authorized to do all act, deeds and things as may be necessary or desirable to give effect to the aforesaid resolution.”

### **SPECIAL BUSINESS:**

4. Ratification of remuneration payable to M/s. SNM & Associates, Cost Accountants (Firm Registration No. 000210), appointed as Cost Auditor of the Company for the financial year 2019-20.



To consider and, if thought fit, with or without modifications to pass the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. SNM & Associates, Cost Accountants (Firm Registration No. 00210) A/15, Nit Complex, Gokulpeth, Nagpur - 440010, appointed as Cost Auditor by the Board of Directors to audit the cost records of the Company for the financial year 2019-20, be paid a remuneration of Rs. 1,00,000/- per annum plus applicable taxes and out-of-pocket expenses that may be incurred.”

**“RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to perform all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

*By the order of the Board of Directors,*  
**For SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**Rahul Lavane**  
**Company Secretary and Compliance Officer**  
**V-195, MIDC Area, Ajanta Road, Jalgaon 425003**  
**Email: rahul.lavane@spectrum-india.com**

**Date: 4<sup>th</sup> September, 2019**

**Place: Jalgaon**

**Notes:**

1. Statement setting out the material facts concerning the special business pursuant to section 102 (1) of The Companies Act, 2013 is annexed to the Notice of the Annual General Meeting of the Company.
2. A member entitled to attend and vote is entitled to appoint a proxy, or, where that is allowed, one or more proxies, to attend and vote instead of himself, and that a proxy need not be a member.

The instrument appointing the proxy should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting. Blank Proxy Form is attached to this Notice.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and such person shall not act as a proxy for any other person or shareholders.

The Proxy holder shall prove his/her identity at the time of attending the Meeting.

3. When a member appoints a proxy and both the Member and the Proxy attend the Meeting, the proxy stands automatically revoked.
4. Members are requested to notify any change in their addresses to the Company or Registrar and Share Transfer Agent of the Company immediately. Members holding shares in electronic form are requested to advise change of addresses to their Depository Participants.
5. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronics form are, therefore requested to submit the PAN (if not already done) to their Depository Participant with whom they are maintaining their Demat Accounts.
6. As per notification issued by the Ministry of Corporate Affairs dated 19<sup>th</sup> March, 2015, with reference to the Companies (Management and Administration) Rules, 2014, Companies covered under Chapter XB of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulation, 2009 are exempted from e-voting provisions. The Company is listed on SME platform of NSE Limited and hence covered under Chapter XB of SEBI (ICDR) Regulation, 2009, in the light of above, there is no provision for E-voting facility for the Shareholders.
7. Corporate Members are requested to send a duly certified true copy the Board Resolution authorizing their representative to attend and vote at the Annual General Meeting.

8. Members are requested to fill and bring their attendance slip along with copy of Annual Report as attached to this notice and handover the same at the entrance of the meeting place.
9. Only registered member of the Company or any proxy appointed by such registered member may attend and vote at the Annual General Meeting as provided under the provisions of the Companies Act, 2013.
10. For the convenience of the members and for proper conduct of the meeting, members are requested to bring their copy/printout of notice and Identity proof along with the attendance slip to the meeting and hand over the slip at the entrance duly signed by them.
11. The Notice of 11<sup>th</sup> Annual General Meeting and the Annual Report 2018-2019 of the Company, circulated to the members of the Company, will be made available on the Company's website at [www.spectrum-india.com](http://www.spectrum-india.com).
12. Route Map of Annual General Meeting venue is attached to this Notice.

## **STATEMENT SETTING OUT THE MATERIAL FACTS CONCERNING THE SPECIAL BUSINESS PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013.**

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### **Item No. 02:**

As per requirements the provisions of the regulation 36 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the brief of Mrs. Bharti Deepak Chaudhari is as follows:

#### **Particulars of Mrs. Bharti Deepak Chaudhari:**

**Brief Profile:** Mrs. Bharti Chaudhari, is the Whole-time Director of the Company. She has done M. Sc. (Biotechnology) from North Maharashtra University, Jalgaon.

**Expertise:** Mrs. Bharti Chaudhari is designated as Director-Corporate Services. She participates in strategic decision making and growth plans of the Company and looks after the administrative functions of the Company on regular basis.

**Disclosure of relationships between directors inter-se:** Mrs. Bharti Chaudhari is spouse of Mr. Deepak Suresh Chaudhari, Managing Director of the Company.

**Names of listed entities in which the person also holds the directorship and the membership of Committees of the board:** She is Whole Time Director of Spectrum Electrical Industries Limited and she is not hold directorship in any other listed entity.

### **Item No. 04:**

Pursuant to Section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Company is required to appoint a Cost Auditor to audit the cost records for applicable products of the Company. On the recommendation of the Audit Committee, the Board considered and approved the appointment of M/s. SNM & Associates, Cost Accountants as the Cost Auditor for the financial year 2019-20 at a remuneration of Rs.1,00,000/- per annum plus applicable taxes and reimbursement of out-of-pocket expenses.

**Brief profile of M/s. SNM & Associates:** M/s. SNM & Associates is Cost accountant firm having office at A/15, NIT Complex, Gokul Peth, Nagpur - 440010. All the partners are holding certificate of practice issued by The Institute of Cost Accountants of India. Firm is holding PAN – ABLFS7941Q & Firm registration Number is 00210.

The Board of Directors recommend the Ordinary Resolution as set out in Item No. 4 of the Notice for the approval of the shareholders.

None of the Directors, and Key Managerial Personnel (KMP) of the Company and their relatives are, in any way, interested in the said resolution.



By the order of the Board of Directors,  
**For SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**Rahul Lavane**  
**Company Secretary and Compliance Officer**  
**V-195, MIDC Area, Ajanta Road, Jalgaon 425003**  
**Email: rahul.lavane@spectrum-india.com**

**Date: 4<sup>th</sup> September, 2019**

**Place: Jalgaon**

## DIRECTOR'S REPORT

To,

The Members,  
**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**  
 (CIN: U28100MH2008PLC185764)  
 Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon 425003,  
 MH (India).

The Directors of your Company are pleased to present their 11<sup>th</sup> Annual Report on the business and operations of the Company along with the Audited Annual Financial Statements and the Auditors' Report thereon for the financial year ended 31<sup>st</sup> March, 2019.

### 1. FINANCIAL HIGHLIGHTS:

PARTICULARS	31.03.2019	31.03.2018
Revenue from Operation (Net)	146,82,94,873.92	119,54,82,302.16
Other Income	94,74,258.00	28,42,238.42
Total Revenue Income	147,77,69,131.92	119,83,24,540.58
Expenditure	137,60,53,062.83	111,72,96,428.94
Profit Before Tax	10,17,16,069.09	8,10,28,111.64
Profit After Tax	7,34,18,658.67	5,90,32,562.64

### 2. DIVIDEND:

In view of the planned business growth, your Directors deem it proper to preserve the resources of the Company for its activities and therefore, do not propose any dividend for the Financial Year ended 31<sup>st</sup> March, 2019.

### 3. SHARE CAPITAL:

**Authorized Capital:** During the period under review, the authorized capital of the Company has been increased from Rs. 11,20,00,000/- consisting of 11,20,000 equity shares of Rs. 100/- each\* to Rs. 17,50,00,000/- consisting of 1,75,00,000 equity shares of Rs. 10/- each.

**Issued, Subscribed and Paid-up Capital:** During the year under review, the Issued, Subscribed and Paid up Share Capital of the Company has been enhanced from Rs.11,13,98,400/- consisting of 11,13,984 equity shares of Rs. 100/- each\* to Rs. 15,11,98,400/- consisting of 1,51,19,840 equity shares of Rs. 10/- each.

**\*Note:** During the period under review, Company has subdivided its authorized, issued, subscribed and paid-up share capital from the face value of Rs. 100/- each to face value of Rs. 10/- each.

### **DEPOSITORY SYSTEM:**

All the 1,51,19,840 Equity Shares of the Company are in dematerialized form as on 31<sup>st</sup> March, 2019.

### **LISTING:**

During the year 2018-19 our Company came up with public issue of 39,80,000 equity shares of face value of Rs.10/- each fully paid up for cash at an issue price of Rs. 65/- per equity share (including a share premium of Rs. 55/- per equity share) aggregating to Rs. 25.87 Crores. The Company has received an in-principle approval letter dated August 31<sup>st</sup>, 2018 from National Stock Exchange of India Limited (NSE) and finally our Company got listed on Emerge Platform of National Stock Exchange of India Limited (NSE Emerge) on 1<sup>st</sup> October, 2018.

### **4. TRANSFER TO RESERVES:**

The Company proposes to transfer a sum of Rs.7,34,18,658.67/- to General Reserve during the financial year ended 31<sup>st</sup> March, 2019.

### **5. MEETINGS OF THE BOARD OF DIRECTORS AND ITS COMMITTEES:**

During the financial year ended 31<sup>st</sup> March, 2019, 14 (Fourteen) Meetings of the Board of Directors of the Company was held. The intervening gap between two meetings was within the period prescribed by the Companies Act, 2013.

<b>Name of Director</b>	<b>Total Meetings entitled to attend during the Financial Year 2018-19</b>	<b>Number of meetings attended by the Directors during the Financial Year 2018-19</b>	<b>% of attendance to the meetings held in Financial Year 2018-19</b>
Mr. Deepak Suresh Chaudhari	14	14	100
Mrs. Bharti Deepak Chaudhari	14	14	100
Mr. Chandrakant Bhaskar Rane	14	14	100
Mr. Devendra Sudhakar Rane	14	14	100
Mr. Narendra Daulatrao Wagh	12	12	100
Mr. Subhash Narayan Patil	9	5	55.55
Mr. Sanjay Padmakar Pawde	9	8	88.88
Mr. Saurabh Shrikant Malpani	6	2	33.33

## **COMMITTEE:**

### **i. Audit Committee:**

Pursuant to provisions of the Section 177 of the Companies Act, 2013 and regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has constituted an Audit Committee (“Audit Committee”). The Chairman of the Committee shall attend the Annual General Meeting of our Company to furnish clarifications to the shareholders in any matter relating to accounts.

### **ii. Nomination and Remuneration Committee:**

Pursuant to the provisions of the Section 178 of the Companies Act, 2013 and also to comply with Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has constituted Nomination and Remuneration Committee (“Nomination and Remuneration Committee”)

### **iii. Corporate Social Responsibility Committee:**

Pursuant to the provisions of the Section 135 of the Companies Act, 2013 and also to comply with Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has constituted Corporate Social Responsibility Committee (“CSR Committee”).

### **iv. Stakeholders Relationship Committee:**

Pursuant to the provisions of the Section 178 of the Companies Act, 2013 and Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has constituted a Stakeholders Relationship Committee (“Stakeholders Relationship Committee”)

## **6. THE SUMMARY OF OPERATION IS AS UNDER: -**

During the year under review, your company has achieved total revenue from operations of Rs. 147,77,69,131.92/- as compared to Rs. 119,83,24,540.58/- in the previous year. After providing for taxes and other adjustments, Profit after tax is Rs.7,34,18,658.67/- as compared to Rs. 5,90,32,562.64/- during the previous year.

## **7. MATERIAL CHANGES:**

**During the period under review, following material changes has been occurred:**

- The Company has subdivided its Authorized, Issued, Subscribed and Paid-up Capital from the face value of Rs. 100/- each to face value Rs. 10/- each vide members' resolution passed dated 10<sup>th</sup> April, 2018.
- The Company has changed its name from Spectrum Electrical Component Private Limited to Spectrum Electrical Industries Private Limited and converted into Public Limited Company, due to this, the name of the Company has been changed from Spectrum Electrical Industries Private Limited to Spectrum Electrical Industries Limited vide members' resolution passed dated 30<sup>th</sup> May, 2018.
- The Company has altered its Memorandum of Association by increasing Authorized Share Capital from Rs. 11,20,00,000/- consisting of 1,12,00,000 equity shares of Rs. 10/- each to Rs. 17,50,00,000/- consisting of 1,75,00,000 equity shares of Rs. 10/- each vide members' resolution passed dated 30<sup>th</sup> June, 2018.

Further, Memorandum of Association of the Company has been altered by adding new business of manufacturing of printed corrugated boxes by passing members' resolution on 29<sup>th</sup> March, 2019.

- The Company has issued and allotted 39,80,000 equity shares to the public by way of Initial Public Offerings (IPO) at the issue price of Rs. 65/- each (including premium of Rs. 55/- per share) by passing Board of Directors' and members' resolution dated 2<sup>nd</sup> July, 2018 & 10<sup>th</sup> July, 2018 respectively.
- The Company has listed its Securities on Emerge platform of National Stock Exchange of India Limited (NSE SME Emerge) on 01<sup>st</sup> October, 2018.
- The Company has set up new plant for carrying Silver plating activities at Gat No. 130, Umale, Jalgaon, Maharashtra (India) and manufacturing of printed corrugated box started at V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra (India).

