

PARMESHWARI SILK MILLS LIMITED

CIN: L17116PB1993PLC012917



28th ANNUAL REPORT 2020-21

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REFERENCE INFORMATION

BOARD OF DIRECTORS

| | |
|---------------------|---------------------------------------|
| Jatinder Pal Singh | Chairperson & Whole Time Director |
| ArvinderKaur | Independent Director (Non-Executive) |
| Puneet Singh Taneja | Independent Director (Non-Executive) |
| HarinderKaur | Whole Time Director |

KEY MANAGERIAL PERSONNEL

| | |
|--------------------|--|
| Jatinder Pal Singh | Whole Time Director |
| HarinderKaur | Whole Time Director |
| Sukhdev Singh | Chief Financial Officer |
| Manisha Chauhan | Company Secretary & Compliance Officer (<i>Appointed w.e.f. 07th September, 2020 & Resigned w.e.f. 30th January, 2021</i>) |
| Nandini Tiwari | Company Secretary & Compliance Officer (<i>Appointed w.e.f. 24th July, 2021 & Resigned w.e.f. 13th August, 2021</i>) |

AUDIT COMMITTEE

| | |
|---------------------|-------------|
| ArvinderKaur | Chairperson |
| Jatinder Pal Singh | Member |
| Puneet Singh Taneja | Member |

NOMINATION & REMUNERATION COMMITTEE

| | |
|---------------------|-------------|
| ArvinderKaur | Chairperson |
| Puneet Singh Taneja | Member |
| Jatinder Pal Singh | Member |

STAKEHOLDERS' RELATIONSHIP COMMITTEE

| | |
|---------------------|-------------|
| ArvinderKaur | Chairperson |
| Jatinder Pal Singh | Member |
| Puneet Singh Taneja | Member |

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

| | |
|---------------------|-------------|
| Jatinder Pal Singh | Chairperson |
| ArvinderKaur | Member |
| Puneet Singh Taneja | Member |

SECRETARIAL AUDITOR

P.S. Bathla & Associates, Company Secretaries
SCO-6, 3rd Floor, Feroze Gandhi Market,
Ludhiana-141007, Punjab

STATUTORY AUDITOR

Montek S & Associates (*Formerly known as Kumar & Gupta*),
Chartered Accountants, Shiv Mandir Street, Central Town,
Sutheri Road, Hoshiarpur-146001

REGISTRAR & SHARE TRANSFER AGENT

Skyline Financial Services Private Limited
D-153A, First Floor Okhla Industrial Area, Phase-I, New Delhi-110020

CIN L17116PB1993PLC012917

REGISTERED OFFICE & CORPORATE OFFICE Village Bajra, Rahon Road, Ludhiana, Punjab-141007

BANKERS **Axis Bank**, Mall Road Ludhiana
HDFC Bank, Mall Road, Ludhiana

SHARES LISTED AT Bombay Stock Exchange Limited (BSE)
Calcutta Stock Exchange Limited (CSE)

E-MAIL parmeshwarisilkmillsLtd@gmail.com

WEBSITE www.parmeshwarisilkmills.com

NOTICE OF 28TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the **28th Annual General Meeting** of the members of the Company will be held on **Thursday, 30th September, 2021** at **12:00 P.M.** at the Registered Office of the Company at **Village Bajra, Rahon Road, Ludhiana, Punjab-141007**, to transact the following business (es):-

ORDINARY BUSINESS:

1. Adoption of Standalone Financial Statements for Financial Year ended on 31st March, 2021

To receive, consider and adopt the standalone financial statements of the Company for the financial year ended on 31st March, 2021 including the audited Balance Sheet as at 31st March, 2021, Profit & Loss Statement for the financial year ended on that date together with the Reports of Board of Directors and Auditors thereon.

2. Re-appointment of Director liable to retire by rotation

To appoint Mr. Jatinder Pal Singh (DIN: 01661864) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for Re-appointment.

SPECIAL BUSINESS:

3. Ratification of Remuneration of Cost Auditors

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

“RESOLVED THAT pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Company hereby ratifies the remuneration, as decided by Board of Directors, of M/s. **Pawan & Associates (FRN: 101729), Cost Accountants**, who are appointed by the Board of Directors as Cost Auditors of the Company to conduct cost audits relating to cost records of the Company for the year ending 31st March, 2022.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution “

**By order of the Board of Directors
For Parmeshwari Silk Mills Limited**

**Jatinder Pal Singh
Whole Time Director
(DIN:01661864)**

Date: 02.09.2021

Place: Ludhiana

NOTES:

1. A statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.

2. A MEMBER WHO IS ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL ONLY AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. IN ORDER TO BE EFFECTIVE, PROXY FORMS DULY COMPLETED IN ALL RESPECTS SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.

A person can act as a proxy on behalf of members **not exceeding fifty** and holding in 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(s) or shareholder(s).

3. Corporate Members intending to send their authorized representative to attend the Meeting are requested to send a Certified True Copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.

4. Relevant documents as referred to in the accompanying Notice along with the Statements are open for inspection by members at Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Annual General Meeting.
5. Brief details of Directors seeking re-appointment at the Annual General Meeting (Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015) forms part of this notice.
6. The Register of Members and Share Transfer Books will remain closed from **Saturday, 25th September, 2021 to Thursday, 30th September, 2021** (both days inclusive).
7. Members holding shares in physical form are requested to consider converting their holding to dematerialized form as required under the amended SEBI guidelines and regulations to eliminate all risks associated with physical shares and for ease in portfolio management. Members may contact the Company or its Registrar & Share Transfer Agent (RTA), for assistance in this regard.
8.
 - a) The members who are holding shares in physical form are requested to intimate any change in their address with pin code immediately either to the Company or to its Registrar & Share Transfer Agent (RTA) promptly.
 - b) The members who are holding shares in demat form are requested to intimate any change in their address with pin code immediately to their Depository Participants.
9. The shares of the Company are at presently listed on **BSE Limited(BSE) and Calcutta Stock Exchange of India Limited (CSE)**.
10. Pursuant to the provisions under Section 108 of Companies Act, 2013 to be read with Rule 20 of Companies (Management and Administration) Rules, 2014, as amended from time to time along with Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide to its members, the facility to exercise their right to vote at the ensuing Annual General Meeting by Electronic Means. The business(s) proposed to be transacted as mentioned in the Annual General Meeting Notice may be transacted through voting by Electronic Means (Remote e-voting) as well. For this, Company is availing the services provided by **Central Depository Services (India) Limited (CDSL)**.The facility for voting through Ballot Paper will also be made available at the meeting venue, for the members who have not cast their votes by remote e-voting.They shall also be able to exercise their voting rights at the AGM by voting through ballot paper.Members who have already cast their vote by remote e-voting process prior to the date of meeting shall be eligible to attend the Annual General Meeting but shall not be entitled to cast their votes again through ballot process.

The instructions for e-voting by members are annexed to the Notice.

11. The Board of Directors of the company has appointed **M/s. P S Bathla, Company Secretaries**, as Scrutinizer for conducting the e-voting process for the Annual General Meeting in a fair and transparent manner.
12. The Scrutinizer, after scrutinizing the votes cast at the meeting through Poll and through remote e-voting, shall, not later than three days of conclusion of the Meeting, make a **“Consolidated Scrutinizer’s Report”** and submit the same to the Chairman. The results declared along with the consolidated scrutinizer’s report shall be placed on website of the Company and on the website of Stock Exchange at www.bseindia.com The Report shall simultaneously be placed on Notice Board of the Company at premises of the Registered Office.
13. Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the General Meeting.
14. The login ID and password for remote e-voting along with Process, Manner and Instructions for remote e-voting is being sent to Members who have not registered their E-mail ID(s) with the Company / their respective Depository Participants along with physical copy of the Notice.

Those Members who have registered their e-mail IDs with the Company / their respective Depository Participants are being forwarded the login ID and password for remote e-voting along with Process, Manner and Instructions through E-mail.

15. Voting rights shall be reckoned on the Paid-up value of shares registered in the name of Member / Beneficial Owner (in case of shares in Dematerialized form) as on the cut-off date i.e. **Friday, 24th September, 2021**.
16. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date, shall only be entitled to avail the facility of e-voting / Poll.

Note: A person who is not a Member as on the cut-off date should treat this Notice for information purposes only.

17. No gifts, gift coupons, or cash in lieu of gifts shall be distributed to Members at or in connection with the General Meeting.
18. SEBI has mandated the submission of Permanent Account Number (PAN) by every person dealing in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or its RTA.
19. In terms of sections 101 and 136 of the Act, read with the rules made thereunder, the listed companies may send the notice of AGM and the annual report, including financial statements, boards' report, etc. by electronic mode. Notice of 28th AGM along with the Annual Report for FY 2021 is being also sent through electronic mode to those members whose email addresses are registered with the Company/depositories. Members may note that the Notice and Annual Report for FY 2021 will also be available on the Company's website at www.parmeshwarisilk.com website of the stock exchanges i.e., BSE Limited at www.bseindia.com and CSE Limited at www.cse-india.com and on the website of the RTA at <https://www.skylinerta.com/>. The Notice shall also be available on the e-Voting website of the agency engaged for providing e-Voting facility, i.e., Central Depository Services (India) Limited (CDSL), viz., www.evotingindia.com
20. To receive communications through electronic means, including Annual Reports and Notices, members are requested to kindly register/update their email address with their respective depository participant, where shares are held in electronic form. In case of shares held in physical form, members are advised to register their e-mail address by communicating/writing to the Company or to our **RTA, M/s. Skyline Financial Services Private Limited**, D-153A, Ist, Floor, Okhla Industrial Area, Phase-I, New Delhi -110020. Ph.:- 011-41044923 Email:-info@skylinerta.com
21. With a view to enable the Company to serve the members better, members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings in one folio.
22. SEBI vide its notification (SEBI/LADNRO/GN/2018/24) dated 8 June 2018 as amended on 30 November 2018 and notifications & circulars issued thereafter, has stipulated that w.e.f. 1 April 2019, the transfer of securities (except transmission or transposition of shares) shall not be processed, unless the securities are held in the dematerialised form. The Company has complied with the necessary requirements as applicable, including sending of letters to shareholders holding shares in physical form and requesting them to dematerialise their physical holdings.
23. Members who still hold share certificates in physical form are advised to dematerialise their shareholding to also avail of numerous benefits of dematerialisation, which include easy liquidity, ease of trading and transfer, savings in stamp duty and elimination of any possibility of loss of documents and bad deliveries.
24. In case of joint holders, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
25. The Company has been maintaining, inter alia, the following statutory registers at its registered office at Village Bajra, Rahon Road, Ludhiana, Punjab-141007.:
 - i) Register of contracts or arrangements in which directors are interested under section 189 of the Act.
 - ii) Register of directors and key managerial personnel and their shareholding under section 170 of the Act.

26. In accordance with the MCA Circulars, the said registers will be made accessible for inspection and shall remain open and be accessible to any member during the continuance of the meeting.
27. Pursuant to section 72 of the Act, members holding shares in physical form are advised to file nomination in the prescribed Form SH-13 (a copy of which is available on the Company's website at <https://www.parmeshwarisilkmills.com/investor-desk/sh-13-and-sh-14> In respect of shares held in electronic/demat form, the members may please contact their respective depository participant.
28. The route map is annexed to this Notice.
29. In case a person becomes a member of the Company after dispatch of AGM Notice, and is a member as on the cut-off date for e-voting, i.e., 24th September, 2021, such person may obtain the user id and password by email request onevoting@cdsl.co.in
30. Alternatively, member may send signed copy of the request letter providing the email address, mobile number and self-attested PAN copy along with client master copy (in case of electronic folio)/copy of share certificate (in case of physical folio) via email to info@skylinerta.com for obtaining the Annual Report and Notice of AGM.
31. **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self- attested scanned copy of PAN card), AADHAR (self- attested scanned copy of Aadhar Card) by email to psmtex@gmail.com with a copy marked to RTA info@skylinerta.com

In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to psmtex@gmail.com with a copy marked to RTA info@skylinerta.com

32. Instructions for remote e-voting are as follows:

THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:

- i. The Board of Directors of the company has appointed **M/s. P S Bathla & Associates, Company Secretaries**, as Scrutinizer for conducting the e-voting process for the Annual General Meeting in a fair and transparent manner.
- ii. The voting period begins on **<Monday, September 27, 2021 from 09:00 A.M>** and ends on **<Wednesday, September 29, 2021 from 05:00 P.M.>**. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **<Friday, September 24, 2021>** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- iii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iv. The shareholders should log on to the e-voting website www.evotingindia.com.
- v. Click on "Shareholders" module.
- vi. Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

OR

Alternatively, if you are registered for CDSL's EASI/EASIEST e-services, you can log-in at <https://www.cdslindia.com> from Login – Myeasi using your login credentials. Once you successfully log-in to

CDSL's EASI/EASIEST e-services, click on e-Voting option and proceed directly to cast your vote electronically.

- vii. Next enter the Image Verification as displayed and Click on Login.
- viii. If you are holding shares in demat form and had logged onto www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- ix. If you are a first time user then follow the steps given below:

| | For Members holding shares in Demat Form and Physical Form |
|---|---|
| PAN | <p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. <p>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. E.g. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</p> |
| Dividend Bank Details OR Date of Birth (DOB) | <p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v). |

- x. After entering these details appropriately, click on "SUBMIT" tab.
- xi. Members holding shares in physical form will then directly reach the Company Selection Screen. However, members holding shares in demat form will now reach 'Password Creation' menu where in they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform.

Note: It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- xii. For Members holding shares in physical form, the details can be used for remote e-voting on the resolutions contained in this Notice only.
- xiii. Click on the EVSN for **PARMESHWARI SILK MILLS LIMITED**
- xiv. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same you will find an option "YES/NO" for voting. Select the option "YES" or "NO" as desired. The option "YES" implies that you "Assent to the Resolution" and option "NO" implies that you "Dissent to the Resolution".
- xv. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution's details.
- xvi. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xvii. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xviii. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- xix. If a demat account holder has forgotten the log in password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

- xx. Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

Note for Non-Individual Shareholders and Custodians:-

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; psmltex@gmail.com(designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

To address issues/grievances of shareholders relating to the ensuing AGM, including e-voting, the following official has been designated:

| | |
|------------------|--|
| Name of Official | Sukhdev Singh |
| Designation | CFO |
| Address | Village Bajra, Rahon Road, Ludhiana, Punjab-141007 |
| Contact | +91-161-2691873 |
| E-mail | parmeshwarisilkmillsltd@gmail.com |

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 READ WITH COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014

ITEM NO.3

RATIFICATION OF REMUNERATION OF COST AUDITOR

The Company is required to have the audit of its cost records conducted by a cost accountant in practice under Section 148 of the Act, read with the Companies (Cost Records and Audit) Rules, 2014 ("the Rules"). The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2022 as per the following details:

M/s. Pawan & Associates (FRN: 101729), Cost Accountants

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the members of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at item no. 3 of the notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March, 2022.

The Board recommends the Ordinary Resolution set out at item no. 3 of the notice for approval by the members.

None of the Directors or Key Managerial Personnel (KMP) or relatives of Directors and KMPs is concerned or interested in the Resolution set out at item no. 3 of the accompanying notice.

PURSUANT TO REGULATION 36 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND SECRETARIAL STANDARD 2 ISSUED BY ICSI, INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/ REAPPOINTED IS FURNISHED BELOW:

| | |
|---|--------------------------------|
| Name | Mr. Jatinder Pal Singh |
| Director Identification Number (DIN) | 01661864 |
| Date of Birth | 25/11/1957 |
| Date of Appointment in the Board | 08/01/1993 |
| Qualification | Graduate |
| Experience | Production & Administration |
| Shareholding in the Company | 416067 |
| List of Directorship held in other companies | Satnam Fabrics Private Limited |
| Names of Listed Entities in which the person holds membership of Committees of the Board | Parmeshwari Silk Mills Limited |
| Relationship between Directors Inter-se | NA |

DIRECTORS' REPORT

To
The Shareholders of the Company,

Your Directors are pleased to present this **28th Annual Report** together with the **Audited Annual Financial Statements** for the year ended **March 31st, 2021**.

COVID-19 PANDEMIC

The COVID-19 pandemic has caused a huge disruption creating an unprecedented impact on the financial well-being of nations, corporations and individuals. A detailed discussion on impact of COVID-19 on the business and operations of the Company is covered in the 'Management Discussion and Analysis Report.'

FINANCIAL HIGHLIGHTS- AT A GLANCE

- **Overall Performance of your Company**
- The Financial Year 2020-21 had been conventional for the Company as your Company has shown an enterprising performance during the year under review. The Net Profits of your Company had declined from Rs. 5,34,56,976.78/- in the Financial Year 2019-20 to Rs. 1,70,18,161.89/- in the Financial Year 2020-21 and on the Revenue from Operation had been decreased from Rs. 1,43,47,06,808.86/- in the Financial Year 2019-20 to Rs. 1,01,09,81,279.99/- in the Financial Year 2020-21.
- **The financial summary, performance highlights operations/state of affair of your Company for the year are summarized below:**

(Amount in Lakhs)

| PARTICULARS | Standalone | |
|----------------------------------|--------------------------|--------------------------|
| | 2020-21 | 2019-20 |
| Income from Business Operations | 1,01,09,81,279.99 | 1,43,47,06,808.86 |
| Other Income | 14,52,015.60 | 21,81,502.76 |
| Total Income | 1,01,24,33,295.59 | 1,43,68,88,311.62 |
| Less: Expenditure | 98,73,50,902.12 | 1,35,99,72,305.84 |
| Profit/Loss before Tax | 2,39,67,904.89 | 7,59,20,825.75 |
| Less: Tax Expense | 41,13,293.00 | 1,31,98,786.00 |
| Less Deferred Tax | 28,36,450.00 | 92,65,063.00 |
| Net Profit/Loss after Tax | 1,70,18,161.89 | 5,34,56,976.78 |
| Earnings per share: | | |
| Basic | 5.67 | 17.81 |
| Diluted | 5.67 | 17.81 |

DIVIDEND

With a view of augmenting financial resources for generating stable growth in future, the Board of Directors of the company have decided to carry forward entire profit and hence do not propose to recommend any dividend for the financial year on equity shares.

RESERVES

The Board proposes no amount to transfer to the reserves and an amount of Rs. 1,70,18,161.89/- is proposed to be retained in surplus.

SHARE CAPITAL

During the year under review, there is no change in the share capital of the Company as the Company has not issued any shares including Equity Shares, Shares with Differential Voting Rights, Stock Options, Sweat Equity, etc. The Company has not bought back any equity shares during the year 2020-21.

As on 31st March, 2021, paid-up share capital of the Company stood at Rs. 30,011,000/-consisting of 30,01,100 Equity Share of Rs. 10/- each.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Since there was no unpaid/unclaimed Dividend declared or paid by the Company, the provisions of Section 125 of the Companies Act, 2013 do not apply.

DEPOSITS

During the year under review, the Company has not accepted any deposits in terms of *section 73* of the Companies Act, 2013. There were no unclaimed deposits at the end of Financial Year i.e. 31st March, 2021.

SUBSIDIARY / ASSOCIATE/ JOINT VENTURES COMPANIES OF THE COMPANY

The Company is not having any Subsidiary Company/ Joint Venture/ Associate Company during the financial year 2020-21. The statement about Subsidiary / Joint Ventures / Associate Company in the form **AOC-I** is not applicable.

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented in a separate section of this Annual Report.

CHANGE IN DIRECTORS /KEY MANAGERIAL PERSONNEL DURING THE YEAR

The details about the changes in Directors or Key Managerial Personnel by way of Appointment, Re – designation, Resignation, Death, Dis-qualification, variation made or withdrawn etc. are as follows:

| S. No. | Name | Designation | Nature of Change | With Effect From |
|--------|------------------------|---|--|------------------|
| 1. | Mr. Jatinder Pal Singh | Whole Time Director (Executive Director) | Re-appointment at AGM held on 24.12.2020 | 01.09.2019 |

Mr. Jatinder Pal Singh (DIN: 01661864), Whole Time Director, of the Company, will be retiring by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board recommends his re-appointment to the Company at the ensuing Annual General Meeting.

DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 134(3) of the Companies Act 2013, the Directors, would like to state as follows:

- In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- the Directors had selected such accounting policies and applied them consistently and made judgments & estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the company at the end of the financial year and of the profit & loss of the Company for that period ;
- The Directors had taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the company and for preventing & detecting fraud & other irregularities;
- The Directors had prepared the Annual Accounts on a going concern basis;
- The Directors had laid down Internal Financial Controls to be followed by the Company and such controls are adequate and are operating effectively;

- (f) 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.

STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER SECTION 149(6) OF COMPANIES ACT, 2013

All Independent Directors have given declarations under section 149(7) that they meet the criteria of Independence as laid down under section 149(6) of the Companies Act, 2013 and Rules made thereunder to be read with SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015.

EXTRACT OF ANNUAL RETURN

The details forming part of extract of Annual Return under sub section 3 of Section 92 of the Companies Act, 2013 in **Form MGT-9** is annexed herewith as “**Annexure-A**”. It can be accessed on the website of the company at <https://www.parmeshwarisilkmills.com/>

NUMBER OF MEETINGS OF THE BOARD & COMMITTEES

During the year under review, 13 (Thirteen) Board Meetings were convened dated 02.06.2020, 16.07.2020, 29.07.2020, 04.08.2020, 25.08.2020, 07.09.2020, 23.09.2020, 06.11.2020, 28.11.2020, 19.12.2020, 30.01.2021, 10.02.2021, 06.03.2021. Other details of Board Meetings & Committee Meetings held are given in Corporate Governance Report. The maximum interval between any two meetings didn't exceed 120 days, as prescribed in the Companies Act, 2013.

