

INDEPENDENT AUDITOR'S REPORT

To the Members of Rex Sealing and Packing Industries Private Limited

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **Rex Sealing and Packing Industries Private Limited ("the Company")**, which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss, the cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020; its profit and its cash flow for the year ended on that date.

Basis for Qualified Opinion:

We draw attention to note no. 37 of financial statement regards non-disclosure of certain particulars required under Schedule III of the Companies Act. Our opinion is not qualified in this matter.

Our Report of previous year also contained similar opinion as mentioned above

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

Other Matter

On account of lockdown due to Covid-19, the management could not carry out physical verification of inventories as at 31st March 2020 and consequently, we also could not observe the physical verification in respect of inventories as at 31st March 2020. However, physical verification was carried out by the management during the year. We have relied upon the internal control system and performed alternate procedures to validate the existence of inventories as on 31st March 2020.

Our opinion is not modified in respect of the above matter.



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

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's Report, but does not include the financial statement and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

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

Responsibility of Management for 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 and 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 the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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



Further, as part of an audit in accordance with standards on auditing, the auditor exercises professional judgment and maintains professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. However, we have not expressed our opinion on operating effectiveness of internal financial controls as Section 143(3)(i) of the Companies Act, 2013 is not applicable to the company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

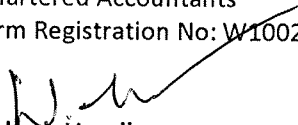
Report on Other Legal and Regulatory Requirements

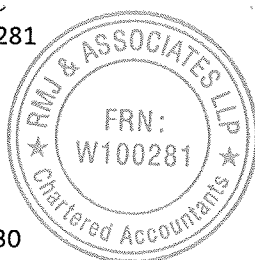
1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;



- c) The Balance Sheet, the Statement of Profit and Loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2020 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) The company is a private limited company and it falls under exemption specified in Clause 9A of notification No. G.S.R. 464(E) dated 5th June, 2015 which is further to amended by notification dated 13th June 2017 issued by ministry of corporate affairs. Hence, we have not reported on the adequacy and operating effectiveness of internal financial control over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has no pending litigations that affect its financial position;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For RMJ & Associates LLP
Chartered Accountants
Firm Registration No: W100281


Rakesh Upadhyaya
Partner
Membership No.: 046271
UDIN: 20046271AAAABQ2130



Place: Mumbai
Date: 10th November 2020

ANNEXURE-A TO AUDITORS' REPORT

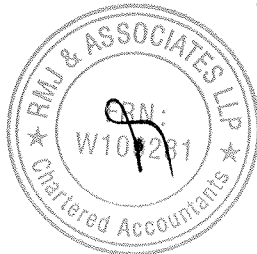
The Annexure referred to in paragraph 1 of the Report on Other Legal and Regulatory Requirements of even date to the members of Rex Sealing and Packing Industries Private Limited ("the Company"), for the year ended on March 31, 2020. We report that:

1. (a) The Company has maintained records of fixed assets and the same has been regularly updated.
 - (b) The fixed assets of the Company have been physically verified by the management during the year and no material discrepancies between the book records and the physical assets have been noticed. In our opinion, the frequency of verification is reasonable.
 - (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 immovable properties are held in the name of the Company.
2. The inventory (other than lying with third parties) has been physically verified by the management during the year. In respect of inventory lying with third parties, confirmation were obtained by the Company during the year. In our opinion, the frequency of verification is reasonable. As per the information and explanation given to us, discrepancies noticed on physical verification were not material.
 3. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 the Companies Act, 2013. Accordingly, paragraphs 3(iii) (a) to (b) of the Order are not applicable to the Company.
 4. In our opinion and according to the information and explanations given to us, the Company has not granted any loan to directors or investment, guarantee and securities as per the section 185 & 186 of the Companies Act, 2013. Accordingly, paragraph 3(iv) of the Order are not applicable to the Company.
 5. The Company has not accepted any deposits within the meaning of Sections 73 and 76 or any other relevant provisions of the Companies Act and the rules framed there under. Therefore, the provisions of clause 3(v) of the order are not applicable to the Company.
 6. As informed to us, the Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act for any of the products of the Company.
 7. (a) According to the information and explanations given to us and 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, wealth tax, service tax, duty of customs, duty of excise, value added tax, Goods and Service Tax, cess and any other statutory dues with the appropriate authorities. There were no undisputed statutory dues outstanding as at the last day of the financial year concerned for a period of more than six months from the date, they became payable except for Provident fund of Rs. 10,680/- and ESIC Rs. 2,304/-
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, Goods and Service Tax and cess which have not been deposited on account of any dispute except as stated below:



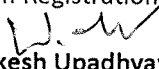
Assessment Year	Name of the Statute	Amount		Authority before which Appeal is Pending
		Deposited Under Protest	Not Deposited	
F.Y 10-11	MVAT –Act (VAT)	Rs.2,78,245/-	Rs. 3,56,396/-	Jt. Commissioner of Sales Tax (Appeals)
F.Y 13-14	MVAT –Act (CST)	Rs.3,29,993/-	Rs.2,98,355/-	Jt. Commissioner of Sales Tax (Appeals)