## **8. LOANS, GUARANTEES AND INVESTMENTS:**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

## **9. EXTRACT OF ANNUAL RETURN:**

The extract of Annual Return in form MGT-9 as required under Section 92 of the Companies Act, 2013 for the financial year ended 31<sup>st</sup> March, 2019 shall be published on company's website i.e. "[www.spectrum-india.com](http://www.spectrum-india.com)".

## **10. CHANGE IN NATURE OF BUSINESS, IF ANY:**

There is no change in the nature of business of the Company during the year.

### **11. VIGIL MECHANISM:**

Pursuant to Section 177 of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Vigil Mechanism and Whistle-Blower Policy is prepared and adopted by Board of Directors of the Company.

### **12. RELATED PARTY TRANSACTIONS:**

All related party transactions that were entered into during the Financial Year ended 31st March, 2019 were on an arm's length basis and were in the ordinary course of business. Therefore, the provisions of Section 188 of the Companies Act, 2013 were not attracted. Further, there are no materially significant related party transactions during the year under review made by the Company with promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Disclosure in Form AOC-2 is attached herewith as Annexure – I which forms part of this report.

### **13. DEPOSITS FROM PUBLIC:**

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

### **14. DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES:**

During the year under review, our Company does not have any subsidiaries or joint ventures or associate Companies as defined under Companies Act, 2013 therefore, no such information is required to be furnished.

### **15. AUDITOR:**

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules framed there under and Listing Regulations of Securities and Exchange Board of India Act, 1992 as amended from time to time or any other law for the time being in force (including any statutory modification or amendment or re-enactment thereof for the time being in force), M/s. JPL & Associates, Chartered Accountants, Jalgaon (FRN-132748W), who were appointed as Statutory Auditors of the Company in the Extra Ordinary General Meeting of the Company to fill the casual vacancy caused due to resignation of M/s. S. D. Chopde & Co., Chartered Accountants, Jalgaon (FRN-101577W) for the Financial year 2018-19 to hold the office till the conclusion of ensuing Annual General Meeting of the Company.

Your directors recommend appointment of M/s. JPL & Associates, Chartered Accountants, Jalgaon (FRN-132748W) as Statutory Auditor of the company from the conclusion of ensuing AGM till the conclusion of AGM to be held in the year 2024 i.e. for a period of five years from 2019-20 to 2023-24

## **16. AUDITORS REPORT:**

The Auditors Report on the Audited Financial Statement of the Company for the year ended 31<sup>st</sup> March, 2019 does not contain any qualification, reservation or adverse remark so need not require any explanation or comment.

### **SECRETARIAL AUDITOR:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013, Yuti Nagarkar, Company Secretary (Membership No. F9317 and C.P. No. 10802) having Office Address: 154, Pratap Apartment, Vivekanand Nagar, Behind Sai Mandir, Wardha Road, Nagpur 440015 has been appointed as the Secretarial Auditor of the Company to conduct the Secretarial Audit for the financial year 2018-19. The Secretarial Audit Report forms part of Annual Report and it is annexed as Annexure-II.

The Secretarial Audit Report for the Financial Year ended on 31<sup>st</sup> March, 2019 issued by Secretarial Auditor, do not contain any qualification, reservation or adverse remark so need not require any explanation or comment.

### **INTERNAL AUDITOR:**

Pursuant to the provision of Section 138 of the Companies Act, 2013 the Company has appointed M/s. S. D. Chopde & Co., Chartered Accountants (FRN: 101577W) as an Internal Auditor of the Company and they will perform the duties of internal auditors of the Company and their report will be reviewed by the audit committee from time to time.

### **COST AUDITOR:**

Pursuant to the provision of Section 148 of the Companies Act, 2013 the Company has appointed M/s. SNM & Associates, Cost Accountants (FRN: 000210) as Cost Auditor of the Company and they will perform the duties of Cost Auditors of the Company and their report will be reviewed by the audit committee from time to time.

## **17. DIRECTOR'S RESPONSIBILITY STATEMENT:**

Pursuant to clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, the Directors confirm that: -

- i. in the preparation of the annual accounts for the financial year 2018-19, the applicable accounting standards have been followed and there are no material departures;
- ii. the Directors had 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 at the end of the financial year and of the profit of the Company for the financial year;

- iii. the Directors had taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the Directors had prepared the annual accounts on a going concern basis;
- v. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating properly; and
- vi. the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **18. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING & FOREIGN EXCHANGE EARNING & OUTGO:**

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure- III and is annexed to this report.

#### **19. 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 and risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, project execution, event, financial, human, environment and statutory compliance.

#### **20. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS:**

The Company maintains a system of Internal Control including suitable monitoring procedures. The Internal Control System is supplemented by an exhaustive programme of internal audits and said audits are then reviewed by Audit Committee from time to time.

The Board of Directors of the Company have adopted various policies such as Related Party Transactions Policy, Whistle Blower Policy, Policy to determine the materiality of

event and such other procedures for ensuring the orderly and efficient conduct of its business for 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.

## **21. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):**

During the period under review, in accordance with the provisions of Companies Act, 2013 and Article of Association of the Company, Mr. Deepak Chaudhari (DIN: 00538753) retired by rotation at the Annual General Meeting held in the year 2018 and being eligible offer himself for re-appointment and he was re-appointed by the shareholders as a Director of the Company and his term is liable to retire by rotation.

Mrs. Sarita Zamwar, resigned from the post of Company Secretary and Compliance Officer the company with effect from 12<sup>th</sup> February, 2019. The Board wishes to place on records her appreciation for the valuable contribution made by her to the Board and the Company.

Details of the Directors and Key Managerial Personnel who were appointed during the reporting period:

<b>Sr. No.</b>	<b>Name of Director's and KMPs</b>	<b>Nature of Change</b>	<b>Date of appointment</b>
1	Mr. Narendra Wagh	Appointed as a Non -Executive Independent Director	02/05/2018
2	Mr. Subhash Patil	Appointed as a Non-Executive Independent Director	01/07/2018
3	Mr. Sanjay Pawde	Appointed as a Non-Executive Independent Director	01/07/2018
4	Mr. Saurabh Malpani	Appointed as a Non-Executive Independent Director	06/08/2018
5	Mr. Pankaj Rote	Appointed as a Chief Financial Officer	01/07/2018
6	Mr. Rahul Lavane	Appointed as Company Secretary and Compliance Officer	28/02/2019

## **22. DECLARATION FROM INDEPENDENT DIRECTORS:**

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed under the Companies Act, 2013 and rules made thereunder and relevant regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### **23. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS:**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

### **24. PARTICULARS OF EMPLOYEE:**

The information in accordance with the provisions of Section 197 of the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed Annexure-IV

### **25. CORPORATE SOCIAL RESPONSIBILITY:**

The Report on CSR activities for the financial year 2018-19 is enclosed as Annexure-V.

### **26. TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND:**

Our Company does not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds required to be transferred to Investor Education and Protection Fund (IEPF).

### **27. HUMAN RESOURCE DEVELOPMENT:**

Human resources are the most valued assets of the Company. They work individually and collectively contributing to the achievement of the objectives of the business. The relation between the employees and the Company remained cordial throughout the year. Our Company's corporate culture and the vision and values helps to unite the workforce and provide standards for how our Company conducts the business. The Company has 373 (Three Hundred and Seventy Three) permanent employees on the rolls of Company as on 31<sup>st</sup> March, 2019.

### **28. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE:**

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has constituted committee called "**Internal Complaints Committee**" to ensure safe workplace environment, which covers all employees whether permanent, contractual, trainees, temporary etc.

### **29. CODE OF CONDUCT:**

According to Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Code of Conduct of the Company has been approved and adopted by the Board of Directors of the Company. All Board members and senior management personnel have affirmed the compliance with the code.

### **30. PREVENTION OF INSIDER TRADING:**

As required under the provisions of SEBI (PIT) Regulations, 2015, the Board of Directors has adopted a code of conduct for prevention of Insider Trading during the year 2018-19. The Code of Conduct is applicable to all the directors and such identified employees of the Company as well as who are expected to have access to unpublished price sensitive information related to the Company. The Code lays down guidelines, which advises them on procedures to be followed and disclosures to be made, while dealing with shares of Spectrum Electrical Industries Limited and cautions them on consequences of violations.

### **31. POLICY FOR PRESERVATION OF DOCUMENTS:**

In accordance with the above Regulation 9 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Policy for preservation of documents (The Policy) has been framed and adopted by the Board of Directors of the Company in their Board Meeting to aid the employees in handling the Documents efficiently. This Policy not only covers the various aspects on preservation of the Documents, but also the safe disposal/destruction of the Documents.

### **32. MANAGEMENT DISCUSSION AND ANALYSIS:**

The Management Discussion and Analysis forms part of this Annual report is annexed with Annexure - VI.

### **33. IPO PROCEED UTILIZATION:**

The details of IPO proceeds utilization are annexed as Annexure – VII

### **34. CORPORATE GOVERNANCE:**

The Company being listed on the SME Platform of National Stock Exchange Limited is exempted from provisions of Corporate Governance as per Regulation 15 of the SEBI (LODR) Regulations, 2015. Hence no Corporate Governance Report is required to be disclosed with Annual Report. It is pertinent to mention that the Company follows majority of the provisions of the corporate governance voluntarily.

### **35. DISCLOSURE FOR FRAUDS AGAINST THE COMPANY:**

In terms of the provisions of section 134 (3) (ca) 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 year 2018-19.

### **36. UNSECURED LOAN:**

Pursuant to Rule 2(c) (viii) of Companies (Acceptance of Deposits) Rule 2014 the company has accepted unsecured loan from Directors the details of which are given below:

<b>Name of Director</b>	<b>Unsecure Loan accepted during the year</b>
Mr. Deepak Chaudhari	Rs. 3,44,24,500/-
Mr. Devendra Rane	Rs. 45,04,585/-

### **37. PERFORMANCE EVALUATION OF THE BOARD:**

Pursuant to the provisions of the Companies Act, 2013 and Rules made thereunder, the Board has carried the evaluation of its own performance, performance of Individual Directors, Board Committees, including the Chairman of the Board on the basis of attendance, contribution and various criteria as recommended by the Nomination and Remuneration Committee of the Company. The evaluation of the working of the Board, its committee, experience and expertise, performance of specific duties and obligations etc. The Directors expressed their satisfaction with the evaluation process and outcome.

The performance of each of the non-independent directors was also evaluated by the independent directors at the separate meeting held of the Independent Directors of the Company.

### **38. ACKNOWLEDGEMENT:**

The Directors wish to place on record appreciation and gratitude for all the co-operation extended by various Government Agencies/Departments, Bankers, Consultants, Business Associates, and Shareholders, Vendors, Customers etc. The Directors also record appreciation for the dedicated services rendered by all the Executives, Staff & Workers of the Company at all levels, for their valuable contribution in the working of the Company.

*For and on behalf of Board of Directors of*  
**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Sd/-**  
**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 4<sup>th</sup> September, 2019**  
**Place: Jalgaon**

**ANNEXURE – I**

**FORM 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 transaction under third proviso is given below:

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

There were no contracts or arrangements or transactions entered in to during the year ended 31<sup>st</sup> March, 2019, which were not at arm's length Basis.

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

Name of the related party	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:	Date(s) of approval by the shareholder/member, if any:	Amount paid as advances, if any:
Mr. Deepak Suresh Chaudhari	Director and Shareholder	Lease rent paid	Not applicable	Lease rent of Rs. 1,00,000/- p.m.	-	-

*For and on behalf of Board of Directors of*  
**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Sd/-**  
**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 4<sup>th</sup> September, 2019**  
**Place: Jalgaon**

**ANNEXURE - II**

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

**For the Financial Year 2018-19**

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

**To,  
The Board of Directors,  
Spectrum Electrical Industries Ltd.  
Plot No. V-195, MIDC Area, Ajanta Road,  
Jalgaon, Maharashtra 425003, India.**

I have conducted the secretarial audit compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Spectrum Electrical Industries Limited (CIN: U28100MH2008PLC185764) (hereinafter called "the company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon. Based on my 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 31<sup>st</sup> March, 2019 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 Company for the financial year ended on 31<sup>st</sup> March, 2019 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;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- (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 (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- (vi) Other laws applicable specifically to the Company namely:
  - (a) The Indian Copy Right Act, 1957
  - (b) The Trade Marks Act, 1999

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with National Stock Exchange India Limited.

I report that, during the year under review the Company has complied with the provisions of the all applicable Act, Rules, Regulations, Guidelines, Standards mentioned above.

I further report that, there were no events/actions in pursuance of:

- (i) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
- (ii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (iii) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; and
- (iv) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.

I further report that, the compliance by the Company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this audit since the same has been subject to review by statutory financial audit and other designated professionals.