AUDIT COMMITTEE

The Audit Committee of the Company is constituted in line with the provisions of section 177 of the Companies Act, 2013 to be read with Regulation 18 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015. The Composition of Audit Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

NOMINATION & REMUNERATION COMMITTEE

The Nomination & Remuneration Committee of the Company is constituted in line with the provisions of section 178 of the Companies Act, 2013 to be read with Regulation 19 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015. The Composition of the Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders' Relationship Committee of the Company is constituted in line with the provisions of section 178 of the Companies Act, 2013 to be read with Regulation 20 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015. The Composition of the Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The constitution of Corporate Social Responsibility Committee of the Company is constituted in line with the provisions of section 135 of the Companies Act, 2013 to be read with Rule 5 of The Companies (Corporate Social Responsibility Policy) Rules, 2014. The Composition of the Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

VIGIL MECHANISM

The Vigil Mechanism Policy of the Company is constituted in line with the provisions of section 177 of the Companies Act, 2013 to be read with Regulation 22 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015.

BOARD ANNUAL EVALUATION

The provisions of section 134(3)(p) of the Companies Act, 2013 read with SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 mandate that a Formal Annual Evaluation is to be made by Board of its own

performance and that of its Committee and individual Directors. Schedule IV of the Companies Act, 2013 states that performance evaluation of the Independent Director shall be done by Directors excluding the Director being evaluated. The Board carried out a formal annual performance evaluation as per the criteria/framework laid down by the Nomination & Remuneration Committee of the company and adopted by the Board. The evaluation was carried out through a structured evaluation process to judge the performance of individual Directors including the Chairman of the Board. They were evaluated on parameters such as their education, knowledge, experience, expertise, skills, behavior, leadership qualities, level of engagement & contribution, independence of judgment, decision making ability for safeguarding the interest of the Company, stakeholders and its shareholders.

The performance evaluation of the Independent Directors was carried out by the entire Board except the participation of concerned Independent Director whose evaluation was to be done. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors. The Board was satisfied with the evaluation process and approved the evaluation results thereof.

STATUTORY AUDITOR, COST AUDITOR & SECRETARIAL AUDITOR WITH THEIR QUALIFICATION, RESERVATION OR ADVERSE REMARKS ALONG WITH THE EXPLANATION OR COMMENTS BY THE DIRECTORS

A. STATUTORY AUDITOR

The members at the **25th Annual General Meeting** held on **27th August, 2018** appointed **M/s Kumar & Gupta & Associates, Chartered Accountants (Firm Reg. No. 020247N)**, as Statutory Auditors of the Company for a period of 5 years to hold office till the conclusion of 30th Annual General Meeting of the Company.

The name of Statutory Auditor's Firm has been changed from **M/s. Kumar & Gupta & Associates to M/s. Montek S & Associates, Chartered Accountants (Firm Reg. No. 020247N)**.

Qualification(s) and Directors' comments on the report of Statutory Auditor:

The Notes on Accounts and observations of the Auditors in their Report on the Accounts of the Company are self-explanatory and in the opinion of the Directors, do not call for any further clarification(s). Also, the report submitted by the Auditor is unqualified.

B. COST AUDITOR

As per the requirements of the Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your Company is required to maintain cost records and accordingly, such accounts are prepared and records have been maintained relating to Textile Division every year. The Cost Audit Report for the year was filed with the Central Government within the prescribed time.

The Board of Directors, on the recommendation of Audit Committee, of the Company in their meeting i.e. 29th July, 2020, has re-appointed, **M/s. Pawan & Associates (FRN: 101729)**, Cost Accountants, for Cost Audit of the Company for the Financial Year 2020-21. As required under the Act, a resolution seeking member's approval for the remuneration payable to the Cost Auditor forms part of the Notice convening the Annual General Meeting for their ratification.

C. SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Act and rules made there under, the Company has re-appointed **M/s. P. S. Bathla & Associates**, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed as **Annexure 'B'** and forms an integral part of this Report. There is no secretarial audit qualification for the year under review.

D. INTERNAL AUDITOR

The Company had appointed Internal Auditor to carry out the Internal Audit Functions. The Internal Auditor submits a "Quarterly Report" to the Audit Committee for its review.

ANNUAL SECRETARIAL COMPLIANCE REPORT

The provisions of Regulation 24A of the SEBI (Listing Obligations and Disclosure) Regulations, 2015 are not applicable on the Company, but company complies with required obligations of Corporate governance in letter & spirit.

REPORTING OF FRAUDS

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of Act and Rules framed there under.

PARTICULAR OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Act are given in the notes to Financial Statements forming part of the Annual Report.

PARTICULAR OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188 OF THE COMPANIES ACT, 2013

In the financial year 2020-21, Details of Related Party and their contracts or arrangements with Company are given in Notes to Account of Financial Statements. **Form AOC-2** is attached as “**Annexure-C**”.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year of the Company to which this financial statement relate and on the date of this report.

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

To the best of the Management's knowledge, no significant and material order(s) were passed by any regulator(s) or courts or tribunals which could impact the going concern status and company's operation in future.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT-GO

The requisite information with regard to conservation of energy, technology absorption and foreign exchange earnings and outgo, in terms of the Section 134(3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014 is given below:

| Conservation of energy | | |
|--|---|---|
| 1. | the steps taken or impact on conservation of energy | The Company has obtained better machinery to reduce its usage of energy and increase its production capacity. |
| 2. | the steps taken by the company for utilizing alternate sources of energy | The Company hasn't taken any step towards tapping the alternate sources of energy however the management is in talks to employ other sources of energy too like solar energy. |
| 3. | the capital investment on energy conservation equipment | The Company hasn't made any investment assuch on energy conservation equipments in current year, however the prospects of such investment are likely in the near future. |
| Technology absorption | | |
| 1. | the efforts made towards technology absorption | NA |
| 2. | the benefits derived like product improvement, cost reduction, product development or import substitution | NA |
| 3. | in case of imported technology (imported during the last three years reckoned from the beginning of the financial year) | NA |
| 4. | the details of technology imported | NA |
| 5. | the year of import | NA |
| 6. | whether the technology been fully absorbed | NA |
| 7. | if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and | NA |
| 8. | the expenditure incurred on Research and Development | NA |
| Foreign Transaction During year 2020-21 | | Amount in Rs. |
| OUTWARD | | |
| Designing Exp.(Purchase) | | 1068793.70 |
| Store & Spare for Machinery repair | | 32032265.15 |
| Advance against Spare Part | | 187262.57 |
| Total | | 33288321.42 |
| INWARD | | |
| Export Realisation | | 391619.04 |

RISK MANAGEMENT

The provisions of SEBI Regulations for formation of Risk Management Committee are not applicable to the Company. However, as per section 134 (3) (n) of Companies Act 2013, the company regularly maintains a proper check in normal course of its business regarding risk management. Currently, the company does not identify any element of risk which may threaten the existence of the company.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

During FY2021, the Company spent Rs. 6,74,400/- on corporate social responsibility (CSR) activities as against mandatory expenditure of Rs. 11,99,939.74/-. Amount of **Rs. 4,12,723.73/-** was set off for the financial year, as this

was the amount spent in excess in previous year resulting into net CSR spending obligation to **Rs. 7,87,216.01/-**. Balance CSR obligation amount of Rs.112816/- was spent in months after closure of Financial year 2021.

Detailed information on the CSR policy, its salient features and CSR initiatives taken during FY2021 and composition of the Committee is given in the annexed as **“Annexure-D-CSR activities”**.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

As per Regulation 22 of the SEBI Regulations, 2015, in order to ensure that the activities of the Company & its employees are conducted in a fair & transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behavior, the company has adopted a vigil mechanism policy. The whistle blower policy is uploaded on the website of the Company and can be accessed at <http://www.parmeshwarisilkmills.com/wp-content/uploads/2019/05/WHISLE-BLOWER-POLICY.pdf>

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

As per the requirement of “The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013” and Rules made thereunder, your Company has constituted Internal Complaints Committee (ICC) at its workplaces and formulated a policy on prevention of sexual harassment at workplace. During the year, no complaints were filed with the Company.

| Number of complaints received | Number of complaints disposed of | Number of complaints pending more than ninety days | Number of workshops or awareness programme against sexual harassment |
|-------------------------------|----------------------------------|--|--|
| | | NIL | |

CORPORATE GOVERNANCE REPORT

As per Reg. 34 of SEBI Regulation, 2015 to be read with Part A of Schedule V of the said regulations, a separate section on corporate governance practices followed by the company, together with the certificate from the company’s Practicing Company Secretary & Statutory Auditor of the company, confirming compliance forms an integral part of this Report.

HUMAN RESOURCE

The relationship with employees continues to be harmonious. The company always considers its human resource as its most valuable asset. Imparting adequate and specialized training to its employees is ongoing exercise in the company.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has a robust and comprehensive Internal Financial Control system commensurate with the size, scale and complexity of its operation. The system encompasses the major processes to ensure reliability of financial reporting, compliance with policies, procedures, laws, and regulations, safeguarding of assets and economical and efficient use of resources.

The Company has performed an evaluation and made an assessment of the adequacy and the effectiveness of the Company’s Internal Financial Control System. The Statutory Auditors of the Company have also reviewed the Internal Financial Control system implemented by the Company on the financial reporting and in their opinion, the Company has, in all material respects, adequate Internal Financial Control system over Financial Reporting and such Controls over Financial Reporting were operating effectively as on 31st March, 2021 based on the internal control over financial reporting criteria established by the Company.

The policies and procedures adopted by the Company ensures the orderly and efficient conduct of its business and adherence to the company’s policies, prevention and detection of frauds and errors, accuracy & completeness of the records and the timely preparation of reliable financial information.

The Internal auditors continuously monitor the efficacy of internal controls with the objective of providing to the Audit Committee and the Board, an independent, objective and reasonable assurance on the adequacy and effectiveness of the organization’s risk management with regard to the internal control framework.

Audit committee meets regularly to review reports submitted by the Internal Auditors. The Audit Committee also meet the Company's Statutory Auditors to ascertain their views on the financial statements, including the financial reporting system and compliance to accounting policies and procedures followed by the Company.

LISTING AGREEMENT

The shares of the Company are presently listed at BSE Limited & The Calcutta Stock Exchange Ltd.

All statutory dues including Annual Listing Fees for the Financial Year 2020-21 has been paid by the Company.

PERSONNEL RELATIONS

Your Directors hereby place on record their appreciation for the services rendered by executives, staff and other workers of the Company for their hard work, dedication and commitment. During the year under review, relations between the Employees and the Management continued to remain cordial.

PARTICULARS OF EMPLOYEES

The company has Two Executive Director(s) and the remuneration paid to them is disclosed in Form MGT-9.

Disclosure as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (i) the ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year; 0.09:1
- (ii) the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year- Not Applicable
- (iii) the percentage increase in the median remuneration of employees in the financial year-NIL
- (iv) the number of permanent employees on the rolls of company- 525 (Five Hundred Twenty Five)
- (v) average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration; Not Applicable.

The remuneration paid to all Key Managerial Personnel was in accordance with the remuneration policy as adopted by the company. Disclosure as per Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Disclosure as per Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

The details of the top ten employees in terms of remuneration drawn and the name of every employee is attached as "**Annexure- E**"

REMUNERATION POLICY OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Board on the recommendation of Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management Personnel and fixation of their remuneration thereof. The Policy contains, inter-alia, directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a Director, etc

FAMILIARIZATION POLICY

Pursuant to the provisions of Regulation 25(7) of Listing Regulations, 2015, the Board has framed a policy to familiarize Independent Directors about the Company.

CODE OF CONDUCT AS PER SEBI (LODR) REGULATIONS, 2015

The Board of Directors has laid down the code of conduct for all Board Members and members of the Senior Management of the Company. Additionally, all Independent Directors of the company shall be bound by duties of Independent Directors as set out in Companies Act, 2013 to be read with SEBI Listing Regulations, 2015.

All Board Members, Key Managerial Personnel and Senior Management Personnel have affirmed compliance with the Code of Conduct.

CODE OF CONDUCT AS PER SEBI (PREVENTION OF INSIDER TRADING) REGULATIONS, 2015

The Board of Directors has laid down the Code of Practices and Procedures for Fair Disclosures of Unpublished Price Sensitive Information as per Regulation 8(1) of SEBI (Prevention of Insider Trading) Regulations, 2015 & Code of Conduct to Regulate, Monitor and Report trading by the Designated Persons as per Regulation 9(1) of SEBI (Prevention of Insider Trading) Regulations, 2015

DISCLOSURE OF STATEMENT OF DEVIATION(S) OR VARIATION(S) UNDER REGULATION 32 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS), REGULATIONS, 2015

With reference to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the disclosure of Statement of Deviation(s) or Variation(s) as per the said regulation is not applicable to the Company.

ACKNOWLEDGEMENT

Your Directors wish to acknowledge their gratitude to the business Associates, Bankers, Financial Institutions, Employees, Workers and Stock Exchange authorities for their continued patronage, assistance and guidance.

**For and on behalf of the Board
For Parmeshwari Silk Mills Limited**

**Jatinder Pal Singh
Whole Time Director
DIN:01661864**

**Harinder Kaur
Whole Time Director
DIN: 08407151**

**Date:02.09.2021
Place:Ludhiana**

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
 As on financial year ended on 31.03.2021

(Annexure-A)

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014

| I. REGISTRATION & OTHER DETAILS: | | |
|---|--|---|
| 1 | CIN | L17116PB1993PLC012917 |
| 2 | Registration Date | 1/8/1993 |
| 3 | Name of the Company | PARMESHWARI SILK MILLS LIMITED |
| 4 | Category of the Company | Company Limited by Shares |
| 5 | Sub-category of the Company | Indian Non-Government Company |
| 6 | Address of the Registered office & contact details | Add: Village Bajra, Rahon Road, Ludhiana, Punjab-141007 Ph: +91-161-2691873 |
| 7 | Whether listed company | Yes |
| 8 | Name, Address & contact details of the Registrar & Transfer Agent, if any. | Name: Skyline Financial Services Pvt Ltd Add: D-153 A, 1st Floor, Okhla Industrial Area, Phase - I, "New Delhi - 110 020 Ph.: +91 11 64732681-88 |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

| S. No. | Name and Description of main products / services | NIC Code of the Product/service | % to total turnover of the company |
|--------|--|---------------------------------|------------------------------------|
| 1 | Manufacture of knitted and crocheted fabrics | 1391 | 100 |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

| S. No. | Name and Address of the Company | CIN/GLN | Holding/ Subsidiary/ Associate | % of shares held | Applicable Section |
|--------|---------------------------------|---------|--------------------------------|------------------|--------------------|
| | | NIL | | | |

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of Total Equity)

(i) Category-wise Share Holding

| Category of Shareholders | No. of Shares held at the beginning of the year [As on 31-March-2020] | | | | No. of Shares held at the end of the year [As on 31-March-2021] | | | | % Change during the year |
|----------------------------------|---|----------|------------------|-------------------|---|----------|------------------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/ HUF | 1,565,695 | - | 1,565,695 | 52.17% | 1,565,695 | - | 1,565,695 | 52.17% | 0.00% |
| b) Central Govt | | | | | | | | | |
| c) State Govt(s) | | - | | | | | | | |
| d) Bodies Corp. | 240,000 | | 240,000 | 8.00% | 240,000 | - | 240,000 | 8.00% | 0.00% |
| e) Banks / FI | | | | | | | | | |
| f) Any other | | | | | | | | | |
| Sub Total (A) (1) | 1,805,695 | - | 1,805,695 | 60.17% | 1,805,695 | - | 1,805,695 | 60.17% | 0.00% |
| (2) Foreign | | | | | | | | | |
| a) NRI Individuals | - | - | - | - | - | - | - | - | - |
| b) Other Individuals | - | - | - | - | - | - | - | - | - |
| c) Bodies Corp. | - | - | - | - | - | - | - | - | - |
| d) Any other | - | - | - | - | - | - | - | - | - |
| Sub Total (A) (2) | - | - | - | - | - | - | - | - | - |
| TOTAL (A) | 1,805,695 | - | 1,805,695 | 60.17% | 1,805,695 | - | 1,805,695 | 60.17% | 0.00% |
| B. Public Shareholding | | | | | | | | | |
| 1. Institutions | | | | | | | | | |
| a) Mutual Funds | - | | | | | | | | |
| b) Banks / FI | - | | | | | | | | |
| c) Central Govt | - | | | | | | | | |
| d) State Govt(s) | - | | | | | | | | |
| e) Venture Capital Funds | - | | | | | | | | |
| f) Insurance Companies | - | | | | | | | | |
| g) FIs | - | | | | | | | | |
| h) Foreign Venture Capital Funds | - | | | | | | | | |
| i) Others (specify) | | | | | | | | | |
| Sub-total (B)(1):- | - | | | | | | | | |
| 2. Non-Institutions | | | | | | | | | |
| a) Bodies Corp. | | | | | | | | | |
| i) Indian | 300 | - | 300 | 0.01% | 300 | - | 300 | 0.01% | 0.00% |
| ii) Overseas | | | | | | | | | |
| b) Individuals | | | | | | | | | |
| i) Individual shareholders | 18,030 | 141,200 | 159,230 | 5.31% | 22,030 | 137,200 | 159,230 | 5.31% | 0.00% |

| | | | | | | | | | |
|--|------------------|----------------|------------------|----------------|------------------|----------------|------------------|----------------|--------------|
| holding nominal share capital upto Rs. 1 lakh | | | | | | | | | |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | 655,300 | 379,825 | 1,035,125 | 34.49% | 655,300 | 379,825 | 1,035,125 | 34.49% | 0.00% |
| c) Others (specify) | | | | | | | | | |
| i) HUF | 650 | 100 | 750 | 0.02% | 650 | 100 | 750 | 0.02% | 0.00% |
| ii) Non Resident Indians | | | | | | | | | |
| iii) Overseas Corporate Bodies | | | | | | | | | |
| iv) Foreign Nationals | | | | | | | | | |
| v) Clearing Members | - | - | - | - | - | - | - | - | - |
| vi) Trusts | | | | | | | | | |
| vii Foreign Bodies - D R | | | | | | | | | |
| Sub-total (B)(2):- | 674,280 | 521,125 | 1,195,405 | 39.83% | 678,280 | 517,125 | 1,195,405 | 39.83% | 0.00% |
| Total Public (B) | 674,280 | 521,125 | 1,195,405 | 39.83% | 678,280 | 517,125 | 1,195,405 | 39.83% | 0.00% |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - |
| Grand Total (A+B+C) | 2,479,975 | 521,125 | 3,001,100 | 100.00% | 2,483,975 | 517,125 | 3,001,100 | 100.00% | 0.00% |

(ii) Shareholding of Promoter

| S. No. | Shareholder's Name | Shareholding at the beginning of the year [As on 31-March-2020] | | | Shareholding at the end of the year [As on 31-March-2021] | | | % change in share holding during the year |
|--------|---------------------------|---|----------------------------------|--|---|----------------------------------|--|---|
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged/encumbered to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | |
| 1 | Jatinder Pal Singh | 416,067 | 13.86 | 0 | 416,067 | 13.86 | 0 | - |
| 2 | Maan Silk Mills Pvt. Ltd. | 240,000 | 8.00 | 0 | 240,000 | 8.00 | 0 | - |
| 3 | Dipneet Kaur | 201,230 | 6.71 | 0 | 201,230 | 6.71 | 0 | - |
| 4 | Asees Singh | 185,000 | 6.16 | 0 | 185,000 | 6.16 | 0 | - |
| 5 | Kuljeet Kaur | 179,240 | 5.97 | 0 | 179,240 | 5.97 | 0 | - |
| 6 | Prabhpreet Kaur | 161,113 | 5.37 | 0 | 161,113 | 5.37 | 0 | - |
| 7 | Ajinder Pal Singh | 139,255 | 4.64 | 0 | 139,255 | 4.64 | 0 | - |
| 8 | Ravinder Singh | 90,000 | 3.00 | 0 | 90,000 | 3.00 | 0 | - |
| 9 | Jatinder Pal Singh & Sons | 55,660 | 1.85 | 0 | 55,660 | 1.85 | 0 | - |
| 10 | Ajinderpal Singh & Sons | 51,580 | 1.72 | 0 | 51,580 | 1.72 | 0 | - |
| 11 | Kanwardeep Kaur | 44,160 | 1.47 | 0 | 44,160 | 1.47 | 0 | - |
| 12 | Mandeep Singh | 25,590 | 0.85 | 0 | 25,590 | 0.85 | 0 | - |
| 13 | Savinder Pal Singh | 16,800 | 0.56 | 0 | 16,800 | 0.56 | 0 | - |
| | Total | 1,805,695 | 60.17 | 0 | 1,805,695 | 60.17 | 0 | - |