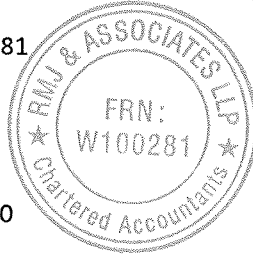
8. According to the information and explanations given to us and the records of the Company examined by us, The Company has not defaulted in repayment of loans or borrowing to a financial institutions, bank, Government, or dues to debenture holders.
9. In our opinion and according to the information and explanations given to us, the Company has not raised money by way of initial public offer or term loan during the year, hence Clause 3(ix) of the order is not applicable.
10. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.
11. The Company is private limited Company and hence, the provisions of section 197 of the Companies Act, 2013 are not applicable to it. Accordingly, paragraph 3(xi) of the Order is not applicable.
12. The Company is not a Nidhi Company; hence clause 3(xii) of the order is not applicable to the Company.
13. According to the information and explanations given to us and the records of the Company examined by us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 wherever applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
14. According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review; hence clause 3(xiv) of the order is not applicable to the Company.
15. According to the information and explanations given to us and the records of the Company examined by us, the company has not entered into any non-cash transactions covered under section 192 of the Companies Act, 2013 with directors or persons connected with him, hence clause 3(xv) of the order is not applicable to the Company.



16. In our opinion and according to the information and explanations given to us, the company is not a non-banking financial company hence it is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For RMJ and Associates LLP
Chartered Accountants
Firm Registration No: W100281


Rakesh Upadhyaya
Partner
Membership No.: 046271
UDIN: 20046271AAAABQ2130



Place: Mumbai

Date: 10th November 2020

REX SEALING AND PACKING INDUSTRIES PVT. LTD.

Balance Sheet as at 31st March, 2020

(Amt in Rs.)

Particulars	Notes	As at March 31, 2020	As at March 31, 2019
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	32,00,000	32,00,000
Reserves and Surplus	4	7,20,22,608	6,06,90,662
		7,52,22,608	6,38,90,662
Non-Current Liabilities			
Long-Term Borrowings	5	1,49,39,874	1,83,86,241
		1,49,39,874	1,83,86,241
Current Liabilities			
Short-Term Borrowings	6	2,69,96,923	4,13,41,984
Trade Payables:			
- Due to Micro and Small Enterprises	7	17,10,932	-
- Other than Micro and Small Enterprises		92,95,884	37,15,927
Short-Term Provisions	8	1,43,912	3,28,061
Other Current Liabilities	9	93,26,820	93,41,867
		4,74,74,471	5,47,27,838
TOTAL		13,76,36,953	13,70,04,741
ASSETS			
Non-Current Assets			
Property, Plant & Equipment			
- Tangible Assets	10	2,05,63,754	2,36,97,662
Deferred Tax Assets (net)	11	24,05,969	24,95,358
Long-Term Loans and Advances	12	1,69,96,266	1,44,15,159
		3,99,65,989	4,06,08,179
Current assets			
Inventories	13	4,62,80,911	2,82,44,127
Trade Receivables	14	4,49,67,637	6,03,12,576
Cash and Bank Balances	15	22,04,407	17,81,743
Short-Term Loans and Advances	16	40,57,130	59,20,941
Other Current Assets	17	1,60,880	1,37,175
		9,76,70,964	9,63,96,562
TOTAL		13,76,36,953	13,70,04,741

Summary of Significant accounting policies

2

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

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In terms of our report of even date

For RMJ & Associates LLP

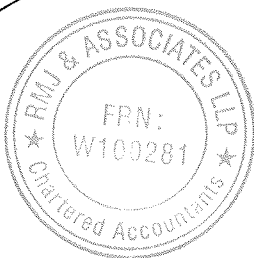
Chartered Accountants

Firm Registration :W100281

Rakesh Upadhyaya

Partner

Membership No. 046271



For and on behalf of the Board of Directors of

For and on behalf of the Board of Directors of

CIN: U28129MH2005PTC155252

Naresh Nayak

Director

DIN: 00347765

Niranjan Nayak

Director

DIN:02606926

Place: Mumbai

Date: 10 NOV 2020

Place: Mumbai

Date: 10 NOV 2020

REX SEALING AND PACKING INDUSTRIES PVT. LTD.

Statement of Profit and Loss for the year ended on 31st March 2020

(Amt in Rs.)

Particulars	Notes	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Income			
Revenue from Operations	18	20,04,90,567	20,71,62,516
Other Income	19	12,79,665	23,61,529
Total (I)		20,17,70,232	20,95,24,045
Expenses			
Cost of Material Consumed	20	12,84,23,166	12,65,87,534
Changes in Inventories	21	(40,00,331)	(2,11,751)
Employee Benefits Expense	22	2,77,30,587	2,60,64,967
Finance Costs	23	56,31,440	58,84,841
Depreciation and Amortization Expense	10	47,98,886	57,47,785
Other Expenses	24	2,37,84,133	2,62,26,638
Total (II)		18,63,67,881	19,03,00,015
Profit / (Loss) before tax (III=I-II)		1,54,02,352	1,92,24,030
Tax Expenses (IV)			
- Current Tax		39,82,220	53,78,343
- Short/Excess Provision of Income Tax		(1,203)	-
- Deferred Tax		89,389	(5,52,254)
		40,70,406	48,26,089
Profit After Tax for the year (III-IV)		1,13,31,946	1,43,97,942
Earnings per equity share: (Nominal Value of Share Rs 10/-) (31 March, 2019 : Rs.10/-)			
Basic & Diluted	30	35.41	44.99