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

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

As per the minutes of the meeting duly recorded and signed by the Chairman, the decision of the Board was unanimous and no dissenting views have been recorded.



I further report that, based on the information provided and representation made by the company and also on the review of the compliance reports of Company Secretary/Chief Financial Officer taken on the record by the Board of Directors of the Company, in my opinion 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 prescribed guidelines.

I further report that, during the audit period Company has certain specific events which have bearing on company's affairs which are as follows:

(i) the company is converted into a public limited company pursuant to which the name of the company is changed to Spectrum Electrical Industries Limited

(ii) the company has issued 39,80,000 equity shares of Rs. 65/- each (including Rs. 55/- as premium) to the public aggregating to Rs. 25.87 Crores the prospectus and got the status of Listed company w.e.f. 1<sup>st</sup> October, 2018 on listing of its total 1,51,19,840 equity shares of Rs. 10/- each. at the SME Platform of NSE Ltd.

**For Yuti Nagarkar  
Company Secretary**

**Sd/-  
Yuti Nagarkar  
Membership No.: F9317  
CP No.-10802**

**Date: 4<sup>th</sup> September, 2019  
Place: Jalgaon**

**ANNEXURE - III**

Information Relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo as required under section 134(3) (m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014.

<b>A) CONSERVATION OF ENERGY</b>	
The steps taken or impact on Conservation of Energy	The Company requires minimal energy consumption and every Endeavour is made to ensure optimal use of energy, avoid wastages and conserve energy as far as possible.
The steps taken by the Company for utilizing alternate source of energy	
The Capital Investment on Energy Conservation Equipments	
<b>B) TECHNOLOGY ABSORPTION</b>	
(i) The efforts made towards technology absorption	None
(ii) The benefits derived like product improvement, cost reduction, product development or import substitution	None
(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)	None
(a) the details of technology imported;	None
(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	None
<b>(C) FOREIGN EXCHANGE EARNINGS AND OUTGO</b>	
The Foreign Exchange earned in terms of actual inflows during the year	Rs. 2,01,180.67
the Foreign Exchange outgo during the year in terms of actual outflows	Rs.1,74,15,880.09

*For and on behalf of Board of Directors of*  
**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: Plot No. 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Sd/-**  
**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: Plot No. 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 4<sup>th</sup> September, 2019**  
**Place: Jalgaon**

**ANNEXURE - IV**

**Statement of Disclosure of Remuneration under Section 197 of Companies Act, 2013 and Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

Ratio of the remuneration of each Executive Director to the median remuneration of the Employees of the Company for the financial year 2018-19, the percentage increase in remuneration of Managing Director, Company Secretary, Chief Financial Officer and other Executive Director during the financial year 2018-19.

<b>Sr. No.</b>	<b>Name of Director/KMP</b>	<b>Designation</b>	<b>Percentage increase in Remuneration</b>	<b>Ratio of remuneration of each Director to median remuneration of Employees</b>
1	Mr. Deepak Chaudhari	Managing Director	37.13%	28.44
2	Mrs. Bharti Chaudhari	Whole Time Director	-1.54%	10.62
3	Mr. Chandrakant Rane	Executive Director	-1.54%	10.62
4	Mr. Devendra Rane	Executive Director	-1.54%	10.62
5	Mr. Pankaj Rote	*Chief Financial Officer	0.00%	6.73
6	Mr. Rahul Lavane	*Company Secretary	0.00%	1.78

\*Mr. Pankaj Rote has been appointed as Chief Financial Officer and KMP w.e.f. 01/07/2018. Mr. Rahul Lavane has been appointed as Company Secretary and KMP w.e.f. 28/02/2019. The above figures are calculated on the basis of gross salary paid to the Directors, KMP and Employees.

<b>Sitting fees paid to the below mentioned Directors</b>			
<b>Sr. No.</b>	<b>Name of Director</b>	<b>Designation</b>	
1	Narendra Wagh	Non-Executive Independent Director	Only Sitting fees paid
2	Subhash Patil	Non-Executive Independent Director	
3	Sanjay Pawde	Non-Executive Independent Director	
4	Saurabh Malpani	Non-Executive Independent Director	

All the Non-Executive Directors of the Company were not paid any remuneration and were paid only sitting fee for attending meetings of the Board/Committees of directors. Therefore, the said ratio of remuneration of each director to median remuneration of the employees of the company is not applicable.

The percentage increase in the median remuneration of Employees in the financial year 2018-19 is 13.00% as compare to financial year 2017-18.

The Company has 373 (Three Hundred and Seventy Three) permanent employees on the rolls of Company as on 31<sup>st</sup> March, 2019.

The Company has formulated a Nomination and Remuneration policy as required under section 178 of the Companies Act, 2013 and the remuneration paid to employees are as per the remuneration policy of the Company.

During the year under review, there were no employee of the Company drawing remuneration of Rs. 1.02 Crore p.a. and above being employed throughout the financial year.

**Particulars of the top 10 employee in respect of the remuneration drawn during the year 2018-19 are as under.**

<b>Sr. No.</b>	<b>Name of Employee</b>	<b>Designation of the employee</b>	<b>Nature of employment, whether contractual or otherwise</b>	<b>Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager</b>	<b>Remarks</b>
1	Mr. P. Govardhan Reddy	Business Head (Tool Room Division)	On Roll	No	
2	Mr. Pankaj Rote	Chief Financial Officer	On Roll	No	
3	Mr. Pravin Kunjiwal	Business Head (Plastic Division)	On Roll	No	
4	Mr. Gajanan Sangle	Manager (Costing Division)	On Roll	No	
5	Mr. Rahul Rane	Senior Manager (Production - Plastic Division)	On Roll	No	

6	Mr. Chandan Kumar	Head- (Mould/Tool Maintenance)	On Roll	No	
7	Mr. Chiranjit Talele	Senior Manager (Fabrication Division, Nashik Plant)	On Roll	No	
8	Mr. Rajendra Wani	Business Head (Surface Coatings Division)	On Roll	No	
9	Mr. Uddhav Borole	Head (Project Development)	On Roll	No	
10	Mr. Matin Shaikh	Senior Manager (Project Development)	On Roll	No	

*For and on behalf of Board of Directors of*  
**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**

**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Sd/-**

**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 4<sup>th</sup> September, 2019**

**Place: Jalgaon**

**ANNEXURE – V**

**Annual Report on Corporate Social Responsibility activities for the financial year 2018-19**

A brief outline of the Company’s Corporate Social Responsibility (CSR) policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

Corporate Social Responsibility is a Company's sense of responsibility towards the community and environment in which it operates. The Company is committed on remaining a responsible corporate entity mindful of its social responsibilities. Web link to the CSR policy of the Company “[www.spectrum-india.com](http://www.spectrum-india.com)”.

**Composition of the CSR Committee and Responsibility Statement of the Corporate Social Responsibility Committee:**

<b>Name of Directors</b>	<b>Designation in Committee</b>	<b>Nature of Directorship</b>
Mr. Narendra Wagh	Chairman	Non-Executive – Independent Director
Mr. Sanjay Pawde	Member	Non-Executive – Independent Director
Mr. Deepak Chaudhari	Member	Managing Director

The composition of the Committee is in compliance with Section 135 of the Companies Act, 2013.

**Average Book Profit of the Company for Last Three Financial Years as per Section 198 of Companies Act, 2013**

**Rs. 2,82,79,757.44**

**Prescribed CSR expenditure**

**Rs. 5,65,595.15**

**Details of the CSR spent during the financial year**

- i. Total amount spent for the financial year: 0
- ii. Amount Unspent, if any- Rs. 5,65,595.15



Company considers social responsibility as an integral part of its business activities and endeavours to utilize allocable CSR budget for the benefit of society. CSR initiatives are on the focus areas approved by the Board benefitting the community. The CSR eligibility was applicable to company from 2018-19. As the company has just embarked on the journey of ascertained CSR programs, for this reason, during the year, the Company's spend on the CSR activities was NIL.

The Company is in process to find out and take new initiatives for future CSR project and moving forward the Company will endeavour to spend the complete amount on CSR activities in accordance with the statutory requirements.

**A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company**

We hereby affirm that the CSR Policy, as approved by the Board, has been implemented and the CSR Committee monitors the implementation of CSR Projects and activities in compliance with our CSR objectives.

*For and on behalf of Board of Directors of*  
**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Sd/-**  
**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 4<sup>th</sup> September, 2019**

**Place: Jalgaon**

## **ANNEXURE - VI**

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

#### **1. BUSINESS OVERVIEW:**

We are in business of designing and manufacturing of an extensive range of products under electrical components domain having different applications and utilities. We undertake activities such as designing, fabrication, moulding, powder coating, electroplating and assembling to develop these products and by virtue of multi-technology and varied processes involved in manufacturing activities, we are able to cater to other industries like automobile and irrigation. We have an in-house R&D set up for different processes involved in the manufacture of products also have a high precision Tool Room at Jalgaon plant where activities related to designing and development of various electrical components is undertaken. This Tool Room is equipped with modern, imported and indigenous machines to cater to designing and tooling requirements of their products as per the clients' needs.

We have manufacturing facilities at Jalgaon and Nashik in Maharashtra which are used for electroplating, sheet metal fabrication and plastic injection moulding and manufacturing facility in Hyderabad and Bangalore which is proposed to be used for manufacturing of products.

We have set up new plant for carrying Silver plating activities at Gat No. 130, Umale, Jalgaon, Maharashtra (India) and manufacturing of printed corrugated box started at V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra (India). We have implemented advanced ERP software SAP S/4 HANA.s.

#### **2. INDUSTRY OVERVIEW:**

Electrical equipment manufactured by our Company are used for transmission and distribution at commercial level and demand generated is directly proportional to growth of real estate and infrastructure sector.

Real Estate & Infrastructure sector is a key driver for the Indian economy. The sector is highly responsible for propelling India's overall development and enjoys intense focus from Government for initiating policies that would ensure time-bound creation of world class infrastructure in the country.

Real Estate & Infrastructure creates lots of demand for products from non-core industries, like plastic sheets, steel wire, electrical equipment, engineering equipment's and many more.

## Segments in Real Estate & factors that drive these segments:

### i. **Residential:**

- Rapid Urbanization
- Growth in population
- Rise in nuclear families
- Easy availability of finance
- Repatriation of NRI and HNIs
- Rise in disposable income

### ii. **Commercial:**

- Rapid Growth in service sectors
- Rising demand from MNCs
- Demand of offices in tier II cities

### iii. **Retail:**

- Booming consumerism in India
- Entry of MNC retailers
- Rapid changes in consumers demand

### iv. **Hospitality:**

- Robust economic tourism industry
- Increasingly global nature of Indian businesses and boosting business travel
- Government initiatives to promote tourism in Tier II and Tier III cities.

## 3. **COMPLIANCE:**

Our company was established in the year 2008 under Companies Act, 1956 (erstwhile Act) and Company has maintained books, documents, records, other information for the period of the time as required under the respective act such as; Companies Act, 2013, Securities and Exchange Board of India Act, 1992 & rule and regulations framed there under, Income Tax Act, 1961, Goods and Services Act, 2017, Factories Act, 1948, Employee State Insurance Act, 1948, Employees' Provident Fund and Miscellaneous Provisions Act, 1952 & Other Laws as applicable to our company.

## 4. **STRENGTH:**

- Successful and growth-oriented business history of the group for over two decades.
- Strong customer relationship with top tier brands of the Industry.
- Continuous journey of forward integration of processes to move up the value chain.

- Established capability in design and manufacturing coupled with quality service ensures customer satisfaction, fosters customer loyalty and generates repeat business;
- Experienced team of professionals led by technocrat promoter with demonstrated capability of creating and managing sizeable businesses.
- In-house R & D, tool room and continuous new product development.
- Employs experienced, capable and highly qualified management teams who oversee and execute all aspects of business of the Company.
- Strong Financing, our company have had a good relation with various Bankers for funding of projects in the past and the company is able to maintain the same status given the current industry scenario.

#### 5. **OPPORTUNITY:**

- Established track record and status as approved vendor with leading MNCs gives us huge opportunity to supply them with new products and also tap similar opportunities with other leading players.
- Inclination of MNCs and large corporate to outsource product manufacturing and quality services to Original Equipment Manufacturers.
- Caters to growing electrical component industry with scope for offering products to other industries also viz. automobile, irrigation and mobile phone manufacturing.
- Demand for electrical component and allied products is expected to grow in the coming years due to industrial development besides installation and replacement demand from consumer electrical sector.
- India is emerging as a competitive and preferred centre for manufacturing activities due to affordability, reliability and quality. Continuation of this trend will augur well for the growth of the sector and our company.