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

| S. No. | Particulars | Date | Reason | Shareholding at the beginning of the year [As on 31-March-2020] | | Cumulative Shareholding during the year [As on 31-March-2021] | |
|--------|--|------|--------|--|-------------------|--|-------------------|
| | | | | No. of shares | % of total shares | No. of shares | % of total shares |
| 1 | At the beginning of the year | | | | | | |
| | Jatinder Pal Singh | | | 416,067 | 13.86% | 416,067 | 13.86% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 416,067 | 13.86% |
| 2 | At the beginning of the year | | | | | | |
| | Maan Silk Mills Pvt. Ltd. | | | 240,000 | 8.00% | 240,000 | 8.00% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 240,000 | 8.00% |
| 3 | At the beginning of the year | | | | | | |
| | Dipneet Kaur | | | 201,230 | 6.71% | 201,230 | 6.71% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 201,230 | 6.71% |
| 4 | At the beginning of the year | | | | | | |
| | Asees Singh | | | 185,000 | 6.16% | 185,000 | 6.16% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 185,000 | 6.16% |
| 5 | At the beginning of the year | | | | | | |
| | Kuljeet Kaur | | | 179,240 | 5.97% | 179,240 | 5.97% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 179,240 | 5.97% |
| 6 | At the beginning of the year | | | | | | |
| | Prabhpreet Kaur | | | 161,113 | 5.37% | 161,113 | 5.37% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 161,113 | 5.37% |
| 7 | At the beginning of the year | | | | | | |
| | Ajinder Pal Singh | | | 139,255 | 4.64% | 139,255 | 4.64% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 139,255 | 4.64% |
| 8 | At the beginning of the year | | | | | | |
| | Ravinder Singh | | | 90,000 | 3.00% | 90,000 | 3.00% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 90,000 | 3.00% |
| 9 | At the beginning of the year | | | | | | |
| | Jatinder Pal Singh & Sons HUF | | | 55,660 | 1.85% | 55,660 | 1.85% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 55,660 | 1.85% |
| 10 | At the beginning of the year | | | | | | |
| | Ajinderpal Singh & Sons HUF | | | 51,580 | 1.72% | 51,580 | 1.72% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 51,580 | 1.72% |
| 11 | At the beginning of the year | | | | | | |
| | Kanwardeep Kaur | | | 44,160 | 1.47% | 44,160 | 1.47% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 44,160 | 1.47% |
| 12 | At the beginning of the year | | | | | | |
| | Mandeep Singh | | | 25,590 | 0.85% | 25,590 | 0.85% |

| | | | | | | | |
|----|-------------------------------|--|--|-----------|-------|---------------|--------------|
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 25,590 | 0.85% |
| 13 | At the beginning of the year | | | | | | |
| | Savinder Pal Singh | | | 16,800 | 0.56% | 16,800 | 0.56% |
| | Change during the year | | | No Change | | | |
| | At the end of the year | | | | | 16,800 | 0.56% |

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

| S. No. | Shareholder's Name | Shareholding at the beginning of the year [As on 31-March-2020] | | Shareholding at the end of the year [As on 31-March-2021] | | Increase / (decrease) during the year | |
|--------|-------------------------|--|-------------------|--|-------------------|---------------------------------------|-------------------|
| | | No. of shares | % of total shares | No. of shares | % of total shares | No. of shares | % of total shares |
| 1 | Asees Kaur | 158,485 | 5.28% | 158,485 | 5.28% | - | - |
| 2 | Charanpreet Kaur Rajpal | 148,325 | 4.94% | 148,325 | 4.94% | - | - |
| 3 | Parvinder Pal Kaur | 125,325 | 4.18% | 125,325 | 4.18% | - | - |
| 4 | Amanjit Kaur | 88,065 | 2.93% | 88,065 | 2.93% | - | - |
| 5 | Charanjeet Singh | 63,200 | 2.11% | 63,200 | 2.11% | - | - |
| 6 | Montek Singh | 63,100 | 2.10% | 63,100 | 2.10% | - | - |
| 7 | Balwinder Singh Padda | 50,000 | 1.67% | 50,000 | 1.67% | - | - |
| 8 | Gursharan Kaur | 49,700 | 1.66% | 49,700 | 1.66% | - | - |
| 9 | Manpreet Kaur | 40,153 | 1.34% | 40,153 | 1.34% | - | - |
| 10 | Harvinder Kaur | 32,080 | 1.07% | 32,080 | 1.07% | - | - |

(v) Shareholding of Directors and Key Managerial Personnel:

| S. No. | Shareholding of each Directors and Key Managerial Personnel | Shareholding at the beginning of the year [As on 31-March-2020] | | Cumulative Shareholding during the year [As on 31-March-2021] | |
|--------|---|---|-------------------|---|-------------------|
| | | No. of shares | % of total shares | No. of shares | % of total shares |
| 1 | At the beginning of the year | | | | |
| | Jatinder Pal Singh | 416,067 | 13.86% | 416,067 | 13.86% |
| | Sale during the year | | | | |
| | At the end of the year | | | 416,067 | 13.86% |
| 2 | At the beginning of the year | 29,000 | 0.97% | 29,000 | 0.97% |
| | Harinder Kaur | | | | |
| | At the end of the year | | | 29,000 | 0.97% |

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Amt. Rupees)

| Particulars | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|---|----------------------------------|-----------------------|----------|-----------------------|
| Indebtedness at the beginning of the financial year | | | | |
| i) Principal Amount | 591,697,418.43 | 190,317,691.16 | - | 782,015,109.59 |
| ii) Interest due but not paid | | | | |
| iii) Interest accrued but not due | | | | |
| Total (i+ii+iii) | 591,697,418.43 | 190,317,691.16 | - | 782,015,109.59 |
| Change in Indebtedness during the financial year | | | | |
| * Addition | 70,099,311.82 | - | - | 70,099,311.82 |
| * Reduction | - | 27,948,175.50 | - | 27,948,175.50 |
| Net Change | 70,099,311.82 | 27,948,175.50 | | |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | 661,796,730.25 | 162,369,515.66 | - | 824,166,245.91 |
| ii) Interest due but not paid | | | | |
| iii) Interest accrued but not due | | | | |
| Total (i+ii+iii) | 661,796,730.25 | 162,369,515.66 | - | 824,166,245.91 |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

| S. No. | Particulars of Remuneration | Name of MD/WTD/Manager | | Total Amount (Rupees) |
|--------|---|----------------------------|----------------------------|-----------------------|
| | | Jatinder Pal Singh | Harinder Kaur | |
| | Name | Jatinder Pal Singh | Harinder Kaur | |
| | Designation | Whole Time Director | Whole Time Director | |
| 1 | Gross salary | 1,110,000 | 1,050,000 | 2,160,000 |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | | | |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | | | |
| | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961 | | | |
| 2 | Stock Option | | | |
| 3 | Sweat Equity | | | |
| 4 | Commission | | | |
| | - as % of profit | | | |
| | - others, specify | | | |
| 5 | Others, please specify | | | |
| | Total (A) | 1,110,000 | 1,050,000 | 2,160,000 |
| | Ceiling as per the Act | | | |

B. Remuneration to other Directors

| S. No. | Particulars of Remuneration | Name of Directors | | Total Amount (Rupees) |
|--------|--|----------------------|----------------------------|-----------------------|
| 1 | Independent Directors | Arvinder Kaur | Puneet Singh Taneja | |
| | Fee for attending board committee meetings | | | NIL |
| | Commission | | | |
| | Others, please specify | | | |
| | Total (1) | | | |
| 2 | Other Non-Executive Directors | | | |
| | Fee for attending board committee meetings | | | |
| | Commission | | | |
| | Others, please specify | | | |
| | Total (2) | | | |
| | Total (B)=(1+2) | | | |
| | Total Managerial Remuneration | | | |
| | Overall Ceiling as per the Act | | | |

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

| S. No. | Particulars of Remuneration | Name of Key Managerial Personnel | | Total Amount (Rupees) |
|--------|---|----------------------------------|--|-----------------------|
| | Name | Sukhdev Singh | Manisha Chauhan (appointed w.e.f. 07.09.2020 & resigned w.e.f. 30.01.2021) | |
| | Designation | CFO | CS | |
| 1 | Gross salary | 649,484 | 74,705 | 724,189.00 |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | | | |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | | | |
| | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961 | | | |
| 2 | Stock Option | | | |
| 3 | Sweat Equity | | | |
| 4 | Commission | | | |
| | - as % of profit | | | |
| | - others, specify | | | |
| 5 | Others, please specify | | | |
| | Total | 649,484 | 74,705 | 724,189.00 |

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

| Type | Section of the Companies Act | Brief Description | Details of Penalty / Punishment/ Compounding fees imposed | Authority [RD / NCLT/ COURT] | Appeal made, if any (give Details) |
|-----------|----------------------------------|-------------------|---|------------------------------|------------------------------------|
| A | COMPANY | | | | |
| | Penalty | | | | |
| | Punishment | | | | |
| | Compounding | | | Nil | |
| B. | DIRECTORS | | | | |
| | Penalty | | | | |
| | Punishment | | | | |
| | Compounding | | | | |
| C. | OTHER OFFICERS IN DEFAULT | | | | |
| | Penalty | | | | |
| | Punishment | | | | |
| | Compounding | | | | |

**For and on Behalf of the Board of Directors
For Parmeshwari Silk Mills Limited**

Jatinder Pal Singh
Whole Time Director
DIN:01661864

Harinder Kaur
Whole Time Director
DIN: 08407151

Date: 02.09.2021
Place: Ludhiana

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDING 31ST MARCH, 2021

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

To
The Members,
M/s Parmeshwari Silk Mills Limited
Village Bajra, Rahon Road,
Ludhiana, Punjab

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s Parmeshwari Silk Mills Limited** (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 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 1st April, 2020 to 31st March, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent in the manner and subject to the reporting made hereinafter:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by **M/s Parmeshwari Silk Mills Limited** ("The Company") for the financial year ended on **31st March, 2021** 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, 2018; (**Not Applicable as the Company has not issued further capital during the financial year under review**)
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (**Not Applicable as the Company has not issued any shares/options to directors/ employees under the said guidelines/regulations during the year under review**)
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (**Not Applicable as the Company has not issued Debt Securities during the Audit Period under review**)

- (f) 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; **(Not Applicable as the Company is not registered as Registrar to Issue and Share Transfer Agent during the financial Year under review)**
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit period as there was no event in this regard)**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018. **(Not applicable as the Company has not bought back/proposed to buy-back any of its securities during the financial year under review)**
- VI. Textiles (Development and Regulation) Order, 2001.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI).
- (ii) The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I Report that during the period under review, the Company has complied with the provisions of The Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

2. I further report that

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Independent Directors including woman director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notices are given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were also 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.
- All decisions at Board Meetings and Committee Meetings have been carried out unanimously as recorded in the minutes of the meetings of Board of Directors and Committee of the Board, as case may be.

I further report that based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For P S Bathla & Associates

Parminder Singh Bathla
Company Secretary
FCS No. 4391
C.P No. 2585

Place: Ludhiana
Date: 2nd September, 2021
UDIN:F004391C000881454

SCO-6, Feroze Gandhi Market, Ludhiana

Note: This Report is to be read with my Letter of even date which is annexed as Annexure A and forms an integral part of this report.

'Annexure A'

To
The Members,
M/s Parmeshwari Silk Mills Limited
Village Bajra, Rahon Road,
Ludhiana, Punjab

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

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

For P S Bathla & Associates

Parminder Singh Bathla
Company Secretary
FCS No. 4391
C.P No. 2585

Place: Ludhiana
Date: 2ndSeptember, 2021
UDIN:F004391C000881454

SCO-6, Feroze Gandhi Market, Ludhiana

FORM NO. AOC-2

Annexure-C

(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 arms length transactions under third proviso thereto

| 1 Details of contracts or arrangements or transactions not at Arm's Length basis | | |
|--|--|--------------------------------|
| a) | Name(s) of the related party and nature of relationship | NA |
| b) | Nature of contracts/arrangements/ transactions | NA |
| c) | Duration of the contracts/ arrangements/ transactions | NA |
| d) | Salient terms of the contracts or arrangements or transactions including the value, if any | NA |
| e) | Justification for entering into such contracts or arrangements or transactions. | NA |
| f) | Date(s) of approval by the Board | NA |
| g) | Amount paid as advances, if any | NA |
| h) | Date on which the special resolution was passed in General Meeting as required under first proviso to section 188. | NA |
| 2 Detail of material contracts or arrangement or transactions at Arm's Length basis | | |
| a) | Name(s) of the related party and nature of relationship | As per Separate sheet attached |
| b) | Nature of contracts/arrangements /transactions | |
| c) | Duration of the contracts/arrangements/ transactions | Yearly |
| d) | Salient terms of the contracts or arrangements or transactions including the value, if any: | As per Separate sheet attached |
| e) | Date(s) of approval by the Board, if any | During the Financial Year |
| f) | Amount paid as advances, if any | As per Separate sheet attached |

**For and on behalf of the Board
For Parmeshwari Silk Mills Limited**

Date: 02.09.2021
Place: Ludhiana

Jatinder Pal Singh
Whole Time Director
DIN:01661864

Harinder Kaur
Whole Time Director
DIN: 08407151

TRANSACTIONS WITH THE RELATED PARTIES

| PARTICULARS | NATURE OF TRANSACTION | AMOUNT | RELATION |
|---------------------------|-----------------------|-----------|--|
| ASEES TEXTILES | SALE | 103471524 | SON OF DIRECTOR IS PROPREITOR |
| ASEES TEXTILES | PURCHASE | 3990039 | SON OF DIRECTOR IS PROPREITOR |
| RAMTEX INDIA | SALE | 145322476 | SON OF DIRECTOR IS PROPREITOR |
| RAMTEX EXPORT | JOB WORK | 5503438 | DIRECTOR IS A PARTNER |
| RAMTEX | SALE | 16485907 | DIRECTOR IS PROP. IN HUF CAPACITY |
| JAIMAL SINGH SATNAM SINGH | SALE | 263990 | BROTHER OF DIRECTOR IS PROPREITOR |
| KANWARDEEP KAUR | SALARY | 120406 | DAUGHTER OF DIRECTOR |
| HARINDER KAUR | SALARY | 1050000 | DIRECTOR |
| JATINDER PAL SINGH | SALARY | 1110000 | DIRECTOR |
| KULJEET KAUR | SALARY | 950000 | WIFE OF DIRECTOR |
| DIPNEET KAUR | SALARY | 1050000 | DAUGHTER OF DIRECTOR |
| ASEES SINGH | SALARY | 400000 | SON OF DIRECTOR |
| RAMTEX HUF | INTEREST | 1647608 | DIRECTOR IS PROP. OF THE FIRM AS KARTA |
| RAMTEX EXPORT | INTEREST | 443807 | DIRECTOR IS A PARTNER |
| RAMTEX EXPORT | RENT REC | 141600 | DIRECTOR IS A PARTNER |
| RAMTEX INDIA | RENT REC | 141706 | SON OF DIRECTOR IS PROPREITOR |
| JATINDER PAL SINGH | LOAN TAKEN | 465000 | DIRECTOR |
| JATINDER PAL SINGH | LOAN REPAYED | 271279 | DIRECTOR |
| KULEET KAUR | LOAN TAKEN | 578000 | WIFE OF DIRECTOR |
| KULEET KAUR | LOAN REPAYED | 143905 | WIFE OF DIRECTOR |
| ASEES SINGH | LOAN TAKEN | 21000 | SON OF DIRECTOR |
| ASEES SINGH | LOAN REPAYED | 24595.50 | SON OF DIRECTOR |
| DIPNEET KAUR | LOAN TAKEN | 578000 | DAUGHTER OF DIRECTOR |
| DIPNEET KAUR | LOAN REPAYED | 95495 | DAUGHTER OF DIRECTOR |
| KANWARDEEP KAUR | LOAN REPAYED | 21795 | DAUGHTER OF DIRECTOR |
| RAMTEX HUF | LOAN TAKEN | 22015000 | DIRECTOR IS PROP. OF THE FIRM AS KARTA |
| RAMTEX HUF | LOAN REPAYED | 7063000 | DIRECTOR IS PROP. OF THE FIRM AS KARTA |
| RAMTEX EXPORT | LOAN REPAYED | 800000 | DIRECTOR IS A PARTNER |
| RAMTEX EXPORT | POWER | 522254 | DIRECTOR IS A PARTNER |
| RAMTEX INDIA | POWER | 1679461 | SON OF DIRECTOR IS PROPREITOR |
| ASEES SINGH | RENT PAID | 18000 | SON OF DIRECTOR |
| JATINDER PAL SINGH | RENT PAID | 60000 | DIRECTOR |

Corporate Social Responsibility (CSR)

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. A brief outline of the Company's 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
 - **Introduction:**
 - The vision and philosophy of Mr. Jatinder Pal Singh, the Head of Parmeshwari Silk Mills Limited, guide the Corporate Social Responsibility (CSR) activities of the group. He embodied the concept of trusteeship in business and common good, and laid the foundation for ethical, value-based and transparent functioning.
 - Parmeshwari Silk Mills Limited believes that the true and full measure of growth, success and progress lies beyond Balance Sheets or conventional economic indices. It is best reflected in the difference that business and industry make to the lives of people.
 - Through its social investments, the Parmeshwari Silk Mills Limited addresses the needs of communities residing in the vicinity of its facilities, taking sustainable initiatives in the areas of health, education, environment conservation, infrastructure and community development, and response to natural calamities. For society, however, Parmeshwari is more than a corporate identity. It is a catalyst for social empowerment. It is the reason behind the smiles that light up a million faces.
 - **Guiding Principles:**

The Parmeshwari group believes that social investments should:

 - **Educate for Self-Reliance and Growth:** To usher in a growth oriented society and thereby a very strong and prosperous nation-by educating each and every Indian.
 - **Promote Health:** The Company believes that good health is a prerequisite for both education and productivity.
 - **Target those who need it the most:** Care for the sections of the society that are socially and economically at the lowest rung irrespective of their religion or caste or language or colour.
 - **CSR policy:**

A detailed CSR policy was framed by the Company with approvals of the CSR Committee and Board. The policy, *inter alia*, covers the following:

 - Philosophy
 - Scope
 - List of CSR activities
 - Modalities of execution of projects/programmes
 - Implementation through CSR cell
 - Monitoring assessment of projects/programmes

CSR policy gives an overview of the projects or programmes which are proposed to be undertaken by the Company in the coming years.
2. The Composition of the CSR Committee: **Applicable** { The constitution of Corporate Social Responsibility Committee of the Company is constituted in line with the provisions of section 135 of the Companies Act, 2013 to be read with Rule 5 of The Companies (Corporate Social Responsibility Policy) Rules, 2014. }

| Sl.No | Name of Director | Designation/Nature of Directorship | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|-------|---------------------|------------------------------------|--|--|
| 1 | Jatinder Pal Singh | Chairperson | 4 | 4 |
| 2 | Arvinder Kaur | Member | 4 | 4 |
| 3 | Puneet Singh Taneja | Member | 4 | 4 |

- Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <https://www.parmeshwarisilkmills.com/code-of-conduct>
- Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). NA
- Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

| Sl. No. | Financial Year | Amount available for set-off from preceding financial years (in Rs) | Amount required to be set-off for the financial year, if any (in Rs) |
|---------|----------------|---|--|
| 1 | 2019-20 | 412,723.73 | |
| 2 | | | |
| 3 | | | |
| | Total | 412,723.73 | |

- Average net profit of the company as per section 135(5): **Rs. 17,99,90,961.21 / 3 = Rs. 5,99,96,987.07/-**
- (a) Two percent of average net profit of the company as per section 135(5): **Rs.11,99,939.74/-**
 (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **NIL**
 (c) Amount required to be set off for the financial year, if any: **Rs. 4,12,723.73/-**
 (d) Total CSR obligation for the financial year (7a+7b-7c): **Rs. 7,87,216.01/-**
- (a) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year. (inRs.) | Amount Unspent (in Rs.) | | | | |
|--|---|-------------------|--|---------|-------------------|
| | Total Amount transferred to Unspent CSR Account as per section 135(6)*. | | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5). | | |
| | Amount | Date of transfer. | Name of the Fund | Amount. | Date of transfer. |
| 6,74,400 | Nil | | Nil | | |

NOTE: *The unspent amount of CSR have been spent within one month from the closure of financial year 2020-21 against the ongoing projects.

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

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | (9) | (10) | (11) | |
|---------|---------------------------------|--|---------------------|--------------------------|-----------|-------------------|--|--|---|---|--|--------------------------|
| Sl. No. | Name of the Project. | Item from the list of activities in Schedule VII to the Act. | Local area (Yes/No) | Location of the project. | | Project duration. | Amount allocated for the project (in Rs.). | Amount spent in the current financial Year (in Rs.). | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.). | Mode of Implementation - Direct (Yes/No). | Mode of Implementation - Through Implementing Agency | |
| | | | | State. | District. | | | | | | Name | CSR Registration number. |
| 1. | Global Social India Foundation | Protection of National Heritage | Yes | Ludhiana, Punjab | | | | 4,00,000 | - | Yes | | |
| 2. | Sight Savers | Promoting Healthcare including preventive healthcare | Yes | Ludhiana, Punjab | | | | 30,000 | - | Yes | | |
| 3. | Kaligidhar Society | Promoting Education | Yes | Ludhiana, Punjab | | | | 54,400 | - | Yes | | |
| 4. | Educate Punjab Project | Promoting Education | Yes | Ludhiana, Punjab | | | | 1,80,000 | - | Yes | | |
| 5. | Ek Jot Viklang Bachon Ka School | Promoting Education | Yes | Ludhiana, Punjab | | | | 10,000 | - | Yes | | |
| | Total | | | | | | | 6,74,400 | | | | |

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

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | |
|---------|---------------------|--|-----------------------|--------------------------|-----------|--|---|---|--------------------------|
| Sl. No. | Name of the Project | Item from the list of activities in schedule VII to the Act. | Local area (Yes/ No). | Location of the project. | | Amount spent for the project (in Rs.). | Mode of implementation - Direct (Yes/No). | Mode of implementation - Through implementing agency. | |
| | | | | State. | District. | | | Name | CSR Registration number. |
| 1. | | | | | | | | | |
| 2. | | | | | | | | | |
| 3. | | | | | | | | | |
| Total | | | | | | | | | |

(d) Amount spent in Administrative Overheads **Nil**

(e) Amount spent on Impact Assessment, if applicable **Nil**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): 6,77,400.00/-

(g) Excess amount for set off, if any

| Sl. No. | Particular | Amount (in Rs.) |
|---------|---|-----------------|
| (i) | Two percent of average net profit of the company as per section 135(5) | 11,99,939.74 |
| (ii) | Total amount spent for the Financial Year* | 6,77,400.00 |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | - Nil |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | - Nil |
| (v) | Amount available for set off in succeeding financial years [(iii)-(iv)] | - Nil |

NOTE: *The unspent amount of CSR have been spent within one month from the closure of financial year 2020-21 against the ongoing projects.