Summary of Significant accounting policies

2

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

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In terms of our report of even date

For RMJ & Associates LLP

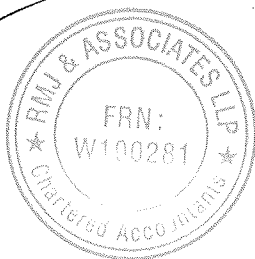
Chartered Accountants

Firm Registration :W100281

Rakesh Upadhyaya

Partner

Membership No. 046271



For and on behalf of the Board of Directors of

Rex Sealing & Packing Industries Pvt. Ltd.

CIN: U28129MH2005PTC155252

Naresh Nayak

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Director

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Date: 10 NOV 2020

REX SEALING AND PACKING INDUSTRIES PVT. LTD.

Cash Flow Statement for the year ended March 31, 2020

(Amt in Rs.)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Cash Flow from Operating Activities		
Net Profit before taxation	1,54,02,352	1,92,24,030
Adjustments for:		
Depreciation on Property, Plant & Equipment	47,98,886	57,47,785
FA Written off	57,407	-
Provision for Doubtful Debt	-	-
Reversal of Provision for Doubtful Debt	(1,82,059)	(13,46,514)
Interest expense	56,31,440	58,84,841
Interest Income	(1,21,434)	(91,049)
Operating Profit before Working Capital changes	2,55,86,591	2,94,19,093
Adjustments for:		
(Increase) /Decrease in Inventories	(1,80,36,784)	(16,88,402)
(Increase) /Decrease in Trade receivables	1,55,26,999	(4,71,854)
(Increase) /Decrease in Loans and advances	7,14,060	(25,88,449)
(Increase) /Decrease in Other Current Assets	(8,962)	738
Increase/(Decrease) in Trade payables	72,90,889	(1,04,45,419)
Increase/(Decrease) in Other current & Non current liabilities	7,76,785	27,478
Cash Generated from Operations	3,18,49,577	1,42,53,186
Direct Tax Paid	(55,96,522)	(53,50,076)
Net Cash inflow from/(outflow) from Operating activities (A)	2,62,53,055	89,03,110
Cash Flow from Investing Activities		
Purchase of Property, Plant & Equipment, including Intangibles Assets	(17,22,383)	(18,15,028)
Net Investment in Fixed Deposits	(3,02,151)	51,101
Sale Proceeds from Property, Plant & Equipment	-	-
Interest received	1,06,691	88,890
Net Cash inflow from/(outflow) from Investing activities (B)	(19,17,843)	(16,75,037)
Cash Flow from Financing Activities		
Net Proceeds from Borrowings	(1,85,83,259)	(12,69,665)
Interest paid	(56,31,440)	(58,84,841)
Net Cash inflow from/(outflow) from Financing activities (C)	(2,42,14,699)	(71,54,507)
Net increase /(decrease) (A+B+C)	1,20,513	73,566
Cash and Cash Equivalents at the beginning of the year	2,92,745	2,19,179
Cash and Cash Equivalents at the closing of the year	4,13,258	2,92,745

Note 1. The cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 on 'Cash Flow Statement' and presents cash flows by operating, investing and financing activities.

Note 2. Figures for the previous year have been regrouped/ restated wherever necessary to conform to current year's classification.

In terms of our report of even date

For RMJ & Associates LLP

Chartered Accountants

Firm Registration :W100281

Rakesh Upadhyaya

Partner

Membership No. 046271



For and on behalf of the Board of Directors of

Rex Sealing & Packing Industries Pvt. Ltd.

CIN: U28129MH2005PTC155252

Naresh Nayak

Director

DIN: 00347765

Niranjana Nayak

Director

DIN: 02606926

Place: Mumbai

Date: 10 NOV 2020

Place: Mumbai

Date: 10 NOV 2020

Notes to financial statements for the year ended March 31, 2020

1. GENERAL INFORMATION

Rex Sealing and Packing Industries Private Limited was incorporated on August 10, 2005 and is a quality driven, environment friendly (ISO - 9001 & 14001) modern, hi-tech enterprise specialized in manufacturing industrial sealing and packing products.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1. Basis of Preparation

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Act. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company. The financial statements of the Company have been prepared in accordance with generally accepted accounting principles of India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. Accordingly, the previous figures have been regrouped and reclassified to conform to this year's classification. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below, if any.

2.2. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements which in management's opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements thereby requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3 Property Plant & Equipment

Tangible assets are stated at cost net of Modvat/Cenvat/VAT/GST, less accumulated depreciation and impairment loss. The cost includes any attributable cost for bringing an asset to its working condition for its intended use.

Subsequent expenditure related to an item of Property, Plant & Equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing Property, Plant & Equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Depreciation on tangible assets is provided using a "Written Down value method" based on the useful life of the asset. The useful life and Scrap value of all assets is estimated in accordance with Schedule II of Companies Act, 2013.

2.4 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized over their estimated useful economic life.

2.5. Inventories

Raw materials are valued at lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost of raw materials is determined on a First In First Out (FIFO) Basis.