#### 6. **RISK AND CONCERN:**

- i. **Supply Chain:** In case of manufacturing companies and its projects are typically time, cost and quality sensitive, leaving little room for delays. Thereby manufacturers can't deliver on their promises because of a supply chain stall risk losing out on thousands of crores in potential revenue and profit. For managing this type of risk and continues supply of raw material, our company has established commercial relations with reputed suppliers.

ii. **Prices of Raw material:** Due to volatile and unstable global markets have widespread implications for manufacturing organisations and unexpected fluctuations in raw material price levels, unforeseen obstacles are destabilising supply chains and making it difficult for manufacturers to meet customer needs. Accordingly, change in the price of raw materials raises the cost of production. Our company manages this risk by entering in to the supply agreement with the suppliers.

iii. **Currency Risk:** Changes in exchange rates impact both the cost of raw materials and production, especially if suppliers and customers are located in foreign countries. Currency fluctuations are increasingly volatile and difficult to predict.

iv. **Government Policy:** Changes in the Government Policy could adversely affect economic conditions in India generally and our business in particular.

v. **Government Duties:** Taxes and other levies imposed by the Government of India or other State Governments, as well as other financial policies and regulations, may have a material adverse effect on our business, financial condition and results of operations.

#### 7. **FOCUS ON LOCAL AREA AND BEYOND:**

Our Company shall continue to explore development opportunities in and around Jalgaon and Nashik (Maharashtra State) and also explore hubs in the nearby regions on case by case basis and company is in process to established new factories at Hyderabad and Bangalore.

#### 8. **STRENGTHEN RELATIONSHIPS WITH KEY CUSTOMERS AND MULTIPLE VENDORS:**

In order to continue delivering quality products to our key customers, our Company shall further strengthen its relationship with key vendor i.e. sub-contractors. Our Company is also working on strategy to develop more and more vendors who can deliver product and services in line with Company's philosophy and product offerings.

*For and on behalf of Board of Directors of*  
**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

Sd/-  
**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

Sd/-  
**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 4<sup>th</sup> September, 2019**  
**Place: Jalgaon**



**ANNEXURE - VII**

**DETAILS OF UTILIZATION OF IPO PROCEEDS**

Spectrum Electrical Industries Limited got listed at NSE Emerge Platform on 1<sup>st</sup> October, 2018 and allotted 39,80,000 equity shares of face value of Rs. 10/- each at an issue price of Rs. 65/- (including of security premium of Rs. 55/- each) for setting up new plant & meeting Working Capital Requirement, Issue Expenses and General Corporate Expenses.

<b>Serial</b>	<b>Particulars</b>	<b>Objects of the issue</b>	<b>Utilized till 31-03-2019</b>	<b>Pending Utilization</b>
1.	To set up a Zinc Plating plant at Umale	750.00	0.00	750.00
2.	To meet long term working capital requirements	1,000.00	1,111.00	0.00
3.	General Corporate Purposes	587.00	587.00	0.00
4.	Issue Expenses	250.00	139.00	0.00
	<b>Total</b>	<b>2,587.00</b>	<b>1,837.00</b>	<b>750.00</b>

For

and on behalf of Board of Directors of

**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

Sd/-

**DEEPAK CHAUDHARI**  
**MANAGING DIRECTOR**  
**DIN: 00538753**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

Sd/-

**BHARTI CHAUDHARI**  
**WHOLE TIME DIRECTOR**  
**DIN: 02759526**  
**ADDRESS: 39/A, NEAR LIONS**  
**CLUB HALL, ADARSH NAGAR,**  
**JALGAON 425001.**

**Date: 30<sup>th</sup> May, 2019**

**Place: Jalgaon**



## **INDEPENDENT AUDITOR'S REPORT**

To,  
The Members  
**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**  
Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon  
Maharashtra 425003, India.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Spectrum Electrical Industries Limited ("**the Company**"), which comprises the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss, Cash Flow Statement and the statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken in to account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under and order issued under section 143 (11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2019;
- b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

1. On the basis of checks of books and records of the company and according to the information and explanations given to us the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" statement on the matters specified in paragraphs 3 and 4 of the Order.

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

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

c) The Balance Sheet, the Statement of Profit and Loss, Cash Flow Statement and the statement of changes in equity dealt with by this Report are in agreement with the books of account;

d) In our opinion, the aforesaid standalone financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.

e) On the basis of written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in '**Annexure B**'; and

g) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The company does not have any pending litigations as at March 31, 2019 that has any impact on its financial position in its standalone financial statements.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

**For J P L & Associates**  
**Chartered Accountants**  
**FRN: 132748W**

**Sd/-**  
**CA Ashish Patil**  
**Partner**  
**M. No. 150439**  
**Date: 30<sup>th</sup> May, 2019**

## **Annexure 'A' to the Independent Auditors' Report**

Report on the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143(11) of the Companies Act, 2013 ('the Act') of Spectrum Electrical Industries Limited ('the Company')

### **1. In respect of Fixed Assets:**

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable property are held in the name of the Company.

### **2. In respect of Inventories:**

(a) The management has conducted physical verification of inventory at reasonable intervals during the year.

(b) The procedures of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.

(c) The company is maintaining proper records of inventory and no any material discrepancies were noticed on physical verification of inventory.

**3.** The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act. Therefore, the provisions of clause 3 of the said order are not applicable to the Company.

**4.** The company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

**5.** The company has not granted any loans, made investments, given guarantees and security, accordingly, therefore the provisions of clause 3 of the said order are not applicable to the Company.

**6.** In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for purchase of inventory and fixed assets and for the sale of goods. Further on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have been

informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedure.

**7.** According to the information & explanations given to us, the Company has not accepted any deposits from the public to which the directives issued by the Reserve Bank of India and the provisions of Section 73 to Section 76 or any other relevant provisions of the Act and the rules framed there under apply.

**8.** The Central Government has prescribed the maintenance of cost records for products of the Company under sub section (1) of section 148 of the Act and in respect of this, accounts and records have been maintained by the Company.

**9.** According to the information and explanation given to us and on the basis of our examination of the records of the company, examined by us, in our opinion, the company is generally regular in depositing undisputed statutory dues including provident Fund, Employees State Insurance, Income tax, Sales tax, Goods & Service Tax etc. and other material statutory dues with the appropriate authorities. According to the information & explanation given to us there are no disputed dues in respect of Provident Fund, Employee's state Insurance Contribution, sales tax/income tax/ wealth tax/service tax / Customs Duty /Excise Duty/ Cess/ Goods & Service Tax & other material statutory dues in arrears as on 31<sup>st</sup> March, 2019 for a period of more than six months from the date they became payable.

**10.** The Company does not have accumulated losses at the end of the Financial Year. Further the company has not incurred cash loss during the current financial year & in the immediately preceding financial year.

**11.** The company has not defaulted in repayment of dues to a financial institution or bank. The company has not issued any debentures.

**12.** The Company has raised Rs.25.87 Crore by way of initial public offer by issuing and allotting 39,80,000 equity shares of face value of Rs. 10/- each at an issue price of Rs. 65/- (including of security premium of Rs. 55/- each) and proceed for IPO has been utilized/to be utilized for the objects as provided in the prospectus.

**11.** According to the information and explanations given to us, the Company has not given any bank guarantee for loans taken by others from banks or financial institutions.

**12.** In our opinion and according to the information and explanation given to us, the term loans taken by the Company have been applied for the purpose for which they were raised.

**13.** To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and by its officers or employees has been noticed or reported during the year.

14. In our opinion and according to the information and explanations given to us, the Company has paid /provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

15. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order and the Nidhi rule 2014 are not applicable.

16. According to the information and explanation given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required under accounting standards (AS-18), related party disclosure specified under section 133 of the act, read with rule 7 of the co. (accounts) rules, 2014.

<b>Name of the Person</b>	<b>Nature of Interest</b>	<b>Type of Transaction</b>	<b>Amount</b>
Shri. Deepak Suresh Chaudhari	Director and Shareholder	Lease Rent Paid	Rs. 12,00,000/-

17. In our opinion and according to the information and explanations given to us during the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.

(xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with him hence reporting under clause 3(xiv) of the Order is 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.

**For J P L & Associates**  
**Chartered Accountants**  
**FRN: 132748W**

**Sd/-**  
**CA Ashish Patil**  
**Partner**  
**M. No. 150439**  
**Date: 30<sup>th</sup> May, 2019**

## **Annexure – ‘B’ to the Independent Auditors’ Report**

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

We have audited the internal financial controls over financial reporting of Spectrum Electrical Industries Limited (‘the Company’) as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls**

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

### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the ‘Guidance Note’) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based

on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

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

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial control over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For J P L & Associates**  
**Chartered Accountants**  
**FRN: 132748W**

**Sd/-**

**CA Ashish Patil**

**Partner**

**M. No. 150439**

**Date: 30<sup>th</sup> May, 2019**



## SPECTRUM ELECTRICAL INDUSTRIES LIMITED

Notes Forming Part of the Balance Sheet for the year ending 31- 03-2019

Note: 23 SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

### **A- SIGNIFICANT ACCOUNTING POLICIES**

1. Significant Accounting Policies:

#### **a. Basis of preparation of financial statements:**

The financial statement has been prepared to comply in all material aspects with standard specified under Section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 & the relevant provisions of the Act. The accounting policies have been consistently applied by them.

#### **b. Changes in Accounting Policy:**

There is no change in the accounting policy for the accounting year 2018-19.

#### **c. Fixed Assets:**

Fixed are stated at cost less depreciation. Cost comprises the purchase price any attributable cost of bringing the assets to its working condition for its intended use, net of CENVAT recoverable.

#### **d. Depreciation:**

The Company has charged depreciation on the remaining useful life of the assets as per the requirement of schedule II of the Companies Act, 2013.

#### **e. Investment:**

Investment includes fixed deposit with Bank and others only which are shown at cost.

#### **f. Valuation of Inventories:**

In general, all inventories of Raw Material, Work in Progress, Finished Goods and consumables are stated at Net Realisable Value.

**g.** Sales represents Electrical Press Components, Sheet Metal Fabrication, Injection Moulded Plastic Components, Tools, Moulds & Dies, Irrigation Equipment's, electroplating both manufacturing and Job work.

**h.** Retirement benefit in the form of provident fund and gratuity is defined contribution scheme. The contribution to the provident fund and gratuity fund are charged to the profit and loss for the

year when the contribution is due. The Company has no obligation, other than the contributions payable to the provident fund and gratuity fund.

2. Closing stock is taken as valued and certified by Management by the Company and is valued at Net Realizable value. Quantitative details are provided.

3. Balance of Sundry Debtors, Creditors and Loan from relatives are subject to confirmation.

4. Deferred Tax Liability is calculated as follows

Depreciation as per Companies Act	Rs. 5,60,47,898/-
Depreciation as per Income Tax Act	Rs. 6,81,93,839/-
	-----
Timing Difference	Rs. 1,21,45,941/-
Opening provisions (DTL)	Rs. 19,69,614/-
Deferred Tax Liability	Rs. 33,79,000/-
<b>Deferred Tax Liability Net</b>	<b>Rs. 53,48,614/-</b>

5. Value of Import on CIF basis announced for during the year - Rs. 2,95,18,718/-

6. Earning in foreign currency is – USD 2822.40

7. Expenditure in Foreign currency– USD 4,29,405.75 & EURO 2641.56

8. Contingencies: There is no contingency occurring after the balance sheet as to the date of filing to the year.

9. Auditors Remuneration: Rs. 1,50,000/-

10. Director Remuneration: Rs. 1,00,92,858/-

**For J P L & Associates**  
**Chartered Accountants**  
**FRN: 132748W**

**Sd/-**

**CA Ashish Patil**  
**Partner**

**M. No. 150439**

**Date: 30<sup>th</sup> May, 2019**

**Place: Jalgaon**

**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

(Formerly Known as Spectrum Electrical Industries Pvt. Ltd. / Spectrum Electrical Component Pvt. Ltd.)