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

| Sl. No. | Preceding Financial Year. | Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.) | Amount spent in the reporting Financial Year (in Rs.). | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. | | | Amount remaining to be spent in succeeding financial years. (inRs.) |
|---------|---------------------------|--|--|--|-----------------|-------------------|---|
| | | | | Name of the Fund | Amount (in Rs). | Date of transfer. | |
| 1. | NA | | | | | | |
| 2. | | | | | | | |
| 3. | | | | | | | |
| | Total | | | | | | |

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

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

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

(Asset-Wise details).

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

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

Company has spent the Unspent amount in the ongoing Projects in the months subsequent to March 31,2021 as per details given under :

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | (9) | (10) | (11) | |
|---------|--------------------------|--|---------------------|-----------|-----------|-------------------|--|--|---|---|--|--------------------------|
| Sl. No. | Name of the Project. | Item from the list of activities in Schedule VII to the Act. | Local area (Yes/No) | State. | District. | Project duration. | Amount allocated for the project (in Rs.). | Amount spent in the current financial Year (in Rs.). | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.). | Mode of Implementation - Direct (Yes/No). | Mode of Implementation - Through Implementing Agency | |
| | | | | | | | | | | | Name | CSR Registration number. |
| 1. | Vaccination Fund, Punjab | Health | Yes | Ludhiana, | Punjab | | | 86000 | - | Yes | | |
| 2. | Christan Medical College | Health | Yes | Ludhiana, | Punjab | | | 5,00,000 | - | Yes | | |
| | Total | | | | | | | 5,86,000 | | | | |

Harinder Kaur
DIN: 08407151
(Wholetime Director).

Jatinder Pal Singh
DIN: 01661864
(Chairman CSR Committee & Wholetime Director).

PARTICULARS OF EMPLOYEES

Annexure-D

A. Statement showing details of top ten employees in terms of remuneration drawn as required under Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial personnel) Rules 2014

| Sr. No. | Name of Employee | Designation of Employee | Remuneration received (Amount in Rs.) | Nature of employment, whether contractual or otherwise | Qualifications and experience of the employee | Date of commencement of employment | Age of Employees | The last employment held by such employee before joining the company | The percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule(2) above | Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager |
|---------|--------------------|-------------------------|---------------------------------------|--|---|------------------------------------|------------------|--|---|---|
| 1 | Jatinder Pal Singh | Whole Time Director | 1110000 | On Roll | Graduate 29 years approx. | 08.01.1993 | 64 | Nil | 13.86 | - |
| 2 | Harinder Kaur | Whole Time Director | 1050000 | On Roll | Graduate 2.5 years approx. | 01.09.2015 | 27 | No | - | - |
| 3 | Dipneet Kaur | Manager | 1050000 | On Roll | Graduate 11 years | 01.09.2010 | 38 | No | 6.71 | - |
| 4 | Ravinder Singh | Manager-Production | 1105000 | On Roll | Graduate 13 years approx. | 01.04.2008 | 40 | No | 3.00 | - |
| 5 | Maninder Singh | Sales Executive | 1050000 | On Roll | XII 6.5 years approx.. | 01.02.2015 | 68 | No | - | - |
| 6 | Ranbir Singh | Sales Executive | 900000 | On Roll | B.Tech 7 years approx. | 01.06.2014 | 35 | No | - | - |
| 7 | Jugaad Singh | Sales Executive | 1050000 | On Roll | Graduate 2.5 years approx | 01.01.2018 | 22 | No | - | - |
| 8 | Asees Kaur | Designer | 1059760 | On Roll | Post Graduate 9 years approx. | 01.04.2012 | 35 | Nil | - | - |
| 9 | Jatindera Singh | Printing Master | 1235000 | On Roll | B.Tech-Textile 2.5 years approx. | 01.02.2019 | 50 | Nil | - | - |
| 10 | Sukhdev Singh | CFO | 649484 | On Roll | Graduate 26 years approx. | 24.04.1995 | 60 | Nil | - | - |

B. No employee of the Company has drawn remuneration aggregating to Rs. 1.02 Cr per annum during the year under report.

CORPORATE GOVERNANCE REPORT

The Board of Directors present the Company's Report on Corporate Governance pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as amended for the year ended March 31, 2021.

Corporate Governance is about promoting fairness, transparency, accountability, commitment to values, ethical business conduct and about considering all stakeholders' interest while conducting business. In accordance with the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto, (the 'SEBI Listing Regulations'), given below are the corporate governance policies and practices of Parmeshwari Silk Mills Limited (the 'Company' or 'Parmeshwari') for FY2020-21.

I. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Your Company is committed to practice good Corporate Governance in all its activities and processes. The Directors' endeavor is to create an environment of fairness, equity and transparency with the underlying objective of securing long-term shareholder value, while, at the same time, respecting the rights of all stakeholders.

At Company the governance framework is based on the following principles:

- Transparency of policies including disclosures that affect dealings of stakeholders with Company, timely disclosure of material, operational and financial information;
- Accountability and responsibility of the management as the Company pursues profitable growth;
- Continuous and on-going focus on training, development and integration of employees across all levels to achieve Company's objectives.

The Company adheres to the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 (hereinafter referred to as SEBI (LODR) Regulations, 2015 or SEBI Regulations) and your management is taking all possible steps to fulfill its commitment in a judicious, fair and transparent manner.

II. BOARD OF DIRECTORS

Keeping with the commitment to the principle of integrity and transparency in business operations for good corporate governance, the Company's policy is to have an appropriate blend of independent and non-independent directors to maintain the independence of the Board and to separate the Board functions of governance and management.

A. Composition & Category of the Board of Directors and attendance of each director at the meeting of the board of directors and the last annual general meeting

As on 31st March 2021, there were 4 Directors comprising Two (2) Executive Directors and Two (2) Non-Executive Independent Directors.

As on 31st March, 2021, the composition of Board of Directors is in conformity with Regulation 17 of SEBI Regulations, 2015 and the provisions of Companies Act, 2013. None of the Non-Executive Directors are responsible for the day to day affairs of the Company.

Category and attendance of each of the Directors at the Board Meetings held during 2020 -21 and the last Annual General Meeting is given below:

| S. No. | Name | Category | Number of Board Meetings held during the year 2020-2021 | | Whether attended last AGM for FY 2019-20 | No. of Membership/ Chairpersonship in mandatory Committees | |
|--------|---------------------|------------------------------------|---|----------|--|--|------------|
| | | | Held | Attended | | Chairpersonship | Membership |
| 1. | Jatinder Pal Singh | Whole Time Director (Executive) | 13 | 13 | Yes | 1 | 2 |
| 2. | Arvinder Kaur | Non-Executive Independent Director | 13 | 13 | Yes | 2 | 1 |
| 3. | Puneet Singh Taneja | Non-Executive Independent Director | 13 | 13 | Yes | 0 | 3 |
| 4. | Harinder Kaur | Whole Time Director (Executive) | 13 | 13 | Yes | 0 | 0 |

Number of other Board of Directors or Committees in which a Director is a Member or Chairperson as on 31.03.2021 (including the Company)

| Sr. No. | Name of director | Directorships | | | Committee positions in listed and unlisted public limited companies | |
|---------|---------------------|----------------------------|--------------------------------------|------------------------------|---|----------------|
| | | In equity listed companies | In unlisted public limited companies | In private limited companies | As member (including as chairperson) | As chairperson |
| 1. | Jatinder Pal Singh | 1 | Nil | 1 | 2 | 0 |
| 2. | Arvinder Kaur | 1 | Nil | Nil | 2 | 2 |
| 3. | Puneet Singh Taneja | 1 | Nil | Nil | 2 | 0 |
| 4. | Harinder Kaur | 1 | Nil | Nil | 0 | 0 |

- I) None of the director holds office as a director, including as an alternate director, in more than twenty companies at the same time. None of them has directorships in more than ten public companies. For reckoning the limit of public companies, directorships of private companies that are either holding or subsidiary company of a public company are included and directorships in dormant companies are excluded. For the purpose of reckoning the directorships in listed companies, only equity listed companies have been considered.
- II) As per declarations received, none of the directors serve as an independent director in more than seven equity listed companies or in more than three equity listed companies in case he/she is a whole-time director in any listed company.
- III) None of the directors was a member in more than ten committees, nor a chairperson in more than five committees across all public companies in which he/she was a director.

Directorship in equity listed companies and Name of equity listed entities where directors of the Company held directorships as on 31st March 2021 (including the Company)

| Sr. No. | Name of Director | Listed Entity | Category |
|---------|---------------------|-----------------------------|----------------------|
| 1. | Jatinder Pal Singh | Parmeshwari Silk Mills Ltd. | Executive Director |
| 2. | Arvinder Kaur | Parmeshwari Silk Mills Ltd. | Independent Director |
| 3. | Puneet Singh Taneja | Parmeshwari Silk Mills Ltd. | Independent Director |
| 4. | Harinder Kaur | Parmeshwari Silk Mills Ltd. | Executive Director |

Disclosure of relationships between Directors inter-se

None of the present Directors are “Relative” of each other as defined in Section 2 (77) of Companies Act, 2013 and Rule 4 of the companies (Specification of definitions details) Rules, 2014.

Number of meetings of the Board of Directors held and dates on which held

During the period, the Board of Directors of your Company met 13 (Thirteen) times. The Board Meetings were convened on 02.06.2020, 16.07.2020, 29.07.2020, 04.08.2020, 25.08.2020, 07.09.2020, 23.09.2020, 06.11.2020, 28.11.2020, 19.12.2020, 30.01.2021, 10.02.2021, 06.03.2021. The gap requirement of 120 days between two meetings, have been complied with. The necessary quorum was present for all the meetings.

Orderly succession to Board and Senior Management

The framework of succession planning for appointment of Board/Management is already passed by the Board. In addition, changes in the Senior Management and their responsibilities are updated to the Board from time to time.

Letters of appointment of Independent Directors

The company issued formal letters of appointment to Independent Directors in the manner as provided in the Companies Act, 2013.

The company has also formulated a policy to familiarize the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company, etc., through various programmes.

B. Non-Executive Directors Compensation and Disclosures

The Company does not have any pecuniary relationship with any Non-Executive Directors. No remuneration was given to any of the Non-Executive Director during the financial year 2020-21.

C. Familiarization Program for Directors

The company has also formulated a policy to familiarize the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company, etc., through various programs.

The Company has Familiarization Program Module (“the Program”) for Independent Directors (“ID”) of the Company. As per the requirement regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the company is required to familiarize the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company, etc., through this programme.

D. Skill/Expertise/Competence of the Board of Directors

The Board & NRC has identified the following core skills, expertise and competencies for the effective functioning of the Company which is currently available with the Board:

a) Finance & Accounting Competence

(Exposure in handling financial management of a large organization along with understanding financial statements)

- b) Leadership quality in running large enterprise
(Expertise in leading well-governed large organization with an understanding of organizational structure and its environment, risk management and emerging local & global trends)
- c) Understanding use of latest technology in textile sector:
(Understanding the use of latest technology across textile sector and ability to anticipate technology driven changes and disruption impacting the business)
- d) Expertise in understanding of changing regulatory framework
(Expertise in handling large public companies with high governance standard and understanding of changing regulatory framework)
- e) Exposure in setting the Business Strategies
(Ability to build up long term business strategies to bring growth in business consistently, profitability, competitively and in a sustainable manner in a diverse business environments and changing economic conditions)

| Skill Description | Jatinder Pal Singh | Arvinder Kaur | Puneet Singh Taneja | Harinder Kaur |
|---|--------------------|---------------|---------------------|---------------|
| Finance & Accounting Competence | Yes | Yes | Yes | Yes |
| Leadership quality in running large enterprise | Yes | Yes | Yes | Yes |
| Understanding use of latest technology in textile sector | Yes | - | - | Yes |
| Expertise in understanding of changing regulatory framework | Yes | - | Yes | Yes |
| Exposure in setting the Business Strategies | Yes | Yes | Yes | Yes |

- E.** The company is engaged to carry on the business, as per its memorandum of Association of the company which is spinning of all kinds of yarn, spun, filament yarn and any kind of blends and weaving of all kinds of yarn, spun and filament yarn and also to carry on the business of knitters, Combers, Manufacturers, Producers, Processors, Importers, Exporters, Buyers, Sellers of and Dealers in all kinds of yarn, fibres and cloth whether synthetic, artificial or natural, Cotton, Wool Worsted, shoddy, Silk, Jute, Hemp, Lines, Viscose, Rayon, Artificial Silk, Nylon, Polyester, Acrylic, Polypropylene, Polynosic or any other Synthetic Fibre or Yarn or Fibrous materials, Textiles substances, Allied Products, waste products and substitutes for all or any of them.
- F.** In the opinion of the Board the independent directors fulfill the conditions specified in the SEBI (Listing Obligations and Disclosure Requirements), 2015 and are independent of the management.
- G.** During the year, none of the Independent Director has resigned from the post of directorship pursuant to Regulation 17 (1A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

III. COMMITTEES OF THE BOARD

The terms of reference of Board Committees are determined by the Board from time to time. Presently the Company has **Audit Committee, Nomination & Remuneration Committee, Stakeholders Relationship Committee & CSR Committee**. All the decisions pertaining to the constitution of the Committees, appointment of members, and fixing of terms of reference for committee members are taken by the Board of Directors. Details on the role and composition of these committees, including the number of meetings held during the financial year and the related attendance, are provided below:

A. Audit Committee

- i. The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI Regulations, 2015 read with Section 177 of Companies Act, 2013.
- ii. The term of reference of the Audit Committee is as per Part C of Schedule II of the SEBI (LODR) Regulations, 2015 and provisions of Companies Act 2013.
- iii. The Audit Committee invites such of the executives, as it considers appropriate (particularly the head of the finance function), representatives of the statutory auditors and representatives of the internal auditors to be present at its meetings.
- iv. The previous Annual General Meeting (AGM) of the Company was held on 24th Day of December, 2020 and was attended by Ms. Arvinder Kaur, Chairperson of the Audit Committee.
- v. The composition of the Audit Committee and the details of meetings attended by its members are given below:

| S.No. | Name | Category | No. of Committee Meetings held | No. of Committee Meetings Attended |
|-------|-------------------------|-------------|--------------------------------|------------------------------------|
| 1. | Ms. Arvinder Kaur | Chairperson | 4 | 4 |
| 2. | Mr. Puneet Singh Taneja | Member | 4 | 4 |
| 3. | Mr. Jatinder Pal Singh | Member | 4 | 4 |

- vi. 4 Audit Committee meetings were held during the year 2020-21 on 16.07.2020, 04.08.2020, 06.11.2020 and 10.02.2021.
- vii. The necessary quorum was present for all the meetings.
- viii. The role of the **audit committee** includes the following:
 1. Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
 2. Recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
 3. Approval of payment to statutory auditors for any other services rendered by the statutory auditor;
 4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a. matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - b. changes, if any, in accounting policies and practices and reasons for the same;
 - c. major accounting entries involving estimates based on the exercise of judgment by management;
 - d. significant adjustments made in the financial statements arising out of audit findings;
 - e. compliance with listing and other legal requirements relating to financial statements;
 - f. disclosure of any related party transactions;
 - g. modified opinion(s) in the draft audit report;
 5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
 6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other

than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency, monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;

7. Reviewing and monitoring the auditor's independence & performance, and effectiveness of audit process;
 8. Approval or any subsequent modification of transactions of the listed entity with related parties;
 9. Scrutiny of inter-corporate loans and investments;
 10. Valuation of undertakings or assets of the listed entity, wherever it is necessary;
 11. Evaluation of internal financial controls and risk management systems;
 12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
 13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
 14. Discussion with internal auditors of any significant findings and follow up thereon;
 15. Reviewing the findings of any internal investigation by the internal auditors in matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
 16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
 17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
 18. To review the functioning of the whistle blower mechanism;
 19. Approval of appointment of chief financial officer after assessing the qualification, experience and background, etc. of the candidate;
 20. Carrying out any other function as is mentioned in the terms of reference of the audit committee.
- ix.** The audit committee shall **mandatorily** review the following information:
1. Management discussion and analysis of financial condition and results of operations;
 2. Statement of significant related party transactions (as defined by the audit committee), submitted by the management;
 3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
 4. Internal audit reports relating to internal control weaknesses; and
 5. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
 6. Statement of deviations:
 - a) Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
 - b) Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7).
- x. Audit & other duties**
1. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.

2. Discussion with internal auditors of any significant findings and follow up there on.
3. Review and recommend to the Board the appointment/re-appointment of the Statutory Auditors and Internal Auditors considering their independence and effectiveness and their replacement and removal.
4. To recommend to the Board the remuneration of the Statutory Auditors and internal auditors.
5. To grant approval for related party transactions which are in the ordinary course of business and on an arm's length pricing basis and to review and approve such transactions subject to the approval of the Board.

B. Stakeholders Relationship Committee (erstwhile Shareholders' Grievance Committee)

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI LODR Regulations, 2015, the Board has constituted Stakeholders' Relationship Committee to specifically look into the mechanism of redressal of grievances of shareholders and other security holders. Headed by Ms. Arvinder Kaur, the Non-Executive Independent Director.

- i. The composition of the Stakeholders' Relationship Committee and the details of meetings attended by its members are given below:

| S.No. | Name | Category | No. of Committee Meetings held | No. of Committee Meetings Attended |
|-------|-------------------------|-------------|--------------------------------|------------------------------------|
| 1. | Ms. Arvinder Kaur | Chairperson | 4 | 4 |
| 2. | Mr. Puneet Singh Taneja | Member | 4 | 4 |
| 3. | Mr. Jatinder Pal Singh | Member | 4 | 4 |

- ii. 4 Stakeholders' Relationship Committee meetings were held during the year 2020-21 on 16.07.2020, 04.08.2020, 06.11.2020 and 10.02.2021.

- iii. The necessary quorum was present for all the meetings.

iv. Functions and Terms of Reference:

The Committee considers and resolves the grievances of the security holders of the listed entity including complaints related to transfer of shares, non-receipt of annual report and non-receipt of declared dividends.

The functioning and broad terms of reference of the Stakeholders' Relationship Committee of the Company are as under:

- a) To consider and resolve the grievance of security holders of the Company.
- b) To review important circulars issued by SEBI /Stock Exchanges
- c) To take note of compliance of Corporate Governance during the quarter/year.
- d) To approve request for share transfer and transmissions.
- e) To approve request pertaining to demat of shares/sub-division/consolidation/issue of renewed/duplicate share certificate etc.

v. Name, designation and address of Compliance Officer:

| | |
|-------------|--|
| Name | Mr. Jatinder Pal Singh |
| Designation | Wholetime Director & Compliance Officer |
| Address | Village Bajra, Rahon Road, Ludhiana 141003 |

vi. Details of investor complaints received and redressed during the year 2020-21 are as follows:

| No. of Complaints pending as on 01.04.2020 | No. of Complaints received during the year 2020-21 | No. of Complaints resolved during the year | No. of Complaints not resolved during the year to the satisfaction of shareholders | No. of Complaints pending as on 31.03.2021 |
|--|--|--|--|--|
| Nil | Nil | NA | NA | NA |

C. Nomination & Remuneration Committee

i. Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (LODR) Regulations, 2015, the Board has not duly constituted the Nomination & Remuneration Committee due to exemption in Regulation 15 of the SEBI (LODR) Regulations, 2015. The composition of Nomination & Remuneration Committee is as follows:

| S.No. | Name | Category | No. of Committee Meetings held | No. of Committee Meetings Attended |
|-------|-------------------------|-------------|--------------------------------|------------------------------------|
| 1. | Ms. Arvinder Kaur | Chairperson | 2 | 2 |
| 2. | Mr. Puneet Singh Taneja | Member | 2 | 2 |
| 3. | Mr. Jatinder Pal Singh | Member | 2 | 2 |

ii. 2 Nomination & Remuneration committee meetings were held on 07.09.2020 & 28.11.2020.

iii. The terms of reference of the committee are as follows:

- a) Formulation of the criteria for determining qualification, positive attributes and independence of a director and to recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- b) Formulation of criteria for evaluation of performance of independent directors and the board of directors;
- c) Devising a policy on diversity of board of directors;
- d) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- e) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- f) The remuneration policy as adopted by the company envisages the payment of remuneration according to qualification, experience and performance at different levels of the organization. The workers at the factory as well as those rendering clerical, administrative and professional services are suitably remunerated according to the industry norms.

iv. Performance Evaluation Criteria For Independent Directors:

Performance Evaluation Criteria of Board members including Independent Directors as approved by the Board provides:

- a) Each of the director(s) are required to assign the rating on different parameters for the evaluation of board, independent director(s) and committees of the Board of Directors and has to submit the same to the Nomination & Remuneration Committee.
- b) The rating is to be assigned on a scale of five for the purpose of evaluation of performance as under:

| Rating Scale | Scale Performance |
|--------------|--------------------|
| 5 | Exceptionally Good |
| 4 | Good |
| 3 | Satisfactory |
| 2 | Needs Improvement |
| 1 | Unacceptable |

- c) The Nomination & Remuneration Committee shall receive the Evaluation Forms in sealed cover and summarize the results. The Chairperson of the Nomination & Remuneration Committee may have discussions with individual director where clarification or interpretation is required.
- d) The Chairperson of the NRC shall develop a report on the basis of evaluation rating received. The Committee shall review the result and submit its recommendation for the consideration of Board.
- e) The Board shall review the recommendations of the Nomination & Remuneration Committee and issue necessary directions.