Finished Goods and Work-in-Progress is valued at cost or net realisable value, whichever is lower.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.



Notes to financial statements for the year ended March 31, 2020

2.6. Revenue Recognition

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

a) Sale of goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been transferred to the buyer. Sale of goods are recorded net of trade discounts, rebates, sales tax and excise duty.

b) Interest Income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

c) Other Income

Income from investment and other income are accounted on accrual basis.

2.7. Foreign Currency Transactions

a) Initial recognition

Foreign currency transactions are recorded in the reporting currency which is Indian Rupee, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

b) Conversion

Monetary items denominated in foreign currency, which are outstanding as at the year-end, are translated at the year-end at the closing exchange rate. Non-monetary foreign currency items are carried at cost

c) Exchange Differences

Exchange differences arising on the settlement or on translation of monetary items or on reporting monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

2.8 Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. Current investments are carried at the lower of cost and fair value.

2.9 Cash and Bank Balances

Cash and Cash Equivalent in the balance sheet comprise cash at bank and on hand and Short term deposit with an original maturity of three month or less, which are subject to an insignificant risk of change in value.

For the Purpose of the statement of cash flow, cash and cash equivalent consists of cash and short term deposits; as define above, net of outstanding bank overdraft as they are considered an integral part of the Company cash management.

2.10 Retirement and other Employee Benefits

• Short term employee benefit

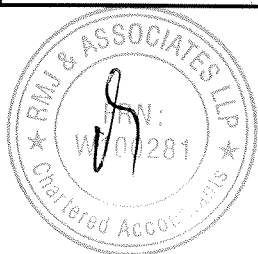
All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include short term compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized as an expense during the period. Benefits such as salaries and wages, etc. and the expected cost of the bonus / ex-gratia are recognised in the period in which the employee renders the related service.

• Post employment and other long term employee benefits

Defined Contribution schemes : Company's contributions to the Provident Fund and Employee's State Insurance Fund are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due.

Defined benefits plans

The gratuity liability are a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation done by LIC at each Balance Sheet date, using the Projected Unit Credit Method.



Notes to financial statements for the year ended March 31, 2020

2.11 Taxation

Provision for tax: Provision for tax is made on the basis of taxable income of the current accounting period in accordance with the provisions of Income Tax Act, 1961.

Deferred Tax: Deferred tax liability or asset is recognized for timing differences between the profits/losses offered for income tax and profits/losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date.

Deferred tax asset is recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax asset is recognized only if there is a virtual certainty of realization of such asset. Deferred tax asset is reviewed as at each Balance Sheet date and written down or written up to reflect the amount that is reasonably/virtually certain to be realized.

2.12 Borrowing Cost

Borrowing costs to the extent related/attribution to the acquisition/construction of assets that takes substantial period of time to get ready for their intended use are capitalized along with the respective fixed asset up to the date such asset is ready for use. Other borrowing costs are charged to the Statement of Profit and Loss.

2.13 Earnings Per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share are calculated after adjusting effects of potential equity shares (PES). PES are those shares which will convert into equity shares at a later stage. Profit / loss is adjusted by the expenses incurred on such PES. Adjusted profit/loss is divided by the weighted average number of ordinary plus potential equity shares.

2.14 Provision and Contingent Liabilities

A **provision** is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

When there is an obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



3 - Share Capital

Particulars	As at March 31, 2020	As at March 31, 2019
Authorised Shares Capital		
8,00,000 Equity Shares of Rs. 10/- each	80,00,000	80,00,000
2,00,000 6% Cumulative Redeemable preference shares of Rs. 10/- each	20,00,000	20,00,000
	1,00,00,000	1,00,00,000
Issued, Subscribed and Fully Paid-Up Shares Capital		
3,20,000 Equity Shares of Rs.10/- each fully paid up	32,00,000	32,00,000
Total	32,00,000	32,00,000

a. Details of shareholders holding more than 5% shares in the company

Name of Shareholder	Relationship	As at March 31, 2020		As at March 31, 2019	
		Number	Percentage	Number	Percentage
Mr. Manjunath Nayak	Director	80,000	25%	80,000	25%
Mrs. Meeta Nayak	Director	80,000	25%	80,000	25%
Mr. Niranjan Nayak	Director	80,000	25%	80,000	25%
Mr. Naresh Nayak	Director	80,000	25%	80,000	25%

b. Reconciliation of the Equity shares outstanding at the beginning and at the end of the years

Particulars	As at March 31, 2020		As at March 31, 2019	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	3,20,000	32,00,000	3,20,000	32,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	3,20,000	32,00,000	3,20,000	32,00,000

c. Terms/Rights attached to Equity Shares

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.

d. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date

- NIL

4. Reserves and Surplus

Particulars	As at March 31, 2020	As at March 31, 2019
Profit and Loss- Surplus		
Opening balance	6,06,90,662	4,62,92,720
(+) Net Profit/(Net Loss) for the current year	1,13,31,946	1,43,97,942
Closing Balance	7,20,22,608	6,06,90,662
Total	7,20,22,608	6,06,90,662