**Regd. Office: Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra – 425003**

**CIN: U28100MH2008PLC185764**

<b>Balance Sheet as on 31<sup>st</sup> March, 2019</b>			
			Amount in Rs.
<b>PARTICULARS</b>	<b>Note No.</b>	<b>31.03.2019</b>	<b>31.03.2018</b>
<b>I. EQUITY AND LIABILITIES</b>			
<b>1. Shareholder's Funds</b>			
(a) Share Capital	1	15,11,98,400.00	11,13,98,400.00
(b) Reserve and Surplus	2	51,05,28,474.39	23,03,73,469.72
(c) Money Received against share warrants		0.00	0.00
		<b>66,17,26,874.39</b>	<b>34,17,71,869.72</b>
<b>2. Share Application Money pending allotment</b>		0.00	0.00
<b>3. Non-Current Liabilities</b>			
(a) Long term borrowings	3	25,21,05,306.87	22,18,99,297.81
(b) Deferred Tax Liability	4	53,48,614.32	43,76,010.00
(c) Other long-term liabilities	5	0.00	0.00
(d) Long term provisions	6	0.00	0.00
		<b>25,74,53,921.19</b>	<b>22,62,75,307.81</b>
<b>4. Current Liabilities</b>			
(a) Short Term Borrowings	7	20,63,94,462.97	16,26,16,246.03
(b) Trade Payable	8		
i. Total outstanding dues of micro enterprises and small enterprises; and		6,32,16,958.48	0.00
ii. Total outstanding dues of creditors other than micro and small enterprises		18,62,55,957.49	31,44,95,485.40
(c) Other current liabilities	9	1,59,41,168.62	69,56,018.07
(d) Short term provisions	10	4,19,65,674.18	2,65,45,722.66
		<b>51,37,74,221.74</b>	<b>51,06,13,472.16</b>
<b>TOTAL</b>		<b>143,29,55,017.32</b>	<b>107,86,60,649.69</b>
<b>ASSETS</b>			
<b>1. Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
i. Tangible Assets (Property, Plant & Equipment)	11	45,14,48,162.66	40,95,80,945.76
ii. Intangible Assets	12	0.00	0.00
iii. Capital work in progress	13	6,36,17,995.14	8,90,31,353.00
iv. Intangible assets under development	14	0.00	0.00
		<b>51,50,66,157.80</b>	<b>49,86,12,298.76</b>
<b>(b) Non-current investment (Long Term Investment)</b>	15	0.00	0.00



(c) Deferred tax assets	16	0.00	0.00
(d) Long term loans & advances	17	15,30,88,091.20	2,40,20,228.71
(e) Other non-current assets	18	0.00	0.00
		<b>66,81,54,249.00</b>	<b>52,26,32,527.47</b>
<b>2. Current Assets</b>			
(a) Current Investment	19	9,10,79,370.00	3,58,98,871.80
(b) Inventories	20	35,52,39,385.23	22,41,00,359.00
(c) Trade receivable	21	25,53,34,092.27	22,48,50,669.78
(d) Cash & cash equitable	22	1,69,65,081.33	1,42,69,867.78
(e) Short term loan and advances	23	59,31,589.00	29,67,537.00
(f) Other current assets	24	4,02,51,250.49	5,39,40,816.86
		<b>76,48,00,768.32</b>	<b>55,60,28,122.22</b>
<b>TOTAL</b>		<b>143,29,55,017.32</b>	<b>107,86,60,649.69</b>

For JPL & Associates  
Chartered Accountants  
FRN: 132748W

FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED

Sd/-  
CA Ashish Patil  
Partner  
M. No. 150439

Sd/-  
Deepak Chaudhari  
Managing Director  
DIN: 00538753

Sd/-  
Bharti Chaudhari  
Whole Time Director  
DIN: 02759526

Sd/-  
Pankaj Rote  
Chief Financial Officer

Sd/-  
Rahul Lavane  
Company Secretary  
M. No. A57240

Date: 30<sup>th</sup> May, 2019

Place: Jalgaon



**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

(Formerly Known as Spectrum Electrical Industries Pvt. Ltd. / Spectrum Electrical Component Pvt. Ltd.)

**Regd. Office: Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra – 425003**

**CIN: U28100MH2008PLC185764**

<b>Statement of Profit and Loss for the year ended on 31<sup>st</sup> March, 2019</b>			
			Amount in Rs.
PARTICULARS	Note No	31.03.2019	31.03.2018
I. Revenue from operations	25	146,82,94,873.92	119,54,82,302.16
II. Other Income	26	94,74,258.00	28,42,238.42
<b>III. Total Income</b>		<b>147,77,69,131.92</b>	<b>119,83,24,540.58</b>
<b>IV. Expenses -</b>			
Cost of material consumed	27	101,42,40,469.01	80,92,35,640.55
Purchase of stock in trade		0.00	0.00
Change in inventory of FG, WIP & Stock in trade	28	-8,07,85,451.99	-3,52,47,813.00
		<b>93,34,55,017.02</b>	<b>77,39,87,827.55</b>
Employee benefit expenses	29	9,19,69,379.95	8,02,45,326.53
Finance Cost	30	2,85,50,341.04	4,47,29,234.48
Depreciation & amortisation exp.	31	5,60,47,898.47	3,92,12,879.64
Other Expenses	32	26,60,30,426.35	17,91,21,160.74
<b>Total Expenses</b>		<b>137,60,53,062.83</b>	<b>111,72,96,428.94</b>
V. Profit before exceptional & extra-ordinary items & tax		10,17,16,069.09	8,10,28,111.64
VI. Exceptional items		0.00	0.00
VII. Profit before extra-ordinary items & tax		10,17,16,069.09	8,10,28,111.64
VIII. Extra-ordinary items		0.00	0.00
IX. Profit before tax		10,17,16,069.09	8,10,28,111.64
X. Tax Expenses			
Current tax		2,49,18,409.65	1,77,14,000.00
Deferred tax		33,79,000.78	42,81,549.00
XI. Profit/Loss for the period from continuing operation		<b>7,34,18,658.66</b>	<b>5,90,32,562.64</b>
XII. Profit/Loss from discontinuing operations		0.00	0.00
XIII. Tax expenses of discontinuing operations		0.00	0.00
XIV. Profit/Loss from discontinuing operations after tax		0.00	0.00
XV. Profit/Loss for the period		<b>7,34,18,658.67</b>	<b>5,90,32,562.64</b>
XVI. E.P.S.			
Basic	33	9.05	73.20
Diluted	33	9.05	73.20



**For JPL & Associates  
Chartered Accountants  
FRN: 132748W**

**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-  
CA Ashish Patil  
Partner  
M. No. 150439**

**Sd/-  
Deepak Chaudhari  
Managing Director  
DIN: 00538753**

**Sd/-  
Bharti Chaudhari  
Whole Time Director  
DIN: 02759526**

**Sd/-  
Pankaj Rote  
Chief Financial Officer**

**Sd/-  
Rahul Lavane  
Company Secretary  
M. No. A57240**

**Date: 30<sup>th</sup> May, 2019**

**Place: Jalgaon**



**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**  
 (Formerly Known as Spectrum Electrical Industries Pvt. Ltd. / Spectrum Electrical Component Pvt. Ltd.)  
**Regd. Office: Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra - 425003**  
**CIN: U28100MH2008PLC185764**

<b>CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31<sup>st</sup> March, 2019</b>		
<b>PARTICULARS</b>	<b>31.03.2019</b>	<b>31.03.2018</b>
<b>(1) Cash flow from operating Activities</b>		
a) Net Profit/Loss before taxation	10,17,16,069.09	8,10,28,111.64
Adjustment for: -		
Add- Depreciation & Amortization	5,60,47,898.47	3,92,12,879.64
Add- Interest Expenses	2,71,62,144.13	4,30,44,177.18
Add- Provisions for diminution of investments	0.00	0.00
Less- Interest and dividend income	-93,39,558.00	-17,43,708.42
<b>Operating profit before working capital change</b>	<b>17,55,86,553.69</b>	<b>16,15,41,460.04</b>
b) Working capital changes:		
Decrease /Increase in Trade Payables	-6,50,22,569.43	22,88,18,953.14
Decrease /Increase in Trade Receivables	-3,04,83,422.49	-22,48,50,669.78
Decrease /Increase in long-term loans and advances	-12,90,67,862.49	-1,26,10,080.71
Decrease /Increase in Inventories	-13,11,39,026.23	-21,34,58,877.00
Decrease/Increase in short term loan and advances	-29,64,052.00	-30,14,287.00
Decrease/Increase in long term provisions	0.00	0.00
Decrease/Increase in short term provisions	1,54,19,951.53	2,52,37,025.66
Decrease/Increase in other current assets	1,36,89,566.37	-3,49,29,730.63
Decrease/Increase in other non-current assets	0.00	0.00
Decrease/Increase in other current liabilities	65,79,054.34	51,03,507.13
<b>Cash generated from operation</b>	<b>-32,29,88,360.40</b>	<b>-22,97,04,159.19</b>
Income tax paid	-2,49,18,409.65	-1,77,14,000.00
<b>Net cash flow from operating activities</b>	<b>-17,23,20,216.36</b>	<b>-8,58,76,699.15</b>
<b>(2) Cash flow from investing activities</b>		
Purchase of tangible fixed assets/Capital work in progress	-7,25,01,757.76	-35,57,20,735.10
Subsidy	10,00,000.00	0.00
Investments	-5,51,80,798.20	0.00
Sale of Fixed Assets	15,00,000.00	0.00
Interest and dividend income	68,39,558.00	17,43,708.42
<b>Net cash flow from investing activities</b>	<b>-11,83,42,997.96</b>	<b>-35,39,77,026.68</b>
<b>(3) Cash flow from financing activities</b>		
Proceed (Net) from issue of share capital including premium	24,65,36,346.00	20,11,00,000.00
Share application money pending allotment	0.00	0.00
Decrease/Increase in long term borrowing	73,01,070.59	12,53,61,934.31
Decrease/Increase in short term borrowing	4,37,78,216.94	15,24,23,670.03
Availment of Unsecured Loan	2,29,04,938.47	0.00
Interest Paid	-2,71,62,144.13	-4,30,44,177.18
<b>Net cash flow from financing activities</b>	<b>29,33,58,427.87</b>	<b>43,58,41,427.16</b>
Net increase in cash & cash equivalents	26,95,213.55	-40,12,298.67
Cash and Cash Equivalents at the beginning of period	1,42,69,867.78	1,82,82,166.45
Cash and Cash Equivalents at the end of the period	1,69,65,081.33	1,42,69,867.78



**For JPL & Associates  
Chartered Accountants  
FRN: 132748W**

**FOR SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-  
CA Ashish Patil  
Partner  
M. No. 150439**

**Sd/-  
Deepak Chaudhari  
Managing Director  
DIN: 00538753**

**Sd/-  
Bharti Chaudhari  
Whole Time Director  
DIN: 02759526**

**Sd/-  
Pankaj Rote  
Chief Financial Officer**

**Sd/-  
Rahul Lavane  
Company Secretary  
M. No. A57240**

**Date: 30<sup>th</sup> May, 2019**

**Place: Jalgaon**



**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

(Formerly Known as Spectrum Electrical Industries Pvt. Ltd. / Spectrum Electrical Component Pvt. Ltd.)

**Regd. Office: Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon, Maharashtra – 425003**

**CIN: U28100MH2008PLC185764**

<b>Notes forming part of balance sheet as at 31<sup>st</sup> March, 2019</b>				
<i>Amount in Rs.</i>				
<b>NOTE 1: SHARE CAPITAL</b>				
(Disclosure pursuant to Note no. 6(A)(a, b & c) of Part I of Schedule III to the Companies Act, 2013)				
Particulars	31 <sup>st</sup> March, 2019		31 <sup>st</sup> March, 2018	
Authorised share capital (Nos.) <b>1750000 Equity Shares of Rs. 10/- each</b> <b>(*Previous year 1120000 Equity shares @ Rs. 100/- each)</b>	17,50,00,000.00		11,20,00,000.00	
Issued, Subscribed and Paid up capital				
<b>15119840 Equity Shares of Rs. 10 each fully paid up</b> <b>(*Previous year 1113984 shares @Rs.100 each)</b>	15,11,98,400.00		11,13,98,400.00	
<b>Total</b>	<b>15,11,98,400.00</b>		<b>11,13,98,400.00</b>	
*The company has subdivided its Equity shares capital from the face value of Rs. 100/- each to face value of Rs. 10/- each by passing ordinary resolution at the members meeting duly held on 10 <sup>th</sup> April, 2018.				
<b>a) Reconciliation of the shares outstanding at the beginning and at the end of reporting period:</b>				
(Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule III to the Companies Act, 2013)				
Particulars	31 <sup>st</sup> March, 2019		31 <sup>st</sup> March, 2018	
Equity Shares	No.	Amount	No.	Amount
<b>At the beginning of period</b>	<b>11139840</b>	<b>11,13,98,400.00</b>	<b>499000</b>	<b>4,99,00,000.00</b>
Issued during the period				
Fresh Issue for cash	3980000	3,98,00,000.00	614984	6,14,98,400.00
Bonus Shares	0	0.00	0	0.00
Outstanding at the end of period	<b>15119840</b>	<b>15,11,98,400.00</b>	<b>1113984</b>	<b>11,13,98,400.00</b>
<b>b) Terms and rights attached to Equity shares:</b>				
(Disclosure pursuant to Note no. 6(A)(e) of Part I of Schedule VI to the Companies Act, 2013)				
1. The company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share.				
<b>c) Shares held by Holding / ultimate Holding company and / or their subsidiaries / associates – NIL</b>				
(Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule III to the Companies Act, 2013)				
<b>d) Details of shareholders holding more than 5% shares in the company</b>				
(Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule III to the Companies Act, 2013)				
Particulars	31 <sup>st</sup> March, 2019		31 <sup>st</sup> March, 2018	
	No.	% of holding	No.	% of holding
<b>Equity shares of Rs. 10/- each fully paid</b>				
Mr. Deepak Suresh Chaudhari	8017600	53.03%	801760	71.97%
M/s. Spectrum Fabricators (India) Pvt. Ltd.	1834860	12.14%	183486	16.47%