D. Corporate Social Responsibility Committee

The constitution of Corporate Social Responsibility Committee of the Company is constituted in line with the provisions of section 135 of the Companies Act, 2013 to be read with Rule 5 of The Companies (Corporate Social Responsibility Policy) Rules, 2014. The Composition of the Committee is as under:

| S.No. | Name | Category | No. of Committee Meetings held | No. of Committee Meetings Attended |
|-------|---------------------|-------------|--------------------------------|------------------------------------|
| 1. | Jatinder Pal Singh | Chairperson | 4 | 4 |
| 2. | Arvinder Kaur | Member | 4 | 4 |
| 3. | Puneet Singh Taneja | Member | 4 | 4 |

- ii. 4 Corporate Social Responsibility Committee meetings were held on 16.07.2020, 04.08.2020, 06.11.2020 and 10.02.2021.

IV. Independent Directors' Meeting

The meeting of Independent Directors was held on 28th November, 2020.

The independent directors present elected Mr. Puneet Singh Taneja as Chairperson for the meeting. All independent directors were present at the meeting.

V. Remuneration of Directors

The remuneration payable to all Directors including Managing Director, if any is decided by the shareholders in the General Meeting. As per the Companies Act, 2013, the Board of Directors of the Company is empowered to determine the sitting fee payable to Independent Directors within the ceiling prescribed under the Companies Act, 2013.

None of the Independent Directors were paid any sitting fees during the financial year 2020-21.

Remuneration of Executive Directors for the financial year 2020-21

(Amount in 'Rupees)

| S. No. | Name of Director | Designation | Salary | Benefits | Performance Related Pay (PRP) for the year 2020-21 | Total |
|--------|--------------------|-------------|-----------|----------|--|-----------|
| 1. | Jatinder Pal Singh | WTD | 11,10,000 | - | - | 11,10,000 |
| 2. | Harinder Kaur | WTD | 10,50,000 | - | - | 10,50,000 |

The Company had not given any stock options during the year 2020-21.

Except as mentioned above, there was no pecuniary relationship or transaction with Non-Executive Directors vis-a-vis the Company during the financial year 2020-21.

VI. GENERAL BODY MEETING

a) Annual General Meeting

The details of last three Annual General Meetings (AGM) of shareholders held were as under:

| Financial Year | Date | Venue | Time | Whether any Special Resolution passed |
|----------------|--------------------|--|------------|---------------------------------------|
| 2017-18 | August, 27, 2018 | Village Bajra, Rahon Road, Ludhiana, Punjab-141007 | 10:00 A.M. | No |
| 2018-19 | September 30, 2019 | Village Bajra, Rahon Road, Ludhiana, Punjab-141007 | 03:00 P.M. | No |
| 2019-20 | December 24, 2020 | Village Bajra, Rahon Road, Ludhiana, Punjab-141007 | 04:00 P.M. | Yes |

b) No-Extraordinary General Meeting of Members was held during the year under review.

c) No Postal Ballot was conducted during the year under review.

VII. MEANS OF COMMUNICATION

Quarterly/ Half Yearly/ Annual Financial Results notice and advertisement are published in the newspapers viz. Business Standard (English Language) and (Punjabi language) regularly. The results are also displayed/uploaded on the Company's website www.parmeshwarisilkmills.com

VIII. GENERAL SHAREHOLDER INFORMATION

| S. No. | Particulars | Information |
|--------|--|--|
| 1 | Annual General Meeting: | 28th |
| | Date & Time | 30.09.2021, at 12:00 P.M. |
| | Venue | Village Bajra, Rahon Road, Ludhiana, Punjab-141007 |
| 2. | Financial year | April 1, 2020 to March 31, 2021 |
| 3. | Financial Calendar 2021-22 | |
| | Results for quarter/year ending : | |
| | (a) 30th June, 2021 | On 28th day of July, 2021 |

| | (Tentative Schedule) | |
|----|--------------------------|---|
| | (b) 30th September, 2021 | On or before 14th day of November, 2021 |
| | (c) 31st December, 2021 | On or before 14th day of February, 2022 |
| | (d) 31st March, 2022 | Before end of 30th day of May, 2022 |
| 4. | Book Closure | From 25.09.2021 to 30.09.2021 |
| 5. | Listed on | BSE Ltd. and CSE Ltd. |
| 6. | Dividend payment date | The Company has not recommended or paid any dividend during the financial year under review |
| 7. | Stock Code | BSE: 540467 and CSE: 026501 |

IX. NOMINATION

Individual shareholders holding shares singly or jointly in physical form can nominate a person in whose name the shares shall be transferred in the case of death of the registered shareholder(s). The prescribed nomination form (SH-13) will be sent by the Company upon such request and is also available on the Company's website at the link <https://www.parmeshwarisilkmills.com/investor-desk/sh-13-and-sh-14>

Nomination facility for shares held in electronic form is also available with depository participants.

X. VOTING THROUGH ELECTRONIC MEANS

Pursuant to section 108 of Act and the Rules made thereunder and provisions under SEBI Listing Regulations, every listed company is required to provide its members the facility to exercise their right to vote at general meetings by electronic means.

The Company has entered into an arrangement with CDSL, the authorised agency for this purpose, to facilitate such e-voting for its members.

The shareholders would therefore be able to exercise their voting rights on the items put up in the Notice of AGM through such e-voting method.

Shareholders who are attending the meeting and who have not already cast their votes by remote e-voting shall be able to exercise their right of voting at the meeting.

Cut-off date, as per the said Rules, is 24th September, 2021 and the remote e-voting shall be open for a period of 3 (three) days, from Monday, 27th September 2021 (9.00 a.m.) till Wednesday, 29th September, 2021 (5.00 p.m.).

The Board has appointed **M/s.P.S. Bathla & Associates**, Practicing Company Secretary, as Scrutinizer for the e-voting process.

Detailed procedure is given in the Notice of the 28th AGM and is also placed on the Company's website at www.parmeshwarisilkmills.com.

Shareholders may get in touch with the Compliance officer at psmltex@gmail.com for further assistance.

XI. DISCLOSURE

- a) During the financial year under review, the Company has entered into some material/immaterial transaction(s) with the related parties. All the contracts/arrangements/transactions entered into with related parties were on the arm's length basis, which were intended to further Company's Interest. Accordingly, the disclosure of Related Party Transactions as required under section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is attached with the Directors' Report.
- b) There have been no instances of non-compliance with any of the legal provisions of law made by the Company nor any penalty or restrictions imposed by the stock exchange or SEBI or any other statutory authority on any matter related to the capital markets during the last 3 years.

- c) The Company has in place vigil mechanism and whistle blower policy under which employees can report any violation of applicable laws and regulations and the Code of Conduct of the Company. Vigil Mechanism of the Company provides adequate safeguards against victimization of persons who use such mechanism and no personnel have been denied access to the Audit Committee.
- d) The Company has complied with all the mandatory requirements of Listing Regulations except the following:
A whole time Company Secretary & Compliance Officer is not appointed after the resignation of Mr. Siddharth Tiwari with effect from March 3rd, 2020. Moreover, the Company has appointed Ms. Manisha Chauhan as Company Secretary & Compliance Officer w.e.f. 07.09.2020 which was in line with Section 203 of Companies Act, 2013.
- e) The Company does not have any Subsidiary Company. Therefore, policy for determining 'material' subsidiaries is not required to be framed.
- f) The Company has in place Policy for Related Party Transaction and the same is also placed on Company's website i.e. www.parmeshwarisilkmills.com. and web-link of the same is [http://www.parmeshwarisilkmills.com / wp-content/uploads/2018/01/Policy-on-Related-Party.pdf](http://www.parmeshwarisilkmills.com/wp-content/uploads/2018/01/Policy-on-Related-Party.pdf)
- g) Information pertaining to the disclosure of commodity price risks and commodity hedging activities is not applicable to the Company.
- h) The Company has not raised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A).
- i) A certificate from a Company Secretary in practice that none of the Directors on the Board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board, Ministry of Corporate Affairs or any such statutory authority, forms part of this report.
- j) There were no instances where the Board has not accepted any recommendation of any committee of the board which was mandatorily required during the financial year in concern.
- k) Total fees for all services paid by the listed entity to the statutory auditor and all entities in the network of the statutory auditor is Rs. 40,000/- .
- l) There were no complaints filed/pending/disposed of in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 during the financial year in concern.
- m) A Practicing Company Secretary has carried out Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd (CDSL) and the total issued and listed capital. The said Audit Report confirms that the total issued/paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

XII. The Company has duly complied with all the Corporate Governance requirements as specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

XIII. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT OF SUB-PARAS (2) TO (10)

It is to confirm that the Company has not incurred any non-compliance of any information contained in this Corporate Governance Report.

XIV. DISCLOSURE REGARDING SHARES IN SUSPENSE ACCOUNT

(a) Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: NIL

(b) Number of shareholders who approached issuer for transfer of shares from suspense account during the year: NIL

(c) Number of shareholders to whom shares were transferred from suspense account during the year: NIL

(d) aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: NIL

(e) that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares: NIL

XV. RISK MANAGEMENT

As per Regulation 21 of SEBI Regulations, 2015, the Company is not required to constitute Risk Management Committee.

XVI. INDEPENDENT DIRECTORS

The Board of the Company has been duly constituted with an optimum combination of Executive Directors, Non-Executive and Independent Directors. All the members are financially literate and possess sound knowledge of accounts, audit, finance, law, etc.

Presently, the Board of the Company comprises of following 2 (Two) Independent Directors as on 31.03.2021:

i) Ms. Arvinder Kaur

ii) Mr. Puneet Singh Taneja

Meeting of Independent Directors

As required by the Code of Independent Directors under the Companies Act, 2013 and the Listing Regulations, a meeting of the Independent Directors of the Company was convened during the year to oversee and review the performance of Non Independent Directors and of the Board as a whole.

XVII. MANAGEMENT DISCUSSION AND ANALYSIS

A separate chapter on Management Discussion and Analysis is given in this Annual Report.

XVIII. CEO/CFO CERTIFICATION

Mr. Sukhdev Singh, Chief Financial Officer, have furnished a certificate relating to financial statements and internal control systems as per the format prescribed under Regulation 17(8) of the SEBI (LODR) Regulations, 2015 and the Board took the same on record.

XIX. COMPLIANCE CERTIFICATION

Compliance Certificate for Corporate Governance obtained from Mr. P S Bathla, Company Secretary in Practice is annexed herewith.

XX. CODE OF CONDUCTS

Details of various policies and codes required to be framed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015 are given under the head "Investors" on the website of the company i.e. www.parmeshwarisilkmills.com

XXI. Market price data- high, low during each month of the financial year 2020-21:

The shares of the Company are not being traded currently. Therefore, market price data is not available for the financial year under review.

XXII. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2021:

| Shareholding of Nominal value of Rs. 10/- | No. of Shareholders | % of Shareholders | No. of Shares held | Amount | % to total |
|---|---------------------|-------------------|--------------------|-----------------|------------|
| Up to 500 | 631 | 89.00 | 54250 | 542500 | 1.81 |
| 501-1000 | 18 | 2.54 | 17880 | 178800 | 0.6 |
| 1001-2000 | 10 | 1.41 | 16100 | 161000 | 0.54 |
| 2001-3000 | 0 | 0 | 0 | 0 | 0 |
| 3001-4000 | 8 | 1.13 | 31450 | 314500 | 1.05 |
| 4001-5000 | 7 | 0.99 | 34600 | 346000 | 1.15 |
| 5001-10000 | 1 | 0.14 | 6000 | 60000 | 0.2 |
| 10001 & above | 34 | 4.80 | 2840820 | 28408200 | 94.66 |
| Total | 709 | 100 | 3001100 | 30011000 | 100 |

Categories of Equity shareholders as on March 31, 2021

| | Category | No. of Shares | % of Holding |
|-----------|--|----------------|---------------|
| 1. | Promoters Holding | | |
| | i. Promoters | | |
| | - -Indian Promoters | 1805695 | 60.17% |
| | - Foreign Promoters | - | - |
| | ii. -Persons acting in concert | - | - |
| | Sub Total | 1805695 | 60.17% |
| 2. | Non Promoters Holding | | |
| | i. Institutional Investor | - | - |
| | ii. Mutual Fund and UTI | - | - |
| | iii. Banks, Financial Institutions, Insurance Companies(Central/ State Govt. Institutions/ Non Govt. Institutions) | - | - |
| | iv. FII's | - | - |
| | Sub Total | - | - |
| 3. | Others | | |
| | i. Corporate Bodies | 300 | 0.01% |
| | ii. Indian Public | 1194355 | 39.80% |
| | iii. NRI's/OCB's | 0 | 0 |
| | iv. Any Other (HUF/Firm/Foreign Companies) Clearing Member | 750 | 0.02% |
| | Sub Total | 1195405 | 39.83% |
| | Grand Total | 3001100 | 100% |

XXIII. DEMATERIALIZATION OF SHARES AND LIQUIDITY

The shares of the Company are in the compulsory dematerialized segment and are available for trading with both the depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The Share Capital Audit Report regarding reconciliation of the total issued, listed and capital held by depositories in a dematerialized form with respect to the Equity Share Capital of the Company was obtained from the Practicing Company Secretary for each quarter during the year and submitted to the Stock Exchanges within the stipulated time.

Number of shares held in dematerialized and physical mode as on **31st March 2021**.

As per certificate Issued by Mr. P. S.Bathla, Company Secretary as on 31.03.2021.

| Particulars | Total Shares | % to Equity |
|---|----------------|---------------|
| Shares in dematerialized form with NSDL | 6500 | 0.18% |
| Shares in dematerialized form with CDSL | 2477475 | 68.73% |
| Physical | 517125 | 14.35% |
| Total | 3001100 | 83.26% |

ISIN of the Company : INE808R01012

The names and addresses of the depositories are as under:

- National Securities Depository Limited**
Trade World, A-Wing, 4th & 5th Floors,
Kamala Mills Compound,
SenapatiBapatMarg,
Lower Parel, Mumbai - 400 013
- Central Depository Services (India) Limited**
Marathon Futurex, A-Wing, 25th floor,
NM Joshi Marg, Lower Parel, Mumbai 400013

XXIV. Company Details:

Registered Office : Village Bajra, Rahon Road, Ludhiana, Punjab-141007
Plant Location : Same as Above
Address for communication : Same as Above

The phone numbers and e-mail addresses for communication are given below:

| Particulars | Telephone Number | Fax No. |
|--|------------------------|---------|
| Registered Office: Village Bajra, Rahon Road, Ludhiana, Punjab-141007 | +91-161-2691873 | - |
| Corporate Office: Same as Above | Same as Above | - |

As per Circular of the Securities & Exchange Board of India dated 22.01.2007, exclusive e-mail address for redressal of Investor Complaints is psmltex@gmail.com.

**On behalf of Board of Directors
For Parmeshwari Silk Mills Limited**

Date: 02.09.2021
Place: Ludhiana

Jatinder Pal Singh
Whole Time Director
DIN: 01661864

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

We submit herewith the “Management Discussion and Analysis Report” on the business of the Company as applicable to the extent relevant.

THE COVID-19 PANDEMIC AND LOCKDOWN

We are amidst unprecedented times. The COVID-19 pandemic has spread across the world — leading to well above 17.14 crores confirmed infections, over 3,576,887 deaths, enormous human suffering and a full stop on virtually all commercial and economic activities. Even India, apparently relatively fortunate up to now, has had 28,306,883 confirmed cases and 335,114 deaths as per COVID-19 Situation Report–120 of World Health Organisation (WHO) dated 1 June 2021. With lockdowns spreading across countries accounting for over 50% of the world’s gross domestic product (GDP), COVID-19 has caused disruptions on an unimaginable scale. Nobody really knows how long the pandemic will last and what will be its final toll on lives and livelihood. With the impact of this pandemic still to play out, the scenario of eerily empty high streets, shut factories and stores, and literally millions being rendered unemployed together point to a single outcome — extreme stress for the global economy of the kind not seen since the Great Depression.

In response, Governments across the world have unleashed massive fiscal measures to protect economic activity and dramatically strengthen health services and testing. Central banks, too, have initiated multiple monetary and regulatory measures. India, too, has initiated relief measures. The Government of India announced a slew of wide-ranging reforms across varied sectors amidst a comprehensive package aggregating Rs.20 lakh crore — or approximately 10% of nominal GDP — which covered among others (i) direct cash transfers and food security for vulnerable sections of society, (ii) collateral free loans and concessional credit to farmers and street vendors, (iii) enhancement of systemic liquidity by the Reserve Bank of India (RBI), (iv) special liquidity and partial credit guarantee scheme to provide liquidity to NBFCs, HFCs, MFIs and mutual funds, (v) 100% credit guarantee scheme for aggregate Rs. 3 lakh crore of emergency credit lines by banks and NBFCs to their MSME borrowers and (vi) subordinated debt and equity support to MSMEs. The Government has also initiated compliance relief measures across various regulatory requirements. The RBI has also initiated several measures like reduction in policy rates, monetary transmission, credit flows to the economy and providing relief on debt servicing.

ECONOMIC AND INDUSTRY OVERVIEW

INDIAN ECONOMY

India continues to be one of the fastest growing emerging economies in the world. A slowdown in the manufacturing sector has lately affected GDP growth – slightly below 5% in the current fiscal. An impending revival in demand, positive consumption pattern and rising disposable income, makes India the most sought after investment destinations. Already the fifth largest economy in the world, India is supposed to take its place among the world’s top three economic powers in the next 10-15 years.

The pandemic has undoubtedly affected India, but with the right economic stimulus and the gradual opening up of the lockdown the situation can be expected to improve. Interstate movement of goods is gradually picking up and retail financial transactions are showing a healthy trend.

TEXTILE INDUSTRY IN INDIA- STRUCTURE AND DEVELOPMENT

India’s textile sector is one of the oldest industries in Indian economy dating back several centuries. Even today, textiles sector is one of the largest contributors to India’s exports. The textile industry is also labor intensive and is one of the largest employer. The textile industry has two broad segments. First, the unorganized sector consists of handloom, handicrafts and sericulture, which are operated on a small scale and through traditional tools and methods. The second is the organized sector consisting of spinning, apparel and garments segment which apply modern machinery and techniques such as economies of scale.

India accounts for good percentage of the world’s production of textile fibres & yarns. Fabric production in the country rose to millions. The industry is the second largest employer after agriculture, providing employment to

over millions of people directly and indirectly. The Indian Textile Industry contributes a good percentage to India's Gross Domestic Product (GDP), and overall Index of Industrial Production (IIP).

The Indian Textiles Industry has an overwhelming presence in the economic life of the country. Apart from providing one of the basic necessities of life, the textiles industry also plays a vital role through its contribution to industrial output, employment generation, and the export earnings of the Country.

IMPACT OF COVID-19 PANDEMIC ON TEXTILE & APPAREL INDUSTRY:

The Indian textile and apparel industry has been adversely impacted in the short to mid-term due to lockdown and lower consumer spends. The sector is reeling under liquidity and cost pressure as well due to the unprecedented damage caused by COVID-19. Taking into account India's position as a preferred destination for sourcing textile and apparel products by leading brands worldwide, Indian garmenting sector is getting impacted with deferment and cancellation of orders.

The fag end of FY 2020-21 saw an unprecedented scenario unfold through the COVID-19 pandemic, which brought in its wake a nationwide lockdown imposed during last fortnight of March thereby affecting performance of our business. The Company has taken steps to ensure the health and safety of its employees and customers.

OPPORTUNITIES

The most significant change in the Indian textile industry has been the advent of man-made fibres (MMF). India has successfully placed its innovative range of MMF textiles in almost all the countries across the globe. The future outlook for the Indian textile industry looks promising, buoyed by both strong domestic consumption as well as export demand. With consumerism and disposable income on the rise, the retail sector has experienced a rapid growth in the past decade.

Opportunities available to the Company in the present scenario, which can be seized for the benefit of the Company and ultimately to the stakeholders, can be summarized as under:

1. The Government of India announced a slew of wide-ranging reforms across varied sectors amidst a comprehensive package aggregating Rs. 20 lakh crore — or approximately 10% of nominal (vi) subordinated debt and equity support to MSMEs.
2. In the Union budget, a good amount has been allocated to the Ministry of Textiles in order to support various schemes covering the textile industry.
3. Capacity built over years has led to low cost of production per unit in India's textile industry; this has lent a strong competitive advantage to the country's textile exporters relative to key global peers.
4. India's growing population has been a key driver of textile consumption growth in the country.
5. Urbanization is expected to support higher growth due to change in fashion & trends.

THREATS

Based on review of the textile market situation and level of rivalry present in the domestic market, following threats might be present in the market, which can hinder growth of the revenue of the Company:

1. Global recession due to COVID-19 pandemic.
2. Working Capital and Liquidity Stress in the market.
3. Low demand in the market.
4. Significant presence of small suppliers has reduced the bargaining power.
5. Major clothing brands have better bargaining power over textile manufacturers, as the product differentiation is low and number of players is high and fragmented.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The financial statements have been prepared in accordance with the requirements of the Companies Act, 2013 and applicable accounting standards issued by the Institute of Chartered Accountants of India. The details of the financial performance of the Company are appearing in the Balance Sheet, Profit & Loss Accounts and other financial statements forming part of this annual report.

INTERNAL CONTROL SYSTEM

Given the magnitude and nature of its business, the Company has maintained sound and commercial practice with an effective internal control system. The system ensures that all transactions are authorized, recorded and reported correctly to safeguard the assets of the Company and protect them from any loss due to unauthorized use or disposition. The adequate internal information system is in place to ensure proper information flow for the decision-making process. The Company also has well established processes and clearly defined roles and responsibilities for people at various levels. The control mechanism also involves well documented policies, authorization guidelines commensurate with the level of responsibility and standard operating procedures specific to the respective businesses, adherence to which is strictly ensured. Internal audit is carried out frequently to create awareness and to take corrective actions on the respective units or areas, which need rectification. These reports are then reviewed by the management team and the Audit Committee for follow-up action.