5 - Long-Term Borrowings

Particulars	As at March 31, 2020	As at March 31, 2019
Secured Loans		
Term Loans from Bank (The Term Loans carry interest rate between 10% to 15% and tenure for the period 36 to 60 Months. Security provided as Car)	37,72,126	58,14,917
Less: Current Maturities of Long Term Borrowings	(17,98,845)	(25,90,676)
	19,73,282	32,24,241
Unsecured Loan		
Loan from Directors	-	90,00,000
Loan from Relatives of Directors	1,29,66,592	61,62,000
	1,29,66,592	1,51,62,000
Total	1,49,39,874	1,83,86,241

6 - Short-Term Borrowings

Particulars	As at March 31, 2020	As at March 31, 2019
Secured		
Bank Overdraft (Secured against Hypothecation of Stock and Book-Debts and Industrial premises)	2,69,57,745	4,09,28,584
Unsecured Considered Good		
Loan from Directors	39,178	4,13,400
Total	2,69,96,923	4,13,41,984

7 - Trade Payables

Particulars	As at March 31, 2020	As at March 31, 2019
Trade Payables		
- Total outstanding dues of Micro and Small Enterprises	17,10,932	-
- Total outstanding dues of other than Micro and Small Enterprises	92,95,884	37,15,927
Total	1,10,06,816	37,15,927

8 - Short-Term Provisions

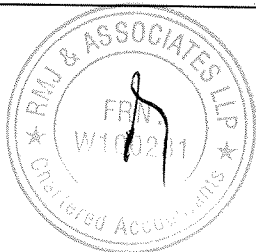
Particulars	As at March 31, 2020	As at March 31, 2019
Provision for Taxation (Net of Advance Tax and TDS)	1,43,912	3,28,061
Total	1,43,912	3,28,061

9 - Other Current Liabilities

Particulars	As at March 31, 2020	As at March 31, 2019
Current Maturities of Long term Debt	17,98,845	25,90,676
Creditors for Capital Goods	59,779	-
Creditors for Expenses	31,20,222	21,96,412
Advance from Customers	17,30,631	11,85,142
Provision for Gratuity	8,96,976	13,11,877
Statutory Dues	12,74,744	9,96,976
Employee Dues	4,45,623	10,60,784
Total	93,26,820	93,41,867

11 - Deferred Tax Assets (Net)

Particulars	As at March 31, 2020	As at March 31, 2019
Deferred Tax Asset		
Disallowance for Provision for Doubtful debts and Bonus	5,28,578	5,51,205
Excess of Net Block of Property, Plant & Equipment as per books of accounts over net block for tax purpose	18,77,391	19,44,153
Gross Deferred Tax Asset	24,05,969	24,95,358
Net Deferred Tax Liability/(Asset)	24,05,969	24,95,358



12 - Long-Term Loans and Advances
(Unsecured/considered good)

Particulars	As at March 31, 2020	As at March 31, 2019
Deposits		
Security Deposit & Other Deposits	25,65,224	10,98,407
	25,65,224	10,98,407
Other Loans and Advances		
Capital Advance	1,19,40,800	1,19,40,800
Prepaid Expenses	6,48,187	4,02,506
Advance Tax and TDS (Net of Provision for Taxation)	15,72,055	1,40,698
Balance with Government Authorities	2,70,000	8,32,748
	1,44,31,042	1,33,16,752
Total	1,69,96,266	1,44,15,159

13 - Inventories

Particulars	As at March 31, 2020	As at March 31, 2019
a. Raw Materials and components	4,13,75,118	2,73,35,748
b. Finished Goods	45,65,214	5,64,883
c. Packing Material	3,40,579	3,43,496
Total	4,62,80,911	2,82,44,127

14 - Trade Receivables
(Unsecured/considered good)

Particulars	As at March 31, 2020	As at March 31, 2019
Trade receivables outstanding for a period less than six months	3,36,00,074	4,50,70,401
Trade receivables outstanding for a period exceeding six months	1,18,35,369	1,58,92,041
Less : Provision for Doubtful Debt	(4,67,806)	(6,49,865)
Total	4,49,67,637	6,03,12,576

15 - Cash and Bank Balances

Particulars	As at March 31, 2020	As at March 31, 2019
Cash and Cash Equivalents :		
Cash on hand	2,32,732	1,02,935
Bank Balances :		
Current A/c - IndusInd Bank Ltd	1,01,451	1,02,296
Current A/c - SBI	17,845	40,970
IOB O/D A/c No. 6560	61,229	46,543
Other Bank Balances:		
- Fixed Deposits	17,91,149	14,88,998
Total	22,04,407	17,81,743



16 - Short-Term Loans & Advances

Particulars	As at March 31, 2020	As at March 31, 2019
Deposits		
Security Deposits & Other Deposits	59,185	1,63,652
Tender Deposits	2,07,156	3,78,000
	2,66,341	5,41,652
Other Loans and Advances		
Advance to Suppliers	7,95,329	21,90,653
Advance to Creditors for Expenses	1,06,904	1,85,460
Advances to Employee	2,68,965	5,84,040
Prepaid Expenses	8,28,351	4,86,899
Balance with Government Authorities	17,91,241	19,32,237
	37,90,789	53,79,289
Total	40,57,130	59,20,941

17 - Other Current Assets

Particulars	As at March 31, 2020	As at March 31, 2019
Interest Receivable	37,422	22,679
Other Receivables	1,23,458	1,14,496
Total	1,60,880	1,37,175