M/s. Arihant Capital Markets Limited	782000	5.17%	0.00	0.00%
<b>e) for the period of five years immediately preceding the date as at which the Balance Sheet is prepared:</b>				
(Aggregate number and class of shares allotted as fully paid-up pursuant to contract(s) without payment being received in cash)				
Sr. No.	Name of Allottees	Date of Allotment	Number of shares allotted	
1	Mr. Deepak Suresh Chaudhari	28/07/2017	3,33,260	
2	Ms. Bharti Deepak Chaudhari	28/07/2017	21,992	
3	M/s. Spectrum Fabricators (India) Pvt. Ltd.	28/07/2017	1,83,486	
4	Mr. Chandrakant Bhaskar Rane	28/07/2017	41,264	
5	Mr. Devendra Sudhakar Rane	28/07/2017	34,982	

<b>NOTE 2: RESERVE AND SURPLUS:</b>			
(Disclosure pursuant to Note no. 6(B) of Part I of Schedule III to the Companies Act, 2013)			
		<b>31<sup>st</sup> March, 2019</b>	<b>31<sup>st</sup> March, 2018</b>
<b>1</b>	<b>Capital Reserve</b>		
	Opening Balance		
	Additions during the year	3,01,84,754.68	3,01,84,754.68
	Reduction during the year	0.00	0.00
	Closing Balance	3,01,84,754.68	3,01,84,754.68
<b>2</b>	<b>Securities Premium Reserve</b>		
	Opening Balance	13,96,01,600.00	0.00
	Additions during the year	21,92,30,000.00	13,96,01,600.00
	Reduction during the year	1,24,93,654.00	0.00
	Closing Balance	34,63,37,946.00	13,96,01,600.00
<b>3</b>	<b>Surplus / Deficit in the statement of Profit and Loss</b>		
	Balance as per last financial statement	6,05,87,115.04	15,65,139.11
	Profit for the year	7,34,18,658.67	5,90,32,562.64
	<b>Less - Appreciations</b>		
	Transfer to General Reserve	0.00	0.00
	Reduction during the year	0.00	10,586.71
	Depreciation Adjustment	0.00	0.00
	Provision for Deferred tax	0.00	0.00
	Tax on Interim / proposed Equity Dividend	0.00	0.00
	Income Tax	0.00	0.00
	Income Tax Refund	0.00	0.00
	Net surplus in the Statement of Profit & Loss	13,40,05,773.71	6,05,87,115.04
	<b>Total Reserves &amp; Surplus</b>	<b>51,05,28,474.39</b>	<b>23,03,73,469.72</b>

**NOTE 3: LONG TERM BORROWINGS:**

(Disclosure pursuant to Note no. 6(C) of Part I of Schedule III to the Companies Act, 2013)

### Term loan from Banks

(Disclosure pursuant to Note no. 6(C) of Part I of Schedule III to the Companies Act, 2013)

Sr. No.	Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
1	Axis Bank T/L - 917060029228301	7,59,94,718.00	8,50,54,555.00
2	Axis Bank T/L - 918060025681141	1,44,13,108.00	1,50,11,404.00
3	Axis Bank T/L - 917060029207207	5,57,610.00	7,80,287.00
4	Axis Bank T/L - 917060029219242	51,40,139.00	70,14,492.00
5	Axis Bank T/L - 917060029221698	0.00	406.00
6	Axis Bank T/L - 917060029224325	72,47,183.00	1,10,26,490.00
7	Axis Bank T/L - 917060029106609	0.00	408.00
8	Axis Bank T/L - 917060029109624	56,05,988.00	78,43,282.00
9	Axis Bank T/L - 917060029111889	86,75,359.00	1,34,04,306.00
10	Axis Bank T/L - 917060029263702	1,03,32,987.00	1,24,11,581.00
11	Axis Bank T/L - 917060029264420	71,76,246.00	86,26,433.00
12	Axis Bank T/L - 917060029303305	2,11,40,691.00	2,53,70,373.00
13	Axis Bank T/L - 917060029154844	12,10,222.00	34,27,759.00
14	Axis Bank T/L - 917060029167293	58,73,130.00	78,92,548.00
15	Axis Bank T/L - 917060029160564	35,15,936.00	55,35,674.00
16	Axis Bank T/L - 918060056704318 -1001	4,75,52,038.00	0.00
17	HDFC Car Loan A/c - 43156210	3,82,147.10	9,11,795.55
18	Axis Car Loan A/c - 1742500436	5,88,811.00	10,18,302.00
19	HDFC Car Loan A/c - 55073570	15,17,637.92	21,50,889.00
20	HDFC Car Loan A/c - 35654059	0.00	2,02,553.20
21	HDFC Car Loan A/c - 35648871	0.00	4,10,461.85
22	HDFC Car Loan A/c - 28801092	1,48,271.24	5,63,304.77
23	HDFC Car Loan A/c - 83082420	18,15,091.69	22,64,817.00
24	HDFC Car Loan A/c - 83118161	18,15,091.69	22,64,817.00
25	HDFC Car Loan A/c - 83118171	8,65,430.32	10,79,827.00
		<b>22,15,67,835.96</b>	<b>21,42,66,765.37</b>
<b>Deferred Payment liabilities – NIL</b>			
<b>(Disclosure pursuant to Note no. 6(C) (i) (c) of Part I of Schedule III to the Companies Act, 2013)</b>			

<b>Long Term Unsecured Loan from related parties:</b>			
(Disclosure pursuant to Note no. 6(C) (i) (e) of Part I of Schedule III to the Companies Act, 2013)			
1	Unsecured Loan from Directors	3,05,37,470.91	76,32,532.44
2	Deposits from relatives of Directors	0.00	0.00
3	Inter Corporate deposit	0.00	0.00
	<b>Sub-Total</b>	<b>3,05,37,470.91</b>	<b>76,32,532.44</b>
	<b>Total</b>	<b>25,21,05,306.87</b>	<b>22,18,99,297.81</b>
	Less - Amount disclosed under the head	0.00	0.00
	Other Current Liabilities- in note No. 11	0.00	0.00
	<b>Total Long-Term Borrowings</b>	<b>25,21,05,306.87</b>	<b>22,18,99,297.81</b>

**Secured & Unsecured Portion -**

(Disclosure pursuant to Note no. 6(C) (ii) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Secured Borrowings	22,15,67,835.96	21,42,66,765.37
Unsecured borrowings	3,05,37,470.91	76,32,532.44
<b>Total Long-Term Borrowings</b>	<b>25,21,05,306.87</b>	<b>22,18,99,297.81</b>

**Loans guaranteed by Directors & others -**

(Disclosure pursuant to Note no. 6(C) (iii) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Term loans from Banks and Financial Institution	22,15,67,835.96	21,42,66,765.37
Deferred Payment liabilities	0.00	0.00
Deposits	0.00	0.00
<b>Total</b>	<b>22,15,67,835.96</b>	<b>21,42,66,765.37</b>

**Period & amount of continuing Default in repayment of loan & interest**

(Disclosure pursuant to Note no. 6(C) (vii) of Part I of Schedule III to the Companies Act, 2013)

Company has not defaulted on repayment of loan or interest.

**4. Deferred Tax Liabilities (net)**

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Opening Deferred Tax Asset	19,69,613.54	94,461.00
Changes during the year		
Difference in Book Depreciation & I. T. Depreciation	1,21,45,940.96	1,38,56,146.00
Other Timing Differences	0.00	0.00
	<b>1,21,45,940.96</b>	<b>1,38,56,146.00</b>
Loss for the year	<b>0.00</b>	<b>0.00</b>
Previous year loss recovered	0.00	0.00

Net change during the year	1,21,45,940.96	1,38,56,146.00
Tax attributable to the above	33,79,000.78	42,81,549.00
Deferred Tax liability due to change in Tax rates	0.00	0.00
<b>Closing Deferred Tax Asset</b>	<b>53,48,614.32</b>	<b>43,76,010.00</b>

### 5. Other Long-Term Liabilities

(Disclosure pursuant to Note no. 6(D) of Part I of Schedule III to the Companies Act, 2013)

The Company does not have any Other Long-Term Liabilities.

### 6. Long Term Provisions

(Disclosure pursuant to Note no. 6(E) of Part I of Schedule III to the Companies Act, 2013)

The Company does not have any Long-Term Provisions.

### 7. Short term borrowings

(Disclosure pursuant to Note no. 6(F) of Part I of Schedule III to the Companies Act, 2013)

#### Loans from Banks -

(Disclosure pursuant to Note no. 6(F) (i) (a) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Axis Bank Ltd.-CC-917030029225961	6,43,51,607.07	3,06,86,961.85
Axis Bank Ltd.-CC-917030029202858	4,98,18,922.20	4,91,22,831.37
Axis Bank Ltd.-CC-917030029258220	6,46,19,509.18	6,43,12,334.18
Axis Bank Ltd.-CC-917030029147748	1,88,67,923.63	1,84,94,118.63
Axis Bank Buyers Credit Card 4859240100	80,57,859.94	0.00
Axis Bank Credit Card 4505060100326321	45,447.53	0.00
Axis Bank Credit Card 4505060100326319	4,23,373.70	0.00
Axis Bank Credit Card 4505060100326301	2,09,819.72	0.00
<b>Total</b>	<b>20,63,94,462.97</b>	<b>16,26,16,246.03</b>

### 8. Trade payables

(Disclosure pursuant to point no. b of Current Liabilities of the Balance Sheet)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Trade Payables (Net of Advances)	24,94,72,915.97	31,44,95,485.40
<b>Total</b>	<b>24,94,72,915.97</b>	<b>31,44,95,485.40</b>

### 9. Other Current Liabilities

(Disclosure pursuant to Note no. 6(G) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
TDS payable	14,85,587.19	10,48,653.19
TCS Payable	1,31,493.67	50,631.10
GST payable	1,42,40,773.76	56,28,942.78
Labour Welfare Fund payable	17,964.00	15,499.00
Profession Tax payable	65,350.00	2,12,292.00
<b>Total</b>	<b>1,59,41,168.62</b>	<b>69,56,018.07</b>

**10. Short Term Provisions:**

(Disclosure pursuant to Note no. 6(H) of Part I of Schedule III to the Companies Act, 2013)

<b>Particulars</b>	<b>31<sup>st</sup> March, 2019</b>	<b>31<sup>st</sup> March, 2018</b>
Provision for employee benefits	1,33,46,103.64	61,24,620.64
<b>Others</b>		
For expenses	37,01,160.90	27,07,102.02
For Proposed Dividend & tax thereon	0.00	0.00
For Income Tax	2,49,18,409.64	1,77,14,000.00
<b>Total</b>	<b>4,19,65,674.18</b>	<b>2,65,45,722.66</b>



**11 & 13. Tangible Assets & Work in progress: -**

**Depreciation as per Companies Act under SLM Method as on 31.03.2019**

PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	As at 01.04.2018	Additions	Deductions	Total	Up to 31.03.2018	For the year 2018-19	Total	As at 31.03.2019	As at 31.03.2018
Land	2,89,09,535.00	8,25,200.00	0.00	2,97,34,735.00	0.00	0.00	0.00	2,97,34,735.00	2,89,09,535.00
Factory Building	9,82,54,481.33	2,52,72,139.45	0.00	12,35,26,620.78	15,59,465.33	30,32,027.47	45,91,492.8	11,89,35,127.98	9,66,95,016.00
Factory Road	14,63,152.00	0.00	0.00	14,63,152.00	46,079.27	1,38,999.00	1,85,078.27	12,78,073.73	14,17,072.73
Plant and Machinery	33,11,02,043.35	3,83,06,555.07	24,03,351.80	36,70,05,246.62	4,18,36,966.47	4,02,82,365.00	8,21,19,331.47	28,48,85,915.15	28,92,65,076.88
Electrical Installation	3,33,43,512.00	41,13,988.79	0.00	3,74,57,500.79	19,18,720.00	39,86,703.00	59,05,423.00	3,15,52,077.79	3,14,24,792.00
Office Equipments	21,19,485.00	17,16,701.79	0.00	38,36,186.79	1,50,453.00	5,72,516.00	7,22,969.00	31,13,217.79	19,69,032.00
Furniture & Fixtures	39,36,146.85	8,09,486.40	0.00	47,45,633.25	2,23,593.85	3,91,098.00	6,14,691.85	41,30,941.40	37,12,553.00
Vehicles	1,69,43,380.98	0.00	0.00	1,69,43,380.98	14,82,777.71	18,18,754.00	33,01,531.71	1,36,41,849.27	1,54,60,603.27
Computers & Peripherals	47,97,336.85	20,47,115.68	0.00	68,44,452.53	13,32,057.97	13,40,183.00	26,72,240.97	41,72,211.56	34,65,278.88
SAP System - Software	1,91,85,939.00	18,13,922.13	0.00	2,09,99,861.13	0.00	33,63,839.00	33,69,580.00	1,76,36,022.13	1,91,85,939.00
SAP System - Hardware	70,89,900.00	0.00	0.00	70,89,900.00	0.00	11,21,414.00	11,21,414.00	59,68,486.00	70,89,900.00
Trade Mark	17,500.00	0.00	0.00	17,500.00	0.00	0.00	0.00	17,500.00	17,500.00
<b>Total</b>	<b>54,71,62,412.36</b>	<b>7,49,05,109.31</b>	<b>24,03,351.80</b>	<b>61,96,64,169.87</b>	<b>4,85,50,113.60</b>	<b>5,60,47,898.47</b>	<b>10,45,98,012.07</b>	<b>51,50,66,157.80</b>	<b>49,86,12,298.76</b>

## 12. Intangible Assets

(Disclosure pursuant to Note no. 6(J) of Part I of Schedule III to the Companies Act, 2013)

The Company does not have any Intangible Assets.