HUMAN RESOURCE DEVELOPMENT

The Company regards its human resources as amongst its most valuable assets and proactively reviews policies and processes by creating a work environment that encourages initiative, provides challenges and opportunities and recognizes the performance and potential of its employees attracting and retaining the best manpower available by providing high degree of motivation.

Your Company believes in trust, transparency & teamwork to improve employees productivity at all levels.

CAUTIONARY STATEMENT

The management discussion and analysis report containing your Company's objectives, projections, estimates and expectation may constitute certain statements, which are forward looking within the meaning of applicable laws and regulations. The statements in this management discussion and analysis report could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operation include raw material availability and prices, cyclical demand and pricing in the Company's principal markets, changes in the governmental regulations, tax regimes, forex markets, economic developments within India and the countries with which the Company conducts business and other incidental factors.

**On behalf of the Board of Directors
For Parmeshwari Silk Mills Limited**

**Date:02.09.2021
Place: Ludhiana**

**Jatinder Pal Singh
Whole-Time Director
DIN:01661864**

CERTIFICATE FROM COMPANY SECRETARY IN PRACTICE

(Pursuant to Clause 10 of Part C of Schedule V of SEBI (LODR) Regulations, 2015)

To
The Members
M/s Parmeshwari Silk Mills Limited
Ludhiana

I have examined the relevant records of **M/s PARMESHWARI SILK MILLS LIMITED** for the purpose of certifying compliance of requirements in Clause 10(i) of Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the financial year ended 31st March, 2021.

In my opinion, to the best of my knowledge and belief, according to the explanations and information furnished to me and based on the written representation /declaration received from the Directors and taken on record by the Board of Directors, I certify that, none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Director of companies, by the SEBI / Ministry of Company Affairs or any such statutory authority.

**For P.S. Bathla & Associates
Company Secretaries**

**Place : Ludhiana
Dated: 2nd September, 2021
UDIN:F004391C000881531**

**P.S. Bathla
(Proprietor)
CP No. 2585**

CERTIFICATE OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER ON CORPORATE GOVERNANCE

The Board of Directors

M/s. PARMESHWARI SILK MILLS LIMITED

We have reviewed the financial statements and the cash flow statement of **PARMESHWARI SILK MILLS LIMITED** for the financial year 2020-21 and certify that:

- a) These statements to the best of our knowledge and belief:
 - I. Do not contain any materially untrue statements or omit any material facts or contain statements that might be misleading:
 - II. Present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, there are no transactions entered into by the Directors and Senior Management Personnel during the year, which are fraudulent, illegal or violate of the Company's Code of Conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of the internal control systems of the Company for such reporting. We have disclosed to the Auditors and the Audit Committee, deficiencies, if any, in the design or operation of such internal controls, of which we are aware of and the steps taken and/or proposed to be taken to rectify these deficiencies.
- d) We have also indicated to the Auditors and the Audit Committee.
 - (i) Significant changes in Internal Controls with respect to financial reporting during the year.
 - (ii) Significant changes in accounting policies during the Year and these have been disclosed in the notes to the financial statements.
- e) To the best of our knowledge and belief, there are no instances of significant fraud involving either the management or employees having a significant role in the Company's internal control systems with respect to financial reporting.

Place: Ludhiana
Dated: 16.07.2020

Sukhdev Singh
Chief Financial Officer

CERTIFICATE OF COMPLIANCE ON CONDITIONS OF CORPORATE GOVERNANCE

(In terms of Regulation 34(3) and Schedule V (E) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members,
Parmeshwari Silk Mills Limited

We have examined the report of Corporate Governance presented by the Board of Directors of **Parmeshwari Silk Mills Limited** for the year ended 31st March, 2021 as stipulated in Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule V of the same.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the company for ensuring compliance of the conditions of the corporate governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

In our opinion and according to the information and explanation given to us, the Company has taken required steps to comply with the conditions of corporate governance, to the extent applicable and as stipulated in the aforesaid SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.

We state that, no investor grievance is pending for the period exceeding one month against the Company as per records maintained by the Stakeholders' Relationship Committee together with the status of Investor Grievance as on SEBI SCORES Portal.

We further state that such compliance is neither any assurance as to future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For P.S. Bathla & Associates

Place : Ludhiana
Date: 2nd September, 2021
UDIN: F004391C000881553

Parminder Singh Bathla
Company Secretaries
FCS No. 4391
CP No. 2585
SCO-6, Feroze Gandhi Market
Ludhiana

DECLARATION FOR COMPLIANCE OF CODE OF CONDUCT

I, Jatinder Pal Singh, being Whole Time Director of the Company do hereby declare that all the Directors and Senior Management Personnel have affirmed compliance with the code of the conduct of the company for the financial year ended on March 31, 2021.

Date: 02.09.2021
Place: Ludhiana

Jatinder Pal Singh
Chairperson & Whole Time Director
DIN:01661864

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF
PARMESHWARI SILK MILLS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of PARMESHWARI SILK MILLS LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2021, 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into 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 thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards 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 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 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 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, 2021.
- 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

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books (and proper returns adequate for the purposes of our audit have been received from the branches not visited by us)
- c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
- 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 written representations received from the directors as on 31 March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- h) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
 - i. As Stated by the Company there is no pending litigations.
 - ii. There is no Long Term Contracts including derivative contracts.
 - iii. There were no amounts which required to be transferred, to the Investor Education and Protection Fund by the Company.

For Montek S and Associates
Chartered Accountants
FRN: 020247N

Montek Singh
Membership No 546517
Date: 28.06.2021
UDIN: 21546517AAAADU8317

Annexure to the Auditors' Report

The Annexure referred to in our report to the members of PARMESHWARI SILK MILLS LIMITED, the Company') for the year Ended on 31st March, 2021. We report that:

| S.No. | Particulars | Auditors Remark |
|-------|--|---|
| (i) | (a) whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets; | Yes |
| | (b) whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account; | Yes |
| | (c) whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof; | Yes |
| (ii) | whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account; | Yes |
| (iii) | whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. If so, | No |
| | (a) whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest; | N.A |
| | (b) whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular; | N.A |
| | (c) if the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest; | N.A |
| (iv) | in respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof. | Yes |
| (v) | in case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable, have been complied with? If not, the nature of such contraventions be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not? | N.A |
| (vi) | Whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained. | Yes, the company maintains Cost records |
| (vii) | (a) whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated; | Yes, There are no dues pending for more than six months |

| | | |
|--------|--|--------------------------|
| | (b) where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute). | There is no such amount. |
| (viii) | whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks financial institutions, and Government, lender wise details to be provided). | No |
| (ix) | Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported; | Yes |
| (x) | whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated; | No |
| (xi) | Whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same; | Yes |
| (xii) | whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability; | N.A |
| (xiii) | whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards; | Yes |
| (xiv) | Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance; | No |
| (xv) | Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with | No |
| (xvi) | Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained. | N.A |

For Montek S and Associates
Chartered Accountants
FRN: 020247N

Montek Singh
Membership No 546517
Date: 28.06.2021
UDIN: 21546517AAAADU8317

AUDITOR'S CERTIFICATE

(In terms of Regulation 34(3) and Schedule V (E) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

TO THE MEMBERS OF

PARMESHWARI SILK MILLS LIMITED

We have examined the compliance of conditions of Corporate Governance by **Parmeshwari Silk Mills Limited** for the year ended March 31, 2021 stipulated in Regulation 34(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the said Company with Stock Exchanges.

The Compliance of condition of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company to ensure Compliance with the condition of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has fully complied with all the mandatory conditions of Corporate Governance as stipulated in Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For Montek S and Associates
Chartered Accountants
FRN: 020247N

Montek Singh
Membership No 546517
Date: 28.06.2021
UDIN: 21546517AAAADU8317

BALANCE SHEET AS ON 31st MARCH, 2021

| Particulars | Refer Note No. | As at 31st March, 2021 In rupees | As at 31st March, 2020 In rupees |
|--|----------------|-------------------------------------|-------------------------------------|
| ASSETS | | | |
| Non current assets | | | |
| (a) Property, Plant and Equipment | 1 | 381081323.82 | 407499288.75 |
| (b) Capital Work in Progress | | - | - |
| (c) Investment Property | | - | - |
| (d) Goodwill | | - | - |
| (e) Other Intangible Assets | | - | - |
| (f) Intangible assets under development | | - | - |
| (g) Biological Assets other than bearer plants | | - | - |
| (h) Financials Assets- | | | |
| (i) Investments | | - | - |
| (ii) Trade Receivables | | - | - |
| (iii) Loans | 2 | 3897544.00 | 3897544.00 |
| (iv) Other(to be specified) | | - | - |
| (i) Deferred tax assets (net) | | - | - |
| (j) Other non-current assets | | - | - |
| Current Assets | | | |
| (a) Inventories | 3 | 440734337.00 | 389201675.00 |
| (b) Financials Assets | | | |
| (i) Investments | | - | - |
| (ii) Trade receivables | 4 | 435848941.61 | 465311243.73 |
| (iii) Cash and cash equivalents | 5 | 338889.79 | 976105.25 |
| (iv) Bank Balance other than (iii) above | 6 | 96154.43 | 1809370.99 |
| (v) Loans | 7 | 17106931.38 | 13428747.84 |
| (vi) Otheres (Deposits more than 12 months) | 8 | 959937.00 | 403948.00 |
| (c) Current tax Assets | | | |
| (d) Other current Assets | 9 | 39464187.51 | 37611216.60 |
| TOTAL ASSETS | | 1319528246.54 | 1320139140.16 |
| EQUITY AND LIABILITES | | | |
| Equity- | | | |
| (a) Equity Share Capital | 10 | 30011000.00 | 30011000.00 |

| | | | |
|------------------------------------|----|----------------------|----------------------|
| (b) Other Equity | 11 | 264018998.20 | 247000836.31 |
| Liabilities | | | |
| Non -Current liabilities | | | |
| (a) Financials Liabilities | | | |
| (i) Borrowings | 12 | 404376757.00 | 342244183.61 |
| (ii) Trade Payable | | | - |
| (iii) Other Financial liabilities | | | - |
| (b) Provisions | | | |
| (c) Deffered Tax Liabilites (net) | 13 | 30663078.00 | 28373687.00 |
| (d) Other Non-Current Liabilities | | | - |
| Current Liabilities | | | |
| (a) Financials Liabilities | | | |
| (i) Borrowings | 14 | 419789488.91 | 439770925.98 |
| (ii) Trade Payables | 15 | 140971620.16 | 197051557.90 |
| (iii) Other Financial liabilities | | | - |
| (b) Other current liabilities | 16 | 10178584.01 | 8321174.86 |
| (c) provisions | 17 | 19000641.38 | 22627623.50 |
| (d) Current Tax Liablitries | 18 | 518078.88 | 4738151.00 |
| TOTAL EQUITY AND LIABILITES | | 1319528246.54 | 1320139140.16 |

For Parmeshwari Silk Mills Limited

Jatinder Pal Singh
Whole Time Director
DIN: 01661864

Harinder Kaur
Whole Time Director
DIN: 08407151

Place : Ludhiana
Date : 28.06.21

Sukhdev Singh
CFO

**This is the balance sheet subject to our
report of even date**

Montek S & Associates
Chartered Accountants
FRN 02047 N

Montek Singh
(Partner)

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING 31st MARCH 2021

| Particulars | Refer Note No. | As at 31st March, 2021 In rupees | As at 31st March, 2020 In rupees |
|---|----------------|-------------------------------------|-------------------------------------|
| I. Revenue from Operations | 19 | 1010981279.99 | 1434706808.86 |
| II. Other Income | 20 | 1452015.60 | 2181502.76 |
| III. Total Income (I +II) | | 1012433295.59 | 1436888311.62 |
| IV. Expenses | | | |
| Cost of Material Consumed | 21 | 487603503.95 | 661727815.13 |
| Purchases of Stock-in-trade | | | |
| Changes in inventories of finished goods, Work-in-progress and stock-in-trade | | -68766322.00 | -28192613.00 |
| Employee Benefits Expenses | 22 | 121717876.00 | 188181797.10 |
| Finance Costs | 23 | 64053987.23 | 85056596.24 |
| Depreciation and amortisation expenses | | 28806104.91 | 29958508.48 |
| Other Expenses | 24 | 353935752.03 | 423240201.89 |
| Total Expenses (IV) | | 987350902.12 | 1359972305.84 |
| V. Profit/(Loss) before exceptional items and tax (III- IV) | | 25082393.47 | 76916005.78 |
| VI. Exceptional items | | | |
| Loss on Sale of Fixed Assets | | 270904.58 | 0.00 |
| Prior period items | | 169184.00 | 0.00 |
| CSR Expenditure | | 674400.00 | 995180.00 |
| Total Exceptional items(VI) | | 1114488.58 | 995180.00 |
| VII. Profit/(Loss) before tax (V-VI) | | 23967904.89 | 75920825.78 |
| VIII. Tax Expense | | | |
| (1) Current tax | | 4113293.00 | 13198786.00 |
| (2) Deferred tax | | 2289391.00 | 8800060.00 |
| (3) Previous Year Tax | | 547059.00 | 465003.00 |
| IX. Profit/(Loss) for the period from continuing operations (VII-VIII) | | 17018161.89 | 53456976.78 |
| X. Profit/(Loss) from discontinued operations | | | |
| XI. Tax expense of discontinued operations | | | |
| XII. Profit/(Loss) from Discontinued operations (after tax) (X-XI) | | | |
| XIII. Profit/(Loss) for the period (IX+XII) | | 17018161.89 | 53456976.78 |

| | | | |
|--|--|--------------------|--------------------|
| XIV. Other Comprehensive Income | | | |
| (A) (i) Items that will not be reclassified to profit or loss | | | |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | | | |
| (B) (i) Items that will be classified to profit or loss | | | |
| (ii) Income tax relating to items that will be reclassified to profit or loss | | | |
| XV. Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the Period) | | 17018161.89 | 53456976.78 |
| XVI. Earnings per equity share (for continuing operation): | | | |
| (1) Basic | | 5.67 | 17.81 |
| (2) Diluted | | 5.67 | 17.81 |
| XVII. Earnings per equity share (for discontinued operation): | | | |
| (1) Basic | | | |
| (2) Diluted | | | |
| XVIII. Earnings per equity share (for discontinued & continuing operations) | | | |
| (1) Basic | | 5.67 | 17.81 |
| (2) Diluted | | 5.67 | 17.81 |

For Parmeshwari Silk Mills Limited

Jatinder Pal Singh
Whole Time Director
DIN: 01661864

Sukhdev Singh
CFO

Harinder Kaur
Whole Time Director
DIN: 08407151

This is the balance sheet subject to our report of even date

Montek S & Associates
Chartered Accountants
FRN 02047 N

Montek Singh
(Partner)

Place : Ludhiana
Date : 28.06.21

Cash Flow Statement for the Year ended 31st March, 2021

| Particulars | As at 31.03.2021 | As at 31.03.2020 |
|--|------------------|-------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before tax and extra ordinary items | 239.68 | 759.21 |
| Adjustment for : | | |
| Depreciation | 288.06 | 299.59 |
| Hire income | - | - |
| Profit/loss on sale of assets | 2.71 | - |
| Interest Recived | (0.62) | (1.44) |
| | - | - |
| Balance w/off | - | - |
| Rent Received | (2.40) | (2.40) |
| Interest paid | 640.54 | 850.57 |
| Operating profit before working capital changes | 1,167.97 | 1,905.51 |
| Adjustment for Working Capital : | | |
| Increase / Reduction in inventory | (515.33) | (375.72) |
| (Increase) / Reduction Trade receivables | 294.62 | (1,213.37) |
| Increase / (Reduction) Trade payables | (560.80) | 317.99 |
| Increase / (Reduction) Other Current Liabilities | (59.90) | 21.91 |
| (Increase) / Reduction Other Current Assets | (55.31) | -204.57 |
| (Increase) / Reduction Loans and Advances | | |
| Cash flow before extra ordinary items | (896.71) | (1,453.75) |
| Tax Paid | 46.60 | 136.64 |
| Net cash flow from operating activities | 224.65 | (1,590.39) |
| B. CASH FLOW FROM INVESTMENT ACTIVITIES | | |
| Intt received | 0.62 | 1.44 |
| Rent income | 2.40 | 2.40 |
| Sale of Fixed Assets | 4.15 | - |
| Purchase of Fixed Assets | (30.74) | (794.00) |
| Call in Arrears | - | - |
| Purchase of Current Investment | - | - |
| Sale proceeds of Investment | - | - |
| Net cash flow from investing activities | (23.57) | (790.15) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Increase/(Repayment) Loan of Financial Institutions | 621.33 | 340.73 |
| Income / (Repayment) of Short Term Borrowings | (199.81) | 1,005.24 |
| Increase/ Reduction of other creditors | - | - |
| Increase/ Reduction of Long Term Advances | - | (5.50) |
| Interest paid to Financial Institutions | (640.54) | (850.57) |
| Call money received | - | - |
| Loan given | - | - |
| Net cash flow from financing activities | (219.02) | 489.90 |
| Net Increase/(decrease) in cash and cash equivalents (A+B+C) | (17.94) | 14.88 |
| Opening Cash and cash equivalents | 31.89 | 17.02 |
| Closing Cash and cash equivalents | 13.95 | 31.89 |

Notes :-

The above results were reviewed by the Audit Committee and have been approved by the Board of Directors at their meeting held on 28.06.21. The Statutory auditors have conducted the audit of the above financial results and have expressed an unmodified report on the same.

For Parmeshwari Silk Mills Limited

Jatinder Pal Singh
Whole Time Director
DIN: 01661864

Sukhdev Singh
CFO

Harinder Kaur
Whole Time Director
DIN: 08407151

This is the balance sheet subject to our report of even date

Montek S & Associates
Chartered Accountants
FRN 02047 N

Montek Singh
(Partner)

Place : Ludhiana
Date : 28.06.21

DETAIL OF FIXED ASSETS
DETAIL OF TANGIBLE ASSETS

NOTE 1

| PARTICULARS | AS ON | | GROSS BLOCK | | DEPRECIATION RESERVE | | | NET BLOCK | |
|-------------------------|---------------------|----------------------|---------------------------|---------------------|----------------------|-----------------------------|--------------------------|---------------------|---------------------|
| | 01.04.2020 | ADD. DURING THE YEAR | SALE/TRF. DURING THE YEAR | TOTAL | AS ON 01.04.2020 | WRITTEN BACK DURING THE YR. | PROVIDED DURING THE YEAR | AS ON 01.04.2020 | AS ON 31.03.2021 |
| Land | 3233476.80 | | | 3233476.80 | 0.00 | | 0.00 | 3233476.80 | 3233476.80 |
| Building | 54950896.62 | 752410.00 | | 55703306.62 | 9290700.18 | | 1542329.52 | 45660196.44 | 44870276.92 |
| Building (Mann) | 7574221.75 | | | 7574221.75 | 3203158.15 | | 207247.89 | 4371063.60 | 4163815.72 |
| Building Unit-ii | 10344563.50 | | | 10344563.50 | 3666318.46 | | 287493.84 | 6678245.04 | 6390751.20 |
| Building under const. | 752410.00 | | | 0.00 | | | | 752410.00 | 0.00 |
| Plant & Machinery | 373497610.60 | 1683000.00 | 598700 | 374581910.60 | 89796248.97 | 114109.99 | 20045748.50 | 283701361.63 | 264854023.13 |
| Furniture & Fixture | 2536163.39 | | | 2536163.39 | 10944865.25 | | 140141.61 | 1441478.14 | 1301336.53 |
| Cars | 13086046.00 | | 795168.00 | 12290878.00 | 6777966.08 | | 1240708.69 | 6308079.92 | 4866056.65 |
| Scooters | 214073.00 | | | 214073.00 | 208380.56 | | 0.00 | 5692.44 | 5692.44 |
| Tempu | 3072530.68 | | | 3072530.68 | 1285362.08 | | 295349.74 | 1580711.82 | 1491818.86 |
| Weight Scale | 140058.00 | | | 140058.00 | 90791.24 | | 10652.22 | 49266.76 | 38614.54 |
| Air Compressor | 1122209.39 | | | 1122209.39 | 4289671.99 | | 83775.91 | 693241.40 | 609465.50 |
| Vacuum Cleaner | 279943.00 | | | 279943.00 | 126365.98 | | 15070.32 | 153577.02 | 138506.70 |
| Water Filler | 234073.00 | | | 234073.00 | 72516.70 | | 17853.90 | 90370.60 | 143702.40 |
| Fire Extinguisher | 32892.00 | | | 32892.00 | 32892.00 | | 0.00 | 0.00 | 0.00 |
| Computers | 4245099.88 | 9745.76 | | 4254845.64 | 2585098.56 | | 610299.01 | 3195397.57 | 1059448.07 |
| Computer software | 125525.14 | | | 125525.14 | 118159.74 | | 1089.14 | 119248.88 | 6276.26 |
| Generator | 2728843.00 | | | 2728843.00 | 1557903.36 | | 227278.92 | 1170939.64 | 943660.66 |
| Refrigerator | 147114.00 | | | 147114.00 | 77354.87 | | 9178.22 | 69759.13 | 60580.91 |
| Air Conditioners | 4690260.34 | 34253.16 | | 4724513.50 | 2875572.03 | | 223303.59 | 1814688.31 | 1625637.87 |
| Mobile Phones | 621929.65 | 54999.00 | | 676928.65 | 339869.12 | | 37875.52 | 282060.53 | 299184.00 |
| Transformer | 779938.00 | | | 779938.00 | 288865.06 | | 64959.22 | 491072.94 | 426113.72 |
| Tester | 47500.00 | | | 47500.00 | 47500.00 | | 0.00 | 0.00 | 0.00 |
| Close Circuit Camera | 1758999.16 | 67546.64 | | 1826545.80 | 616978.83 | | 149191.09 | 766769.92 | 1059775.88 |
| Water Coller | 215376.00 | | | 215376.00 | 113615.55 | | 15421.05 | 129036.60 | 86339.40 |
| Emb.Designing software | 964179.04 | 175000.00 | | 1139179.04 | 645241.74 | | 135501.59 | 318937.30 | 358435.71 |
| Office Equipments | 133990.00 | 21000.00 | | 154990.00 | 83483.82 | | 16407.68 | 99891.50 | 55095.50 |
| Electrical Panel | 1264000.00 | | | 1264000.00 | 755636.54 | | 83953.65 | 508363.46 | 424409.81 |
| Digital Textile Printer | 406095.00 | | | 406095.00 | 232509.43 | | 22536.60 | 255046.04 | 151048.96 |
| ETP Plant | 7296588.00 | | | 7296588.00 | 2400034.90 | | 404930.65 | 4896553.10 | 4491622.45 |
| ETP under construction | 0.00 | | | 0.00 | 0.00 | | 0.00 | 0.00 | 0.00 |
| ETP Plant II | 32235684.76 | 1028500.00 | | 33264184.76 | 2503962.58 | | 1792872.11 | 4296834.69 | 28967350.07 |
| Lab. Equipment | 989365.00 | | | 989365.00 | 432331.92 | | 82401.91 | 557033.08 | 474631.17 |
| Electrical Fitting | 6909312.34 | | | 6909312.34 | 2895947.23 | | 575460.53 | 4049765.11 | 3474304.58 |
| Fire Filling Equipment | 882846.30 | | | 882846.30 | 56447.06 | | 75344.74 | 318279.24 | 242934.50 |
| Humidit Control Plant | 2578202.00 | | | 2578202.00 | 1001770.13 | | 143079.62 | 1576431.87 | 1433352.26 |
| Television | 211765.60 | | | 211765.60 | 87929.08 | | 30771.39 | 118706.47 | 93059.13 |
| Screen Printing Tables | 3793659.64 | | | 3793659.64 | 406558.08 | | 210532.52 | 3387101.56 | 3176569.04 |
| AIR CURTAIN | 80900.00 | | | 80900.00 | 10208.57 | | 6737.97 | 70691.43 | 63953.46 |
| TOTAL | 544178340.58 | 3826454.56 | 2146278.00 | 545858571.14 | 136679051.83 | 707963.42 | 28806104.91 | 407499288.75 | 381081323.82 |