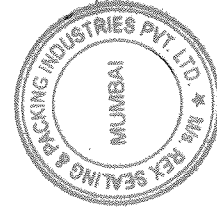
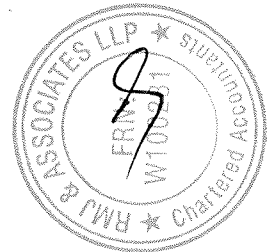
Rex Sealing & Packing Industries Pvt. Ltd.
Notes to financial statements for the year ended March 31, 2020

(Currency: Indian Rupees)

Note 8 - Property, Plant and Equipment

PARTICULARS	Gross Block				Accumulated Depreciation			Net Block	
	As at April 1, 2019	Additions during the year	Deletions/W/Off during the year	As at March 31, 2020	As at April 1, 2019	Depreciation for the year	Depreciation on Deletions	As at March 31, 2020	As at March 31, 2019
Tangible Assets									
Building	1,75,15,086	-	-	1,75,15,086	90,86,308	4,96,184	-	95,82,492	79,32,593
Plant & Machinery	2,23,04,003	5,17,794	58,500	2,27,63,297	1,55,14,454	13,06,366	38,654	1,67,82,166	59,81,130
Furniture & Fixtures	31,71,135	27,700	2,19,733	29,79,102	25,74,645	1,56,321	2,10,522	25,20,444	4,58,658
Vehicles	2,14,26,359	8,90,400	3,45,267	2,19,71,492	1,38,16,774	26,41,019	3,28,004	1,61,29,789	58,41,703
Office Equipment	7,12,114	2,17,847	-	9,29,961	5,26,244	1,50,747	-	6,76,990	2,52,971
Computers	7,89,019	68,644	3,85,399	4,72,264	7,01,629	48,248	3,74,312	3,75,566	96,699
Total	6,59,17,716	17,22,385	10,08,899	6,66,31,202	4,22,20,054	47,98,886	9,51,492	4,60,67,448	2,05,63,754

PARTICULARS	Gross Block				Accumulated Depreciation			Net Block	
	As at April 1, 2018	Additions during the year	Deletions/W/Off during the year	As at March 31, 2019	As at April 1, 2018	Depreciation for the year	Depreciation on Deletions	As at March 31, 2019	As at March 31, 2018
Tangible Assets									
Building	1,75,15,086	-	-	1,75,15,086	85,53,935	5,32,373	-	90,86,308	84,28,778
Plant & Machinery	2,06,68,091	16,35,912	-	2,23,04,003	1,41,48,544	13,65,911	-	1,55,14,454	67,89,549
Furniture & Fixtures	31,52,835	18,300	-	31,71,135	23,70,762	2,03,883	-	25,74,645	5,96,489
Vehicles	2,14,26,359	-	-	2,14,26,359	1,03,68,034	34,48,739	-	1,38,16,774	76,09,586
Office Equipment	6,05,103	1,07,011	-	7,12,114	4,39,891	86,353	-	5,26,244	1,85,870
Computers	7,35,214	53,805	-	7,89,019	5,91,103	1,10,527	-	7,01,629	87,390
Total	6,41,02,688	18,15,028	-	6,59,17,716	3,64,72,269	57,47,785	-	4,22,20,054	2,36,97,662



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

18 - Revenue from Operations

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Manufacturing		
- Export Sales	1,25,44,465	78,08,810
- Domestic Sales	18,79,46,102	19,93,53,706
Total	20,04,90,567	20,71,62,516

19 - Other Income

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Interest on Fixed Deposit	1,21,434	91,049
Interest on Electricity Deposit	24,120	23,160
Net Gain on Foreign Currency Transaction	3,52,870	8,78,105
Reversal of Provision for Doubtful Debt	1,82,059	13,46,514
Bad Debts Recovered	3,28,384	-
Sundry Balances Written back	92,471	-
Miscellaneous Income	1,78,328	22,701
Total	12,79,665	23,61,529

20 - Cost of Material Consumed

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Raw materials consumed:		
Op. Stock of Raw Materials	2,73,35,748	2,59,91,578
Add:- Purchase of Raw Materials	13,81,63,993	12,34,28,851
Add : Direct Expenses	8,92,775	6,67,355
	16,63,92,516	15,00,87,784
Less: Cl. Stock of Raw Materials	4,13,75,118	2,73,35,748
Cost of Raw Material Consumed (A)	12,50,17,398	12,27,52,036
Packing material consumed:		
Op. Stock of Packing Material	3,43,496	2,11,015
Add: Purchases of Packing Material	34,02,852	39,67,979
	37,46,347	41,78,994
Less: Cl. Stock of Packing Material	3,40,579	3,43,496
Cost of Packing material consumed (B)	34,05,768	38,35,498
Total Cost of Material Consumed (A+B)	12,84,23,166	12,65,87,534



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

21 - Changes in Inventories

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Opening Stock of Finished Goods	5,64,883	3,53,132
Less: Closing stock of Finished Goods	(45,65,214)	(5,64,883)
Total Change in Inventory	(40,00,331)	(2,11,751)