## 13. Capital work in progress

Refer Note-11

## 14. Intangible Assets Under-Development

The Company does not have any Intangible Assets under Development.

## 15. Non-current Investments (Long Term Investments)

(Disclosure pursuant to Note no. 6(K) of Part I of Schedule III to the Companies Act, 2013)

The Company does not have any Non-Current Investments.

## 16. Deferred Tax Assets (net)

The company does not have Deferred Tax Asset. Deferred Tax Liability has been disclosed in Note No. 4 of the Balance Sheet.

## 17. Long-term loans and advances

(Disclosure pursuant to Note no. 6(L) (i) of Part I of Schedule III to the Companies Act, 2013)

Sr. No.	Particulars	31st March, 2019	31st March, 2018
a.	Capital Advances	4,83,88,981.00	1,48,96,714.51
b.	Security and other deposits	10,46,99,110.20	91,23,514.20
	<b>Total</b>	<b>15,30,88,091.20</b>	<b>2,40,20,228.71</b>

## 18. Other Non-Current Assets

(Disclosure pursuant to Note no. 6(M) of Part I of Schedule III to the Companies Act, 2013)

The Company does not have any other non-current assets.

## 19. Current Investments

(Disclosure pursuant to Note no. 6(N) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31st March, 2019	31st March, 2018
Fixed Deposits with Banks	9,10,79,370.00	3,58,98,871.80
<b>Total</b>	<b>9,10,79,370.00</b>	<b>3,58,98,871.80</b>

## 20 Inventories

(Disclosure pursuant to Note no. 6(O) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31st March 2019	31st March 2018
a Raw materials	12,16,42,965.05	10,06,07,619.00
b Finished goods & WIP	19,41,63,797.35	12,33,04,756.00
c Consumables	3,51,94,450.30	1,87,984.00
d Scrap	42,38,172.53	0.00
<b>Total</b>	<b>35,52,39,385.23</b>	<b>22,41,00,359.00</b>

**Note -**

1	Valuation of inventory is done on net realizable value.
2	There are no goods in transit during the year

**21. Trade Receivable**

(Disclosure pursuant to Note no. 6(P) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Trade receivables o/s less than 6 months	21,84,34,339.60	20,43,31,123.18
Trade receivables o/s more than 6 months	3,68,99,752.67	2,05,19,546.60
<b>Total Trade Receivables</b>	<b>25,53,34,092.27</b>	<b>22,48,50,669.78</b>

**Further information about trade receivables**

(Disclosure pursuant to Note no. 6(P) (ii) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Secured, considered good	0.00	0.00
Unsecured, considered good	25,53,34,092.27	22,48,50,669.78
Doubtful	0.00	0.00
	<b>25,53,34,092.27</b>	<b>22,48,50,669.78</b>

(Disclosure pursuant to Note no. 6(P) (iv) of Part I of Schedule III to the Companies Act, 2013)

Trade receivables

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
Due from Directors	0.00	0.00
Due from Officers	0.00	0.00
Due from firms or companies in which Directors are interested	0.00	0.00
Other trade receivables	0.00	0.00
	<b>0.00</b>	<b>0.00</b>

**22. Cash and Cash Equivalents:**

(Disclosure pursuant to Note no. 6 (Q) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
<b>a Balances with banks</b>		
<b>Held on Current Account</b>		
IDBI Bank Current A/c No. 0482102000014669	0.00	1,97,330.70
HDFC Bank Current A/c No. 50200004729246	0.00	10,36,208.31
Axis Bank Current A/c No. 917020029093408	97,08,031.46	1,12,86,044.05
Axis Bank Current A/c No. 917020035142550	0.00	72,324.10
Axis Bank Current A/c No. 917020034893879	8,511.03	5,31,832.31
Axis Bank Current A/c No. 917020034128913	0.00	75,459.55
Axis Bank Current A/c No. 917020066261547	0.00	1,425.10
Axis Bank Current A/c No. 917020043362410	13,82,112.89	-11,04,465.22
Axis Bank Current A/c No. 917020052023357	0.00	560.90
Axis Bank Current A/c No. 918020099089656	24,28,875.99	0.00
b Cheques, drafts on hand	0.00	0.00
c Cash in hand	34,37,549.96	21,73,147.98
d Others	0.00	0.00
<b>Total</b>	<b>1,69,65,081.33</b>	<b>1,42,69,867.78</b>

### 23. Short –Terms Loans and advances

(Disclosure pursuant to Note no. 6 (R) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
<b>Related Parties</b>		
Due from Directors	0.00	580,255.00
Due from Officers	0.00	0.00
Due from firms or companies in which Directors are interested	0.00	0.00
<b>Others</b>	59,31,589.00	23,87,282.00
<b>Total</b>	<b>59,31,589.00</b>	<b>29,67,537.00</b>

### Further information about short term loans and advances

(Disclosure pursuant to Note no. 6(R) (ii) of Part I of Schedule III to the Companies Act, 2013)

Secured, considered good	0.00	0.00
Unsecured, considered good	59,31,589.00	29,67,537.00
Doubtful	0.00	0.00
<b>Total</b>	<b>59,31,589.00</b>	<b>29,67,537.00</b>

### 24. Other Current Assets

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
a Dues from Income Tax	2,44,48,213.01	1,89,08,055.25
b Dues for GST	0.00	2,04,03,482.27
c deferred Tax Assets	0.00	24,06,396.46
d TDS Receivable	47,67,034.74	88,69,230.76
e TCS Receivable	0.00	85,599.00
f VAT Receivable	0.00	19,63,044.00
g Preliminary Expenses	14,165.24	18,886.40
h Accrued Interest	91,90,910.00	9,60,303.00
i Prepaid Expenses	18,30,927.50	3,25,819.72
<b>Total</b>	<b>4,02,51,250.49</b>	<b>5,39,40,816.86</b>

#### a. Contingent liabilities and commitments - NIL

(Disclosure pursuant to Note no. 6(T) of Part I of Schedule III to the Companies Act, 2013)

#### b. Dividends - NIL

(Disclosure pursuant to Note no. 6(U) of Part I of Schedule III to the Companies Act, 2013)

#### c. Value on realization

(Disclosure pursuant to Note no. 6(W) of Part I of Schedule III to the Companies Act, 2013)

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
i Assets other than fixed assets and non-current investments that do not have a value on realization in the ordinary course of business less than the amount at which they are stated.	0.00	0.00

## 25. Revenue from Operations

(As per Point No. 2 of General Instructions for Preparation of Statement of Profit and Loss)

Particulars		31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
1	Sale of Services		
	Domestic	24,62,03,535.74	0.00
	Add : Export	0.00	0.00
		24,62,03,535.74	0.00
2	Sale of Products		
	Domestic	148,58,04,805.20	141,16,89,160.99
	Add : Export	2,01,180.67	64,92,397.19
		1,486,005,985.87	141,81,81,558.18
3	Other operating revenues	0.00	0.00
		<b>173,22,09,521.61</b>	<b>141,81,81,558.18</b>
	Less: Excise Duty/GST	26,39,14,647.69	22,26,99,256.02
	<b>Revenue from Operations</b>	<b>146,82,94,873.92</b>	<b>119,54,82,302.16</b>

## 26. Other Income

(As per Point No. 4 of General Instructions for Preparation of Statement of Profit and Loss)

Particulars		31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
1	Interest Income	68,39,558.00	17,43,708.42
2	Dividend Income	0.00	0.00
3	Net gain/loss on sale of investments	0.00	2,469.00
4	Other non-operating income	110.00	10,96,061.00
5	Sales of Fixed Asset	15,00,000.00	0.00
6	Cash Discount Received	640.00	0.00
7	Duty Draw Back	1,33,950.00	0.00
8	Trade Discount	0.00	0.00
9	Subsidy Received	10,00,000.00	0.00
	<b>Other Income</b>	<b>94,74,258.00</b>	<b>28,42,238.42</b>

#### IV EXPENSES

##### Item no. IV of Statement of Profit and Loss

##### 27. Cost of material consumed

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
<b>Opening Stock -</b>		
Raw materials and WIP	18,36,46,613.00	54,35,549.00
<b>Add - Purchases</b>		
Raw materials and WIP	106,45,94,043.25	98,74,46,704.55
<b>Less - Closing Stock</b>		
Raw materials and WIP	23,40,00,187.24	18,36,46,613.00
<b>Cost of materials consumed</b>	<b>101,42,40,469.01</b>	<b>80,92,35,640.55</b>

##### 28. Change in inventory of finished goods, work in progress and Stock-in-trade

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
<b>Stock at Close -</b>		
(As taken, valued & certified by the Management)		
Finished Goods, Scrap and consumables	12,12,39,197.99	4,04,53,746.00
<b>Stock at Commencement -</b>		
Finished Goods, Scrap and consumables	4,04,53,746.00	52,05,933.00
<b>(Increase)/Decrease in Stocks</b>	<b>-8,07,85,451.99</b>	<b>-3,52,47,813.00</b>

##### 29. Employee benefits expenses

Particulars	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
1 Salary & Wages	7,22,03,654.95	6,24,26,726.28
2 Directors Remuneration & Commission	1,00,92,858.00	88,50,000.00
3 Contribution to Provident & other funds	48,91,802.00	42,17,049.00
4 Bonus	30,95,875.00	29,92,638.00
5 Gratuity	15,88,917.00	8,18,428.00
6 Staff Welfare expenses	96,273.00	9,40,485.25
<b>Employee benefit expenses</b>	<b>9,19,69,379.95</b>	<b>8,02,45,326.53</b>

### 30. Finance Cost

Particulars		31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
1	Interest Expense	0.00	4,30,44,177.18
2	Interest on T/L	1,96,92,329.28	0.00
3	Interest on C/C	1,69,59,084.00	0.00
4	Interest on Bill/LC Discounting	63,59,162.11	0.00
5	Interest on Others	2,75,687.15	0.00
6	Interest on Car Loan	8,29,481.59	0.00
7	Other borrowing cost	13,88,196.91	6,21,185.37
8	Net (Gain) / Loss on Foreign Currency transactions & translations	0.00	4,03,879.45
9	Bank charges	0.00	6,59,992.48
10	Interest Subsidy Received	-1,69,53,600.00	0.00
<b>Finance Cost</b>		<b>2,85,50,341.04</b>	<b>4,47,29,234.48</b>

### 31. Depreciation and Amortisation Expenses

Particulars		31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
a	Depreciation	5,60,47,898.47	3,92,12,879.64
b	Amortization	0.00	0.00
c	Impairment	0.00	0.00
<b>Depreciation &amp; Amortization Exps.</b>		<b>5,60,47,898.47</b>	<b>3,92,12,879.64</b>

### 32. Other Expenses

(As per Point No. 5 (vi) of General Instructions for Preparation of Statement of Profit and Loss)

Particulars		31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018
1	Audit Fees	1,50,000.00	44,500.00
2	Consultancy Charges	0.00	25,34,525.00
3	Development Expenses	15,077.6	0.00
5	Electricity Charges	4,21,02,048.07	3,80,08,900.00
7	Fuel Expenses	47,55,786.48	0.00
8	Gas Consumption Expenses	1,35,940.87	0.00
9	Job work charges	12,90,78,477.47	8,08,90,874.16
10	Legal Expenses	43,72,698.24	43,61,385.80
11	Miscellaneous Expenses	6,78,60,926.85	4,22,16,513.38
12	Professional Fees	0.00	48,900.00
13	Rent	47,70,080.00	34,79,530.00
14	Repairs to Factory Building & Others	16,52,988.65	0.00
15	Repairs to Other Assets	1,27,134.00	0.00
16	Repairs to Plant & Machinery	37,91,178.45	19,94,183.31
17	Security Charges	39,94,836.92	31,65,641.10
18	Travelling Expenses	25,97,263.10	18,89,500.99