| Note 2 | | | | |
|--|--------------------------------|-------------------|--------------------------------|--------------------------------|
| Disclosures regarding Long Term Loans & Advances | | | | |
| Long Term Loans and Advances | As at 31 MARCH 2021 | | As at 31 March 2020 | |
| a. Capital Advances | | | | |
| Secured, considered good | - | | - | |
| Unsecured, considered good | - | | - | |
| Doubtful | - | | - | |
| Less: Provision for doubtful advances | - | - | - | - |
| | | | | |
| b. Security Deposits | | | | |
| Secured, considered good | - | | - | |
| Unsecured, considered good (List-A) | 3897544.00 | | 3897544.00 | |
| Doubtful | - | | - | |
| Less: Provision for doubtful advances | - | - | - | - |
| | | 3897544.00 | | 3897544.00 |
| c. Loans and advances to related parties | | | | |
| Secured, considered good | - | | - | |
| Unsecured, considered good | - | | - | |
| Doubtful | - | | - | |
| Less: Provision for doubtful advances | - | | - | |
| d. Other loans and advances | - | | - | |
| | | | | |
| | | 3897544.00 | | 3897544.00 |
| Long Term Loans & Advances to Related Parties | | | As at 31 MARCH 2021 | As at 31 March 2020 |
| Directors * | | | | |
| Other officers of the Company* | | | | |
| Firm in which director is a partner * | | | | |
| Private Company in which director is a member | | | | |
| *Either severally or jointly | | | | |
| Other Non Current Assets | As at 31 MARCH 2021 | | As at 31 March 2020 | |
| a. Long term trade receivables | | | | |
| a. Long term trade receivables | | | | |
| Secured, considered good | - | | - | |
| Unsecured, considered good | | | | |
| Export Incentive Receivable | - | | - | |
| Doubtful | - | | - | |
| Less: Provision for doubtful advances | - | | - | |
| | | | | |
| b. Others | | | | |
| Secured, considered good | - | | - | |
| Unsecured, considered good | - | | - | |
| Doubtful | - | | - | |
| Less: Provision for doubtful advances | - | | - | |
| | | | | |
| c. Debts due by related parties | | | | |
| Secured, considered good | - | | - | |
| Unsecured, considered good | - | | - | |
| Doubtful | - | | - | |
| Less: Provision for doubtful advances | - | | - | |
| | | | | |

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| Other Non Current Assets | As at 31 March 2021 | | As at 31 March 2020 | |
|---|------------------------|-----------------------|------------------------|-----------------------|
| Directors * Other officers of the Company* Firm in which director is a partner * Private Company in which director is a member *Either severally or jointly | | | | |
| Note 3 Disclosures regarding Inventories | | | | |
| Inventories | As at 31 MARCH 2021 | | As at 31 March 2020 | |
| a. Raw Materials and components (Valued at Cost or NRV which ever is lower) | 9,799,720.00 | | 24,058,380.00 | |
| Goods-in transit | - | 9,799,720.00 | | 24,058,380.00 |
| b. Work-in-progress | 196,395,182.00 | | 107,469,885.00 | |
| Goods-in transit | - | 196,395,182.00 | | 107,469,885.00 |
| c. Finished goods (Valued at Cost or NRV which ever is lower) | 222,489,435.00 | | 242,648,410.00 | |
| Goods-in transit | - | 222,489,435.00 | | 242,648,410.00 |
| d. Stock-in-trade | - | | - | |
| Goods-in transit | - | | - | |
| e. Stores and spares | 5500000.00 | | 5000000.00 | |
| Goods-in transit | - | 5,500,000.00 | | 5,000,000.00 |
| f. Loose Tools | - | | - | |
| Goods-in transit | - | | - | |
| g. Others (Valued at Cost) | | | | |
| Store E.T.P. | 425000.00 | | 200000.00 | |
| Store Printing Material | 5000000.00 | | 9000000.00 | |
| Store Boiler | 100000.00 | | 50000.00 | |
| Store Sizing | 300000.00 | | 350000.00 | |
| Store Embroidery | 500000.00 | | 275000.00 | |
| STORE PACKING MATERIAL | 225000.00 | | 150000.00 | |
| | | 6,550,000.00 | | 10,025,000.00 |
| Total | | 440,734,337.00 | | 389,201,675.00 |
| Note 4 Disclosures regarding Trade Receivables | | | | |
| Trade Receivables | As at 31 March 2021 | | As at 31 March 2020 | |
| Trade receivables outstanding for a period less than six months from the date they are due for payment | | | | |
| Secured, considered good | | - | | - |
| Unsecured, considered good (list B)- Domestic | | 424239944.51 | | 455773434.79 |
| Unsecured, considered good (list B)- Export | | 824896.55 | | - |
| Unsecured, considered Doubtful | | - | | - |
| Less: Provision for doubtful advances | | - | | - |
| | | 425064841.06 | | 455773434.79 |
| Trade receivables outstanding for a period exceeding six months from the date they are due for payment | | | | |
| Secured, considered good | | - | | - |
| Unsecured, considered good (list B) | | 10784100.55 | | 9537808.94 |
| Unsecured, considered Doubtful | | - | | - |
| Less: Provision for doubtful advances | | - | | - |
| | | 10784100.55 | | 9537808.94 |

| | | | |
|--|--|--------------------------------|--------------------------------|
| Total | | 435848941.61 | 465311243.73 |
| Trade Receivable stated above include debts due by: | | | |
| Particulars | | As at 31 March 2021 | As at 31 March 2020 |
| Directors * | | | |
| Other officers of the Company * | | | |
| HUF in which director is a Karta *(List B) | | 0.00 | 0.00 |
| Private Company in which director is a member | | 0.00 | 0.00 |
| *Either severally or jointly | | | |
| Note 5 Disclosures regarding Cash balance | | | |
| Cash & Cash Equivalents | | As at 31 March 2021 | As at 31 March 2020 |
| Cash & Cash Equivalents | | | |
| Cash in hand | | 338889.79 | 976105.25 |
| Total | | 338889.79 | 976105.25 |
| Note 6 Disclosures regarding Bank balance & Other Bank deposits | | | |
| Bank Balance & Other Bank Deposits | | As at 31 March 2021 | As at 31 March 2020 |
| P.N.B. A/C 2177381 LDH. | | 0.00 | 174655.63 |
| S.B.I. Mumbai (DBK) | | 0.00 | 5703.50 |
| P.N.B. C/A. 2180923 | | 0.00 | 10026.50 |
| Axis Bank CA2699 | | 84903.32 | 98017.87 |
| P.N.B C/C 8712450 | | 11251.11 | 1022067.49 |
| P.N.B. FDRS | | 0.00 | 498900.00 |
| Total | | 96154.43 | 1809370.99 |
| Note 7 | | | |
| Short-term loans and advances | | As at 31.03.2021 | As at 31.03.2020 |
| a. Loans and advances to related parties | | | |
| Secured, considered good | | 0.00 | 0.00 |
| Unsecured, considered good | | 0.00 | 0.00 |
| Doubtful | | 0.00 | 0.00 |
| Less:Provision for doubtful loans and advances | | 0.00 | 0.00 |
| b. Others (specify nature) | | | |
| Secured, considered good | | | |
| C. Unsecured, considered good (LIST C) | | 17,106,931.38 | 13,428,747.84 |
| | | 17,106,931.38 | 13,428,747.84 |
| | | 17,106,931.38 | 13,428,747.84 |

| Note 8 Disclosures regarding Other Bank deposits (more than 12 months) | | | | |
|--|---------------------|----------------------|---------------------|----------------------|
| Other Bank Deposits | As at 31 March 2021 | | As at 31 March 2020 | |
| P.N.B. FDRS (MORE THAN 12 MONTHS) | 959937.00 | | 403948.00 | |
| Total | 1154266.86 | | 4024709.98 | |
| | 1,394,981.22 | | 3,189,424.24 | |
| Note 9 | | | | |
| S. Other current assets | 31.03.2021 | | 31.03.2020 | |
| Advance Tax (VAT) | 0.00 | | 110550.48 | |
| Pre-Paid AMC Exp. | 0.00 | | 35589.00 | |
| IGST Input | 38838092.45 | | 36878777.12 | |
| SGST Input reverse on creditors more than 180 days | 29336.53 | | 0.00 | |
| SGST Input reverse on creditors more than 180 days | 29336.53 | | 0.00 | |
| Pre-Paid Insurance Exp. | 567422.00 | | 586300.00 | |
| TOTAL | 39464187.51 | | 37611216.60 | |
| Note 10 Disclosure regarding Share Capital | | | | |
| Share Capital | As at 31.03.2021 | | As at 31.03.2020 | |
| | Number | Amount | Number | Amount |
| Authorised 3500000 Equity Shares of Rs. 10 each | 3,500,000 | 35,000,000.00 | 3,500,000 | 35,000,000.00 |
| Issued Equity Shares of Rs. 10 each Subscribed & Paid up | | | | |
| Equity Shares of Rs. 10 each Fully paid up Subscribed but not fully Paid up | 3001100.00 | 30,011,000.00 | 3001100.00 | 30,011,000.00 |
| Equity Shares of Rs. 5 each | | - | | - |
| Total | 3,001,100 | 30,011,000.00 | 3,001,100 | 30,011,000.00 |
| (Figures in ' and Numbers) | | | | |
| Particulars | Equity Shares | | Preference Shares | |
| | Number | Amount | Number | Amount |
| Shares outstanding at the beginning of the year | 3,001,100 | 30,011,000.00 | - | - |
| Shares Issued during the year | - | - | - | - |
| Shares bought back during the year | - | - | - | - |
| Shares outstanding at the end of the year | 3,001,100 | 30,011,000.00 | - | - |
| Name of Shareholder | As at 31.03.2021 | | As at 31.03.2020 | |
| | No. of shares Held | % of Holding | No. of shares Held | % of Holding |
| Jatinder Pal Singh | 416,067 | 13.86 | 416,067 | 13.86 |
| Prabhpreet Kaur | 161,113 | 5.37 | 161,113 | 5.37 |
| Asees Singh | 185,000 | 6.16 | 185,000 | 6.16 |
| Ajinder Pal Singh | 139,255 | 4.64 | 139,255 | 4.64 |
| Maan Silk Mills Pvt. Ltd | 240,000 | 8.00 | 240,000 | 8.00 |
| Kuljit Kaur | 179,240 | 5.97 | 179,240 | 5.97 |
| Dipneet Kaur | 201,230 | 6.71 | 201,230 | 6.71 |

| Particulars | Year (Aggregate No. of Shares) | | | | |
|--|--------------------------------|--------------|-------------------------|--------------|--------------|
| | 2020-21 | 2019-20 | 2018-19 | 2017-18 | 2016-17 |
| Equity Shares | 3,001,100.00 | 3,001,100.00 | 300,100.00 | 2,557,100.00 | 3,160,300.00 |
| Fully paid up pursuant to contract(s) without payment being received in cash | N.A | N.A | N.A | N.A | N.A |
| Fully paid up by way of bonus shares | N.A | N.A | N.A | N.A | N.A |
| Shares bought back | N.A | N.A | N.A | N.A | N.A |
| Note 11 Disclosure regarding Other Equity | | | | | |
| Reserves & Surplus | As at 31.03.2021 | | As at 31.03.2020 | | |
| a. Capital Reserves | | | | | |
| Opening Balance | | | - | | |
| (+) Current Year Transfer | | | | | |
| Share forfeiture Reserve | 3,016,000.00 | | 3,016,000.00 | | |
| (-) Written Back in Current Year | | | | | |
| Closing Balance | 3,016,000.00 | | 3,016,000.00 | | |
| b. Capital Redemption Reserve | | | | | |
| Opening Balance | | | - | | |
| (+) Current Year Transfer | | | | | |
| (-) Written Back in Current Year | | | | | |
| Closing Balance | | | - | | |
| c. Securities Premium Account | | | | | |
| Opening Balance | 19,318,440.00 | | - | | |
| Add : Securities premium credited on Share issue | | | 19,318,440.00 | | |
| Less : Premium Utilised for various reasons | | | | | |
| Premium on Redemption of Debentures | | | | | |
| For Issuing Bonus Shares | | | | | |
| Closing Balance | 19,318,440.00 | | 19,318,440.00 | | |
| d. Debenture Redemption Reserve | | | | | |
| Opening Balance | | | - | | |
| (+) Current Year Transfer | | | | | |
| (-) Written Back in Current Year | | | | | |
| Closing Balance | | | - | | |
| e. Revaluation Reserve | | | | | |
| Opening Balance | | | - | | |
| (+) Current Year Transfer | | | | | |
| (-) Written Back in Current Year | | | | | |
| Closing Balance | | | - | | |
| f. Share Options Outstanding Account | | | | | |
| Opening Balance | | | - | | |
| (+) Current Year Transfer | | | | | |
| (-) Written Back in Current Year | | | | | |
| Closing Balance | | | - | | |
| g. Depreciation Reserves | | | | | |
| Opening Balance | | | - | | |
| (+) Current Year Transfer | | | | | |
| (-) Written Back in Current Year | | | | | |
| Closing Balance | | | - | | |
| h. Subsidy Reserve | 4,036,700.00 | | 4,036,700.00 | | |
| i. Surplus | | | | | |
| Opening Balance | 220,629,696.31 | | 167,172,719.53 | | |

| | | |
|--|-----------------------|-----------------------|
| (+) Net Profit/(Net Loss) For the current year | 17,018,161.89 | 53,456,976.78 |
| (+) Transfer from Reserves | | |
| (-) Proposed Dividends | | |
| (-) Interim Dividends | | |
| (-) Transfer to Reserves | - | - |
| Closing Balance | 237,647,858.20 | 220,629,696.31 |
| Total | 264,018,998.20 | 247,000,836.31 |

Note 12 Disclosure regarding Long Term Borrowings

| Long Term Borrowings | As at 31.03.2021 | As at 31.03.2020 |
|--|-------------------------|-------------------------|
| Secured | | |
| (a) Bonds/debentures | | |
| (b) Term loans (List-D) | | |
| From banks | 242,584,790.34 | 152,127,507.95 |
| From other parties | - | - |
| (c) Deferred payment liabilities | - | - |
| (d) Deposits | - | - |
| (e) Loans and advances from related parties | - | - |
| (f) Long term maturities of finance lease obligations | - | - |
| (g) Other loans and advances (specify nature) | - | - |
| HDFC Bank (Auto Loan) | | 323,770.67 |
| Volkswagent Finance Pvt. Ltd (Auto Loan) | | 251,683.83 |
| KOTAK MAHINDRA BANK (Auto Loan) | | 204,413.00 |
| ICICI BANK (Auto Loan) | - | - |
| Axis bank (Auto Loan) | 840,657.00 | 1,492,503.00 |
| | 243,425,447.34 | 154,399,878.45 |
| less: Repayable within 1 year to be classified as current liability | 709,103.00 | 1,236,693.00 |
| Total Secured Loan | 242,716,344.34 | 153,163,185.45 |
| Unsecured | 242,716,344.34 | 153,163,185.45 |
| (a) Bonds/debentures | - | - |
| (b) Term loans | | |
| From banks & Financial Institutions (List-E) | - | - |
| From other parties (List-E) | 98,864,086.08 | 144,956,160.08 |
| (c) Deferred payment liabilities | - | - |
| (d) Deposits | - | - |
| (e) Loans and advances from related parties (List E) | 62,796,326.58 | 44,124,838.08 |
| (f) Long term maturities of finance lease obligations | - | - |
| (g) Other loans and advances (specify nature) | - | - |
| Total Unsecured Loan | 161,660,412.66 | 189,080,998.16 |
| Total | 404,376,757.00 | 342,244,183.61 |

Note 14 Disclosures regarding Short Term Borrowings

| Short Term Borrowings | As at 31.03.2021 | As at 31.03.2020 |
|---|-------------------------|-------------------------|
| Secured | | |
| (a) Loans repayable on demand | | |
| From banks | | |
| b) Cash Credit with Axis Bank | 244798759.19 | 268910236.98 |
| c) Cash Credit with HDFC Bank | 142733310.72 | 140382295.00 |
| d) Current Instalment of long term loan | 31548316.00 | 29241701.00 |
| From other parties | - | - |
| (b) Loans and advances from related parties | - | - |
| (c) Deposits | - | - |
| (d) Other loans and advances (specify nature) | - | - |
| | 419,080,385.91 | 438,534,232.98 |

| | | |
|---|-----------------------|-----------------------|
| Others | | |
| (a) Loans repayable on demand | | |
| From banks | - | - |
| From other parties | - | - |
| (b) Loans and advances from related parties | - | - |
| (c) Deposits | - | - |
| (d) Other loans and advances (specify nature) | 709,103.00 | 1,236,693.00 |
| Instalment of other loans due within 1 year as specified below | - | - |
| | 709,103.00 | 1,236,693.00 |
| Total | 419,789,488.91 | 439,770,925.98 |

Note 15**Disclosures regarding Trade Payables (as per list F)****As at 31.03.2021****As at 31.03.2020**

Trade Payable

140,971,620.16

197,051,557.90

Total**140,971,620.16****197,051,557.90****Note 16****Disclosures regarding Other Current Liabilities****Other Current Liabilities****As at 31.03.2021****As at 31.03.2020**

A.K.M ENTERPRISES P LTD

0.00

137425.70

AMANJEET KAUR (Salary)

498365.00

256030.00

AMARJEET TRADING CO. JAL.