22 - Employee Benefit Expenses

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
a) Salaries and other allowance	1,27,08,753	1,31,68,782
b) Directors Remuneration	1,35,00,000	1,06,50,000
Contributions to -		
Provident fund	5,16,376	3,19,309
Employer's State Insurance Scheme	1,05,189	1,75,008
Maharashtra Labour Welfare Fund	1,680	1,776
Gratuity	2,68,233	11,58,018
Staff Welfare Expenses	6,30,356	5,92,075
Total	2,77,30,587	2,60,64,967

23 - Finance Cost

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Interest on Loan from Director and Relative	17,63,014	18,00,000
Interest on Bank Overdraft	34,12,487	33,72,471
Interest on Car Loan	4,51,939	7,07,590
Other	4,000	4,780
Total	56,31,440	58,84,841



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

24 - Other Expenses

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Labour Charges	62,54,464	59,18,688
Factory Expenses	2,52,156	1,65,817
Electricity Charges	13,06,451	13,21,692
Repairs & Maintenance		
- On Building	13,16,217	15,87,096
- On Machinery	2,65,092	1,91,140
- On Others	12,39,028	9,85,670
Transportation Expenses	38,27,676	34,11,786
Rent	13,91,225	15,91,231
Auditor Remuneration	4,48,735	4,38,505
Legal and Professional Charges	3,86,300	6,45,090
Brokerage & Commission	7,61,488	24,76,034
Communication Expenses	2,56,573	2,55,501
Travelling & Conveyance Expenses	26,21,784	28,84,049
Rates & Taxes	7,54,907	3,54,587
Office Expenses	3,54,475	3,48,077
Insurance Charges	4,55,555	4,57,917
Printing and Stationery	2,00,179	2,52,055
Bank Charges	2,38,420	3,04,964
Sales Promotion & Other Selling Expenses	3,47,083	3,26,781
Security Expenses	3,79,179	3,46,058
Bad Debts	2,40,822	13,97,943
Sundry Balances W/off	-	53,440
Packing Expense	1,11,030	78,450
Miscellaneous Expenses	3,75,294	4,34,066
Total	2,37,84,133	2,62,26,638

24.1 - Auditors Remuneration

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Statutory Audit	2,25,000	2,25,000
Tax Audit	75,000	75,000
Taxation Matter	30,000	30,000
Other Services	1,13,500	1,05,000
Reimbursement of expenses	5,235	3,505
Total	4,48,735	4,38,505

25 - CIF Value of Imports

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Raw Materials	7,33,09,325	6,94,91,786
Total	7,33,09,325	6,94,91,786



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

26 - Expenditure in Foreign Currency

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Foreign Travelling Expenses	-	98,100
Total	-	98,100

27 - Earning in Foreign Currency

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
FOB value of Export Sales	1,25,44,465	78,08,810
Total	1,25,44,465	78,08,810

28 - Particulars of Revenue from Operation

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Sales of Products:		
Ceramic Fibre Product	3,90,75,027	3,92,24,132
Chemicals	39,27,500	81,08,237
Fire Proof Sleeve	2,34,50,725	2,26,39,876
Gasket Sheet	5,10,61,210	4,35,13,642
Gland Packing	3,22,42,782	3,68,61,763
Industrial Bellows	2,01,52,944	1,68,17,144
Silica Products	1,34,96,005	1,72,79,272
Others	1,70,84,375	2,27,18,449
Total	20,04,90,567	20,71,62,516

29 - Value of Imported and Indigenous Raw Material Consumption

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Raw Materials		
Imported	5,90,21,811	7,99,63,984
Indigenous	6,59,95,587	4,27,88,052
Total	12,50,17,398	12,27,52,036

30 - Earnings Per Share

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Basic and Diluted Earnings per share		
Profit/(Loss) attributable to Equity shareholders	1,13,31,946	1,43,97,942
Weighted average number of equity shares	3,20,000	3,20,000
Basic/ Diluted earnings per share	35.41	44.99
Face value per share	10	10



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

31 - Related Parties Disclosure:

Relationship	Related Party Name
Firm in which relative of Director are partner	Vijaylaxmi Enterprises
Director	Mr. Manjunath Nayak
Director	Mrs. Meeta Nayak
Director	Mr. Niranjn Nayak
Director	Mr. Naresh Nayak
Firm in which Director are partner	Rex Industries
Relative of Director	Mrs. Nivedita Nayak
Relative of Director	Mrs. Kalpana Nayak

Name of the party	Nature of transactions	Key Management Personnel, Directors & Relatives of Directors	
		2019-20	2018-19
Vijaylaxmi Enterprises	Job-work charges	61,82,500	57,35,000
Rex Industries	Rent Payment	5,94,000	7,20,000
Mr. Manjunath Nayak	Opening Balance	30,70,396	30,90,049
	Loan Received	3,17,297	10,03,884
	Loan Repaid	33,55,102	10,23,537
	Closing Balance	32,591	30,70,396
	Director's Remuneration	39,00,000	29,50,000
	Closing Balance	-	-
	Interest on Loan	99,863	3,60,000
Mrs. Meeta Nayak	Closing Balance	-	-
	Opening Balance	61,80,153	65,65,243
	Loan Received	2,66,187	6,81,830
	Loan Repaid	64,46,340	10,66,920
	Closing Balance	-	61,80,153
	Director's Remuneration	18,00,000	18,00,000
	Closing Balance	-	-
	Interest on Loan	1,79,047	7,20,000
	Closing Balance	-	-
Mr. Niranjn Nayak	Opening Balance	38,147	4,43,255
	Loan Received	1,35,059	1,09,302
	Loan Repaid	1,76,287	5,14,410
	Closing Balance	-	3,080