19	Water Expenses	6,25,989.65	4,86,707.00
	<b>Other Expenses</b>	<b>26,60,30,426.35</b>	<b>17,91,21,160.74</b>

## Notes

### 11. Miscellaneous Expenses

	Particulars	31st March, 2019	31st March, 2018
1	Advertisement & Publicity	71,951.00	0.00
2	Calibration Charges	1,07,000.75	57,097.87
3	Computer Maintenance	8,09,002.05	0.00
4	Custom Duty	0.00	17,01,944.30
5	Discount	-810.00	4,06,178.46
6	Donations	41,250.00	9,600.00
7	Earlier Year Profession Tax Paid	39,575.00	0.00
8	Earlier Excise Duty Paid	1,31,010.60	0.00
9	Earlier Service Tax Paid	1,15,738.00	0.00
10	ETP Plant charges	0.00	32,739.00
11	Factory Expenses	1,69,22,467.58	9,71,923.55
12	Freight Inward	1,28,79,863.92	2,62,80,225.57
13	Freight Outward	1,82,99,346.39	0.00
14	Gift	3,930.00	0.00
15	Guest House Exps.	1,875.00	0.00
16	Inspection Charges	63,299.24	0.00
17	Insurance Premium	12,03,692.53	12,66,458.00
18	KKC Input	0.00	34,367.06
19	LC charges	0.00	8,23,693.97
20	License & Other Fees	3,99,137.92	0.00
21	Loading & Unloading Exp.	87,02,634.74	2,39,396.00
22	Loan Processing Fees	0.00	28,48,469.78
23	Local Transportation charges	0.00	5,03,200.07
24	Lodging And Boarding Expenses	2,94,797.57	0.00
25	Lunch and Dinner exp. For Guests	4,16,500.50	1,73,858.00
26	Office & General Exp.	10,66,047.22	6,35,694.25
27	Packing & Forwarding Exp.	2,91,525.65	1,31,318.01
28	Petrol Exp.	0.00	7,40,029.90
29	Postage & Courier	2,96,986.41	5,37,993.36
30	Preliminary Expenses	0.00	-18,886.40
31	Preliminary Expenses Written Off	4,721.16	0.00
32	Printing & Stationery	6,31,636.81	6,83,479.70
33	Profession Tax	2,500.00	2,500.00
34	Rates and Taxes	4,61,601.80	4,15,959.75
35	Refreshment Exp.	23,18,006.30	13,64,330.00
36	Rejection and Debit	0.00	6,61,641.59
37	Reverse Charge Service Tax	0.00	27,384.00
38	ROC Form filling charges	0.00	5,42,073.00
39	Round Up	67,112.93	1,501.90
40	Sales Promotion Expenses	3,60,035.40	0.00
41	SAP expenses	0.00	12,000.00
42	SBC Input	0.00	30,102.82

43	Software Charges	3,41,008.34	0.00
44	Stamps & Filling	1,830.00	0.00
45	Telephone and Mobile Exp.	7,96,859.12	6,56,588.87
46	Vehicle & Conveyance Expenses	3,98,538.98	0.00
47	Vehicle Repairs and Maintenance Expenses	2,79,313.94	4,20,171.00
48	Weight and Measurement Expenses	40,940.00	23,480.00
	<b>Total</b>	<b>6,78,60,926.85</b>	<b>4,22,16,513.38</b>



## **DECLARATION**

Pursuant to the provision of Regulation-33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time, We hereby declare and confirm that M/s. JPL & Associates., Chartered Accountants (Firm Reg. No. 132748W), Statutory Auditors of the Company have issued an Auditor's Report with unmodified opinion on Standalone Audited Financial Results of the Company for the half year and year ended on 31<sup>st</sup> March, 2019 which have been approved by the Board of Directors in their Meeting held on 30<sup>th</sup> May, 2019.

*For and on behalf of Board of Directors of*  
**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**DEEPAK CHAUDHARI**  
**Managing Director**  
**DIN: 00538753**

**Sd/-**  
**PANKAJ ROTE**  
**Chief Financial Officer**

**Date: 30<sup>th</sup> May, 2019**

**Place: Jalgaon**



## **DECLARATION**

Certification by Managing Director and Chief Financial Officer of the Company in terms of Regulation 33 (2) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year and year ended on 31<sup>st</sup> March, 2019.

We, Deepak Suresh Chaudhari, Managing Director and Pankaj Rote, Chief Financial Officer of the company, do hereby certify that, we have reviewed audited financial results of the Company for the half year and year ended on 31<sup>st</sup> March, 2019 and to the best of our knowledge and belief:

(i) The Financial results do not contain any false or misleading statement or figures and do not omit any material fact which may make the statements or figures contained therein misleading.

(ii) These Results together present a true and fair view of the company's affairs and are in compliance with the existing accounting standards and/or applicable laws/regulations.

*For and on behalf of Board of Directors of*  
**SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

**Sd/-**  
**DEEPAK CHAUDHARI**  
Managing Director  
DIN: 00538753

**Sd/-**  
**PANKAJ ROTE**  
Chief Financial Officer

**Date: 30<sup>th</sup> May, 2019**

**Place: Jalgaon**



**FORM NO. MGT-11**

**PROXY FORM**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: **U28100MH2008PLC185764**

Name of the company: **SPECTRUM ELECTRICAL INDUSTRIES LIMITED**

Registered office: **PLOT NO. V-195, MIDC AREA, AJANTA ROAD, JALGAON 425003, MAHARASHTRA, INDIA.**

Name of the member (s):			
Registered address:			
E-mail Id:			
Registered Folio No.:			
DP ID:		Client Id:	

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

1. Name: .....

Address:

E-mail Id:

Signature: ....., or failing him

2. Name: .....

Address:

E-mail Id:

Signature: ....., or failing him



3. Name: .....  
 Address:  
 E-mail Id:  
 Signature: .....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 11<sup>th</sup> Annual General Meeting of the Company, to be held on Monday the **30<sup>th</sup> Day of September, 2019** at **3.00 PM** at **Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon 425003, Maharashtra, India** and at any adjournment thereof in respect of such resolutions as are indicated below:

**Resolution No.**

1. TO RECEIVE, CONSIDER AND ADOPT THE ANNUAL AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2019 AND REPORT OF BOARD OF DIRECTORS AND REPORT OF AUDITORS THEREON.
2. TO APPOINT A DIRECTOR IN PLACE OF BHARTI DEEPAK CHAUDHARI (DIN: 02759526), WHO RETIRES BY ROTATION AT THIS ANNUAL GENERAL MEETING AND BEING ELIGIBLE, OFFERS HERSELF FOR RE-APPOINTMENT.
3. TO RE-APPOINT M/S. JPL AND ASSOCIATES, CHARTERED ACCOUNTANTS (FRN: 132748W) AS STATUTORY AUDITORS OF THE COMPANY.
4. RATIFICATION OF REMUNERATION PAYABLE TO M/S. SNM & ASSOCIATES, COST ACCOUNTANTS (FRN: 000210), APPOINTED AS COST AUDITORS OF THE COMPANY FOR THE FINANCIAL YEAR 2019-20.

Affix  
Revenue  
Stamp of  
Rs.1/-

Signed this ----- day of -----, 2019

-----  
 Signature of shareholder

-----  
 Signature of first Proxy holder  
 Third Proxy holder

-----  
 Signature of Second Proxy holder

-----  
 Signature of

**Note:**

1. The proxy form duly completed must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. This form of proxy will be valid only if it is duly complete in all respect, properly stamped and submitted as per the applicable law. Incomplete form or form which remains unstamped or inadequately stamped or form upon which the stamps have not been cancelled will be treated as invalid.
3. Undated proxy form will not be considered valid.
4. If Company receives multiple proxies for the same holdings of a member, the proxy which is dated last will be considered valid, if they are not dated or bear the same date without specific mention of time, all such multiple proxies will be treated as invalid.
5. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes. When a member appoints a Proxy and both the member and Proxy attend the meeting, the Proxy will stand automatically be revoked.
6. In case of Joint-holders, the signature of any one holder will be sufficient, but names of all the joint-holders should be stated.
7. This form of proxy shall be signed by the appointer or his attorney duly authorised in writing, or if the appointer is a body corporate, be under its seal or be signed by an officer or an attorney duly authorized by it.
8. A proxy need not be a member of the Company and shall prove his identity at the time of attending the meeting.

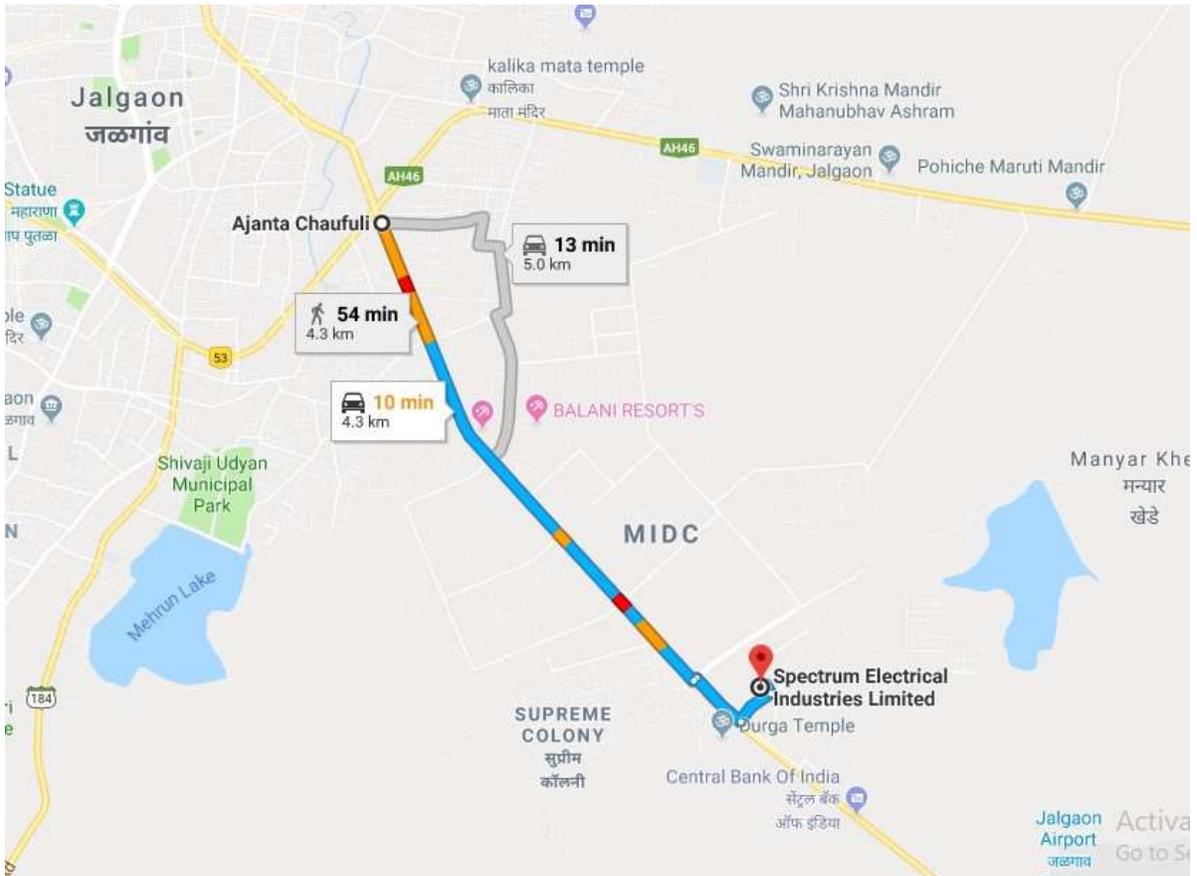
### ATTENDANCE SLIP

**(Please fill in attendance slip and hand it over at the entrance of the meeting hall)**

I hereby record my presence at the 11<sup>th</sup> Annual General Meeting of the Company being held on Monday the 30<sup>th</sup> day of September, 2019 at 3.00 p.m. at the Registered Office of the Company at Plot No. V-195, MIDC Area, Ajanta Road, Jalgaon 425003, Maharashtra, India and at any adjournment thereof.

DP ID:	
Client ID:	
Registered Folio No.:	
Number of Shares held:	
Member/Proxy Name: <b>(Please mentioned in Block Letters)</b>	
Member/Proxy Signature:	

**ROUTE MAP OF REGISTERED OFFICE OF SPECTRUM ELECTRICAL INDUSTRIES LIMITED**  
**[VENUE OF THE 11<sup>TH</sup> ANNUAL GENERAL MEETING]**





## **Spectrum Electrical Industries Ltd.**

**Plot No. V-195, MIDC Area, Ajanta Road,  
Jalgaon 425003 MH (India). ☎ 0257-2210192**

**Website: [www.spectrum-india.com](http://www.spectrum-india.com)**

**Email: [info@spectrum-india.com](mailto:info@spectrum-india.com)**