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

	Director's Remuneration	39,00,000	29,50,000
	Closing Balance	-	
Mr. Naresh Nayak	Opening Balance	1,24,703	1,02,338
	Loan Received	11,47,154	15,48,689
	Loan Repaid	12,65,271	15,26,324
	Closing Balance	6,586	1,24,703
	Director's Remuneration	39,00,000	29,50,000
	Closing Balance	-	-
Mrs. Nivedita Nayak	Opening Balance	30,81,000	30,00,000
	Loan Received	84,44,944	3,24,000
	Loan Repaid	59,65,550	2,43,000
	Closing Balance	55,60,394	30,81,000
	Interest on Loan	7,16,605	3,60,000
	Closing Balance	-	-
Mrs. Kalpana Nayak	Opening Balance	30,81,000	30,00,000
	Loan Received	84,90,748	3,24,000
	Loan Repaid	41,65,550	2,43,000
	Closing Balance	74,06,198	30,81,000
	Interest on Loan	7,67,499	3,60,000
	Closing Balance	-	-

32 - Details of Provision on Doubtful Debts

Particulars of Provisions	As at March 31, 2020	As at March 31, 2019
Opening Balance as on 01.04.2019	6,49,865	19,96,380
Additional Provisions made in 2019-20	-	-
Amount of Provisions used in 2019-20	1,52,036	-
Amount of Provisions reversed in 2019-20	30,024	13,46,514
Closing Balance as on 31.03.2020	4,67,806	6,49,865



REX SEALING AND PACKING INDUSTRIES PVT. LTD.
Notes to financial statements for the year ended March 31, 2020

33 - Contingent Liability

Particular	As at 31 March, 2020	As at 31 March, 2019
Liability on sales tax payable on non-collection of C - Form from the customers.	9,78,407	11,33,620

33a. The company has received a notice of dated 06/09/2016 under of MVAT Act, 2002 raising a liability of Rs. 8,12,409/- subsequently the department waived off Rs. 1,77,768/- for assessment period 1-4-10 to 31-3-11. Part payment of Rs. 2,70,000 has been done against the order. The company has paid additional Rs. 8,245 for availing amnesty benefit. Stay has been granted by the authority for the balance amount of Rs.3,56,396/-.

b. The company has received a notice of dated 28/03/2018 under of CST Act, 1956 raising a liability of Rs. 6,28,348/- for assessment period 1-4-13 to 31-3-14. Part payment of Rs.3,29,993/- has been done against the order. The company has obtained stay against the balance amount of Rs.2,98,355/-.-However the company has provided for the full amount in the financials.

c. The company has received a notice of dated 12/07/2019 under of CST Act, 1956 raising a liability of Rs. 6,22,856/- for assessment period 1-4-15 to 31-3-16.

d. The company has received a notice of dated 12/07/2019 under of MVAT Act, 2002 raising a liability of Rs. 5,51,042/- for assessment period 1-4-15 to 31-3-16.

34 : In the opinion of the Management, the Current Assets, Current Liabilities, Loans and Advances are approximately of the value stated, if realised in the ordinary course of business and are subject to confirmation.

35 : There are numerous interpretative issues relating to the Supreme Court (SC) judgment dated 28th February, 2019 on Provident Fund (PF) on the inclusion of allowances for the purpose of PF contribution as well as its applicability of effective date. The impact is not expected to be material as per the assessment made by the Company. As a matter of caution, the company has made a provision and deposited the amount on a prospective basis from the date of the SC order.

36 : The Company has received intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, and disclosures, if any, relating to amount unpaid as at the end together with interest paid/payable as required under the said Act have been given as below.

Particulars	FY 2019-20	FY 2018-19
(a) the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	11,53,572	-
- Principal Amount	11,40,432	-
- Interest Amount	13,140	-
(b) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	
(c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	
(d) the amount of interest accrued and remaining unpaid at the end of each accounting year;	13,140	
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	

37: Regarding material consumption details-

In the absence of information, disclosure under the broad head of Raw Material Consumption is not furnished.

38. Figures for the previous year have been regrouped and reclassified wherever necessary.

In terms of our report of even date

For RMJ & Associates LLP

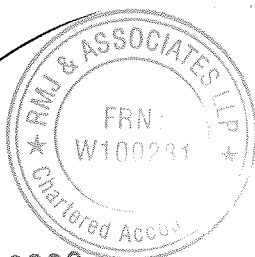
Chartered Accountants

Firm Registration :W100281

Rakesh Upadhyaya

Partner

Membership No. 046271



For and on behalf of the Board of Directors of

Rex Sealing & Packing Industries Pvt. Ltd.

CIN: U28129MH2005PTC155252

Narash Nayak

Director

DIN: 00347765

Niranjan Nayak

Director

DIN: 02606926

Place: Mumbai

Date :

Place: Mumbai

Date :

Place: Mumbai

Date :

10 NOV 2020

10 NOV 2020