1025432.00

1064852.00

KUMAR & GUPTA (CA)

37000.00

36590.00

ASEES KAUR (Salary)

54026.00

54818.00

ASEES SINGH (Salary)

283175.60

54487.96

ASHAKUMARI CHANDRAKANT SANGHI

473229.00

0.00

AVNEESHA KISHOREKUMAR SANGHVI

115259.00

0.00

ASEES SINGH (Rent)

18000.00

0.00

BHAVESHKUMAR DHARAMCHAND

471731.00

0.00

CHS.ISSUED BUT NOT YET PRESENT

0.00

1115471.40

CHHAYAKUMAO KISHOREKUMAR SANGHVI

114866.00

0.00

DAVINDERPAL SINGH & CO. (C.A)

41625.00

59940.00

DIPNEET KAUR (Salary)

311057.00

0.00

Ishwarpreet kaur (Salary)

0.00

600.00

JATNDERPAL SINGH (RENT A/C)

60000.00

0.00

HARINDER KAUR (SALARY)

855537.00

538740.00

HARAPPA TEXTILE MILLS PVT LTD

360807.00

0.00

HARISH SETH

63394.00

63394.00

HARKARANPAL SINGH

157242.00

382242.00

INDERBIR SINGH (SALARY)

346677.00

783778.00

JATINDERPAL SINGH (DIRECTOR)

254147.87

41565.80

JUGAAD SINGH

470689.00

99918.00

KANWARDEEP KAUR

9923.00

0.00

KANWARMANMEET SINGH

0.00

301672.00

KARANDEEP KAUR

192513.00

492513.00

KISHORE KUMAR PRATAPKUMAR SANGHVI

243103.00

0.00

KULJIT KAUR SALARY A/C

192610.00

0.00

MANINDER SINGH (SALARY) A/C

299776.00

39119.00

MANINDER SINGH (RENT)

18000.00

0.00

MSRS Exports Pvt Ltd

0.00

6408.00

MANPREET KAUR (SALARY A/C)

0.00

189481.00

MEENA BHAVESH JAIN

298269.00

0.00

| | | |
|--|-------------------------|-------------------------|
| MOHINDERPAL KAUR/W/O HARDIT SINGH | 326853.00 | 0.00 |
| Hemant Dembla | 32375.00 | 21000.00 |
| HARDIT SINGH | 0.00 | 284107.00 |
| RANBIR SINGH (SALARY A/C) | 208082.54 | 0.00 |
| SHRUTI MITHANI(COMMISION) | 288259.00 | 0.00 |
| SUNIL ZAVERI 9 COMMISION) | 284592.00 | 0.00 |
| SANJAY JAYANTILAL ZAVERI | 292908.00 | 0.00 |
| RAVINDER SINGH (RENT) | 18000.00 | 0.00 |
| RAVINDER SINGH (SALARY) | 434750.00 | 149158.00 |
| ROHIT KAPOOR | 0.00 | 14863.00 |
| RAJENDRA KUMAR PRATAP KUMAR SANGHVI (COMMISION) | 279678.00 | 0.00 |
| RAMTEX FASHION INDIA PVT LTD | 57000.00 | 57000.00 |
| SUMEET TRADERS | 326434.00 | 326434.00 |
| SURE SECURITY AGENCY | 0.00 | 12605.00 |
| VIRAL MITHANI | 168928.00 | 0.00 |
| VIRAL RAJENDRAKUMAR SANGHVI | 193551.00 | 0.00 |
| Varinder Kaur (Salary) | 0.00 | 600.00 |
| Tilak Raj Khera (Commision) | 0.00 | 119946.00 |
| BALJEET KAUR (ADVANCE FROM CUSTOMER) | 720.00 | 0.00 |
| RAMTEX (ADVANCE FROM CUSTOMER) | 0.00 | 1616416.00 |
| Total | 10,178,584.01 | 8,321,174.86 |
| Note 17 | | |
| Disclosures regarding Short Term Provisions | | |
| Short Term Provisions | As at 31.03.2021 | As at 31.03.2020 |
| Provision for Employee Benefits | | |
| WAGES & SALARY PAYABLE | 9114610.00 | 7850239.00 |
| E.P.F.PAYABLE | 721873.00 | 672357.00 |
| E.S.I. PAYABLE | 201640.00 | 158807.00 |
| EMPLOYEE FAMILY PENSION PAY. | 236256.00 | 193294.00 |
| WELFARE COMMISSION OF PUNJAB | 153425.00 | 116075.00 |
| BONUS PAYABLE | 4918399.00 | 5699968.00 |
| LEAVE WITH WAGES PAYABLE | 875146.00 | 2123266.00 |
| Others (Specify Nature) | | |
| PF Admin Charges | 19575.00 | 26282.00 |
| Interest Payable Bankers | 520359.00 | 1541502.48 |
| Electricity Exp. Payable | 0.00 | 2608339.00 |
| TDS Payable | 2038765.00 | 1408107.00 |
| TCS SALE | 112189.00 | |
| IGST REVERSE PAY | 12534.79 | 20912.30 |
| CGST REVERSE PAY | 21885.30 | 25786.86 |
| SGST REVERSE PAY | 21885.30 | 25786.86 |
| Telephone Exp. Payable | 13298.99 | 9901.00 |
| Punjab Development Tax Payable | 18800.00 | 147000.00 |
| Total | 19000641.38 | 22627623.50 |
| Note 18 | | |
| Disclosures regarding Short Term Provisions | | |
| Current Tax Liabilities | As at 31.03.2021 | As at 31.03.2020 |
| Provision for Tax Payable | 518,078.88 | 4,738,151.00 |
| Total | 19,518,720.26 | 27,365,774.50 |

| Note 19 | | |
|--|---|---|
| Disclosures regarding Revenue from Operations | | |
| Revenue from Operations | For the year ended 31 March 2021 | For the year ended 31 March 2020 |
| Sale Goods - Domestic | 992471640.9 | 1409108474 |
| Sale exports | 1199047.05 | 0 |
| Job Work | 17310592.06 | 25598334.39 |
| Less: | | |
| Excise duty | - | - |
| Total | 1010981279.99 | 1434706808.86 |
| Note 20 | | |
| Disclosures regarding Other income, accruing other than from business operations. | | |
| Other Income | For the year ended 31 March 2021 | For the year ended 31 March 2020 |
| Gain on exchange rate diff | 208381.05 | 0.00 |
| Interest Income on FDR | 61718.00 | 144461.00 |
| Rebate & discount recd | 834446.31 | 0.00 |
| Rent | 240000.00 | 240000.00 |
| Misc. Income | 107470.24 | 810375.76 |
| Interest Received (Others) | 0.00 | 986666.00 |
| Total | 1452015.60 | 2181502.76 |
| Note 21 | | |
| PARTICULARS | FOR THE YEAR 2021 | FOR THE YEAR 2020 |
| Changes in inventories of finished goods work-in-progress and Stock-in-Trade | | |
| Opening Stock | | |
| Raw Material | 24058380.00 | 21428799.00 |
| Work in Process | 107469885.00 | 90056480.00 |
| Finished Goods | 242648410.00 | 231869202.00 |
| | 374176675.00 | 343354481.00 |
| Less: Closing Stock | | |
| Certified by directors) | | |
| Raw Material | 9799720.00 | 24058380.00 |
| Work in Process | 196395182.00 | 107469885.00 |
| Finished Goods | 222489435.00 | 242648410.00 |
| | 428684337.00 | 374176675.00 |
| Increase/ Decrease | -68766322.00 | -28192613.00 |
| Purchases | | |
| Purchases Yarn | 119538099.74 | 178099133.48 |
| Purchases Grey Cloth | 133230180.19 | 153844616.38 |
| Purchases Fabrics | 217449408.16 | 328235555.27 |
| Purchase Emb.Yarn | 3127155.86 | 3567831.00 |
| Purchase Printing Paper | 0.00 | 610260.00 |
| | 473344843.95 | 664357396.13 |
| Raw Material Consumed | 487603503.95 | 661727815.13 |

| Note 22 | | |
|--|--|---|
| EMPLOYEE BENEFIT EXPENSE | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| Salary & Allowance | 23530897.00 | 47720272.00 |
| E.S.I. | 1530521.00 | 2070335.00 |
| Wages & Allowances | 79286802.00 | 108532871.00 |
| Worker Welfare | 2147286.00 | 4182736.10 |
| Staff Welfare Expenses | 0.00 | 130713.00 |
| WAGES SECURITY GUARD | 0.00 | 392229.00 |
| Bonus and Leave With wages | 5853465.00 | 7823234.00 |
| Employee Provident Fund | 1261610.00 | 4893648.00 |
| Employee Family Pension | 2200018.00 | 2435360.00 |
| P.F Administration Chages | 188548.00 | 527606.00 |
| Gratuity, Compensation, Ex Gratia | 1201659.00 | 71230.00 |
| Production Incentive | 4394330.00 | 9105663.00 |
| Labour Welfare Fund | 122740.00 | 295900.00 |
| | 121717876.00 | 188181797.10 |
| Note 23 | | |
| Disclosure regarding Finance Cost | | |
| Finance Cost | For the year ended 31 March. 2021 | For the year ended 31 March 2020 |
| Interest on Bank Borrowings | 50716372.08 | 66910985.69 |
| Bank Charges etc. | 599391.87 | 3496203.99 |
| Other borrowing costs | 12738223.28 | 14649406.56 |
| Total | 64053987.23 | 85056596.24 |
| NOTE 24 Other Expenses | | |
| Manufacturing expenses | | |
| PARTICULAR | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| Processing & Finishing | 116051999.53 | 150637100.53 |
| Power & Electricity Expenses | 24984225.00 | 31067698.00 |
| Oil & Lubricants | 520779.24 | 391389.96 |
| Frieght Inward | 6684028.00 | 13109813.00 |
| Consumable Store | 314850.30 | 1183285.72 |
| Diesel Expenses | 6284027.00 | 6430466.00 |
| Diwali Exp | 985867.18 | 1835153.00 |
| Designing & sampling expenses | 1300742.50 | 5475457.62 |
| Outside Labour | 15700.00 | 124382.00 |
| Fabrication Charges/Job Work | 0.00 | 1298215.13 |
| Purchase chemical (d) | 24701814.60 | 0.00 |
| Purchase Sample | 156719.36 | 215664.10 |
| Spotting & Washing Expenses | 213000.00 | 584835.00 |
| Embroidery Expenses with emb job work | 33020984.10 | 30446048.81 |
| Consumable Store Printing | 49414682.07 | 69198222.57 |
| Consumable Store Sizing | 2725244.00 | 3365094.30 |
| Consumable Store E.T.P. | 4142253.00 | 6336230.94 |
| Boiler Fuel | 24581854.12 | 17518875.16 |
| TOTAL | 296098770.00 | 339217931.84 |

| Repair & Maintainance | | |
|---|------------------------------------|-------------------------------------|
| PARTICULAR | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| Building Repair & Maint. | 1381936.94 | 3668473.82 |
| Electrical Repair & Maint. | 975112.16 | 3064333.82 |
| Generator Repair & Maint. | 763905.80 | 849244.56 |
| General Repair & Maint. | 357996.40 | 832489.14 |
| Computer Repair & Maint. | 346107.05 | 377588.98 |
| Furniture & Fixture Repair | 28950.00 | 229253.44 |
| Machinery Repair & Maint. | 15659848.65 | 21722193.40 |
| Tempo Repair & Maint. | 140341.52 | 151578.07 |
| E.T.P.Repair & Maint. | 4871172.45 | 3380633.62 |
| Air Conditioners Repair & Maint. | 132993.74 | 169290.00 |
| TOTAL | 24658364.71 | 34445078.85 |
| Office & Administration Expenses | | |
| PARTICULAR | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| Printing & Stationery | 593897.62 | 707457.07 |
| Salary (Directors) | 2160000.00 | 6725000.00 |
| Travelling & Conveyance (Directors) | 0.00 | 2692586.49 |
| Travelling & Conveyance (Others) | 438014.06 | 5254625.42 |
| Courier & Postage | 274439.10 | 285072.17 |
| Insurance Expenses | 2680088.00 | 2620851.50 |
| Misc.Expenses | 2319500.02 | 2070458.57 |
| Professional Charges | 1270595.00 | 1039043.70 |
| Fees & Subscription | 385769.00 | 546993.00 |
| Rent | 210000.00 | 247938.00 |
| Exchange rate diff | 3374.96 | 0.00 |
| Telephone Expenses | 348797.37 | 443129.87 |
| Car Expenses (Repair & Fuel) | 505556.80 | 442646.45 |
| Scooter Expenses | 39047.00 | 51270.48 |
| Bad Debts | 630309.00 | 125655.74 |
| Donation | 0.00 | 131000.00 |
| Listing Expenses | 300000.00 | 300000.00 |
| AUDITORS REMUNERATION For Audit Fee | 40000.00 | 85000.00 |
| TOTAL | 12199387.93 | 23768728.46 |
| Selling & Distribution Expenses | | |
| PARTICULAR | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| Grading & Packing Expenses | 5755965.17 | 11045019.99 |
| Sales Promotion | 2666376.47 | 5691429.34 |
| Commission & Brokerage | 5111434.00 | 2770560.00 |
| Rebate & Discount | 7208185.17 | 5759253.01 |
| Advertisement | 84204.00 | 537510.40 |
| Freight (Outward) | 50178.50 | 4690.00 |
| Clearing & forwarding expenses | 102886.08 | 0.00 |
| TOTAL | 20979229.39 | 25808462.74 |
| OTHER EXPENSES | | |
| GRAND TOTAL | 353935752.03 | 423240201.89 |

| LIST (D) TO NOTE 12 | | |
|---|----------------------------|-----------------------------|
| Secured Loans | | |
| PARTICULARS | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| Term Loan (Secured by Plant & Machinery) Machinery and Land & Building | | |
| Hdfc T/L 84207074 | - | 210211.44 |
| Hdfc T/L83952711 | - | 563711.80 |
| Hdfc T/L 84207088 | 10299860.17 | 11272747.42 |
| Hdfc T/L 84207194 | 56771001.17 | 63586636.46 |
| Axis Bank T/L 35268845 | 41974550.00 | 47831654.00 |
| Axis Bank T/L 85869058 | - | 2196833.00 |
| Axis bank T/L 85869061 | 45907319.00 | 49812130.83 |
| Axis Bank T/L Buildng 35268829 | 5207758.00 | 5895284.00 |
| Hdfc Gecl | 43600000.00 | - |
| Axis Bank Gecl | 70372618.00 | - |
| | 274133106.34 | 181369208.95 |
| Less Loan Repayable within 1 year to be classified as current liability | 31548316.00 | 29241701.00 |
| Total long term liability | 242584790.34 | 152127507.95 |
| LIST (E) TO NOTE 12 | | |
| Unsecured Loans | | |
| PARTICULARS | CURRENT YEAR 31.03.2021 | PREVIOUS YEAR 31.03.2020 |
| From relatives | | |
| Jatinderpal Singh (Director) | 4784305.00 | 4590584.00 |
| Mrs. Kuljit Kaur | 956812.75 | 522717.75 |
| Asees Singh | 489496.61 | 493092.11 |
| Harinder kaur | 2643460.00 | 1143460.00 |
| Harman Singh | 4391571.00 | 4391571.00 |
| Jatinderpal Singh & Sons (HUF) | 1688365.00 | 1688365.00 |
| Ramtex India | 3120000.00 | 3120000.00 |
| Dipneet Kaur | 1600915.8 | 1118410.8 |
| Kanwardeep Kaur | 1769756.42 | 1791551.42 |
| Satnam Fabric Pvt. Ltd | 11521360.00 | 11521360.00 |
| Ramtex Exports | 2622192.00 | 3011671.00 |
| Ramtex (Prop. Jatinderpal Singh & Sons Huf) | 27208092.00 | 10732055.00 |
| Total | 62796326.58 | 44124838.08 |
| From Others | | |
| Adfert Technologies Pvt Ltd | - | 2000000.00 |
| Ajit Pal Singh | - | 785017.00 |
| Amanjeet Kaur | 4101187.00 | 1222517.00 |
| Asees Kaur | 374500.00 | 24500.00 |
| Bee Kay Agencies | 3500000.00 | 3563000.00 |
| Beekay Textiles U/s Loan | 2525000.00 | 2525000.00 |

| | | |
|---|---------------------|---------------------|
| Bee kay polycot | 2000000.00 | 2036000.00 |
| Classic Collection | 2603050.00 | 2444752.00 |
| Dashmesh wvg. & Dyeing Mills Pvt. Ltd. | 2006000.00 | 2006000.00 |
| Ess aar & Co. | 2900000.00 | 2900000.00 |
| Gurparkash Singh | 8449728.00 | 5803359.00 |
| G.S.Exports Pvt. Ltd. | - | 18607643.00 |
| Gurlene Syntex Limited | 2963900.00 | 2963900.00 |
| Harbir Singh | - | 2500000.00 |
| H. K Commodities Trader | - | 6850000.00 |
| Harjit Kaur | 258256.00 | 258256.00 |
| Harmohan Singh | 176809.00 | 176809.00 |
| Harvinder Kaur | 258256.00 | 258256.00 |
| Harmeet Enterprises | 621370.00 | 621370.00 |
| Jaswinder Pal Singh | - | 1900000.00 |
| Jugaad Singh | 1000000.00 | 500000.00 |
| Rohit Chabbra | - | 2500000.00 |
| Karandeep Kaur | 430000.00 | 430000.00 |
| Ravinder Singh | 7732453.00 | 8279362.00 |
| Maninder Singh | 4272675.00 | 5866670.00 |
| Maninder Singh Ajitpal Singh & Sons Huf | 6261747.00 | 5761747.00 |
| Mantej Textiles | 102629.00 | 102629.00 |
| Manjot Kaur | 300000.00 | 300000.00 |
| M/s Raideep Industries Ltd | 7553246.00 | 7093915.00 |
| Savneet Singh | 437217.00 | 437217.00 |
| Roseway Synthetics Pvt.Ltd | 6000000.00 | 6000000.00 |
| Sumeet Traders | 4228578.00 | 3971428.00 |
| Sangam Syntwist Textiles | - | 1621168.00 |
| Ranbir Singh | 562968.08 | 2354590.08 |
| Raunaq Fabrics Pvt. Ltd. | - | 1500000.00 |
| Mahalaxmi Tex Fab Pvt. Ltd. | 2970250.00 | 2970250.00 |
| Raj Sons | 4000000.00 | - |
| Ravinder Singh & Sons HUF | 600000.00 | 600000.00 |
| Shashi Promoters Pvt Ltd | - | 2500000.00 |
| Shivani Jain | - | 1500000.00 |
| Shruti jain | - | 1500000.00 |
| Sumeet Singh Bagga S/o Tripta Bagga | 2255902.00 | 2118715.00 |
| Sushil Kumar Huf | - | 1000000.00 |
| Surinder Kaur | 1583250.00 | 1500000.00 |
| Surinder Singh | 9233025.00 | 14500000.00 |
| Simranjit Singh | 2655090.00 | 2655090.00 |
| Simranjit Singh & Sons HUF | 2347000.00 | 2347000.00 |
| Titan Fabrics Pvt Ltd | 1600000.00 | 1600000.00 |
| Urmila Jain | - | 1500000.00 |
| Yogesh Jain | - | 2500000.00 |
| | 98864086.08 | 144956160.08 |
| Total | 161660412.66 | 189080998.16 |
| | | |

| LIST (F) TO NOTE 15 | | LIST (C) TO NOTE 7 Disclosure pursuant to Note no. 6 of Part I of Schedule VI to the Companies Act, 2013 | |
|-------------------------------------|------------------|--|------------------|
| Trade Payables | As at 31.03.2021 | Trade Payables | As at 31.03.2020 |
| ABDUL KADIR | 363,679.00 | AAR VEE COMMODITIES | 1,082,826.40 |
| ALPENOL | 1,026,600.00 | ALPENOL | 1,163,480.00 |
| ASHOKA TRADERS | 704,590.00 | ASHOKA TRADERS | 1,718,565.00 |
| AVON COTTEX PVT.LTD. | 688,390.00 | AVON COTTEX PVT.LTD. | 2,067,417.00 |
| BATSONS TEXTILES | 4,137,631.00 | B M RATHI FABRICS LLP | 35,374.00 |
| BLACK DIAMOND TRADELINK PVT.LTD. | 2,236,223.85 | B.M.VASU MEHRA & CO. | 53,797.00 |
| CHIRANJIV OVERSEAS PVT.LTD. | 254,290.00 | CHUNRIA | 3,359,734.00 |
| CHUNRIA | 2,067,519.00 | DASHMESH WVG.& DYE.MILLS P LTD | 6,768,546.06 |
| COLOUR-CHEMINIDA PRIVATE LIMITED | 292,050.00 | DUGGAL ENTERPRISES | 31,966.20 |
| D.DEVI & CO. | 101,360.00 | EAT INDIA PVT.LTD. | 84,600.00 |
| EMM KAY SYNTHETICS | 14,384.00 | GIRIRAJ SILK MILLS | 32,370.00 |
| FIBRECHEM | 1,977,808.00 | GREYLINE KNITWEAR | 14,237.00 |
| FLUME PETROCHEMS PVT.LTD. | 1,211,495.00 | GURLENE SYNTAX | 380,000.00 |
| G.N.FABRICS PRIVATE LIMITED | 45,176.00 | HIMJYOTI INDUSTRIES | 55,744,727.00 |
| G.S.EXPORTS PVT.LTD. | 3,995,791.00 | JAGUN CREATIONS | 874,811.10 |
| GAGAN COAL PRIVATE LIMITED | 2,049,382.54 | JAPNEET TEXTILES | 2,719,817.00 |
| GAGAN COAL PVT.LTD. (GUJ) | 1,114,192.27 | JAY NAKODA INDUSTRIES | 689,120.00 |
| GANESH TRADERS | 1,020,848.00 | JINDAL TRADERS | 306,900.00 |
| GO YOUNG (INDIA) | 2,152,500.52 | JINDBA PROCESSORS PVT. LTD. | 56,095.00 |
| GOLD COINS CREATION | 131,153.00 | JOY TEXTILE INDUSTRIES | 200,522.00 |
| HIMJYOTI INDUSTRIES | 43,079,797.89 | KALA KRITI | 29,961.27 |
| JAGUN CREATIONS | 641,838.10 | KOTHARI CHEMICAL INDUSTRIES | 67,625.80 |
| JAY NAKODA INDUSTRIES | 1,241,360.00 | M.J.ENTERPRISES | 75,141.20 |
| KARAN PACKERS | 267,435.00 | MEERA TEXTILES (P) LTD. | 540,750.00 |
| KOTHARI CHEMICAL INDUSTRIES | 144,986.50 | MOHAMED ARJU | 313,308.00 |
| M.J.ENTERPRISES | 41,595.00 | MUKTA INTERNATIONAL | 149,884.00 |
| MANISHA TRADERS | 376,047.00 | NARMADA SILK INDUSTRIES PVT.LTD. | 3,543,358.00 |
| MD.SHAFI ALAM | 742,135.00 | NAVKIRAT ENTERPRISES | 399,687.00 |
| MOHAMED ARJU | 751,636.00 | NEW PUNJAB SHAWL EMP. | 234,101.00 |
| MUKTA INTERNATIONAL | 55,436.00 | P.K. LAXMI MILL INDIA PRIVATE LIMITED | 69,888.00 |
| NARMADA SILK INDUSTRIES PVT.LTD. | 431,706.00 | PARAS RANG RASAYAN (P)LTD. | 89,208.00 |
| NEW PUNJAB SHAWL EMP. | 42,010.00 | PREM DYES | 8,904,116.00 |
| PREM DYES | 11,047,674.00 | R S FABRICS | 1,542,905.00 |
| PUNEET RASAYN | 890,486.70 | RAJ & SONS | 8,595,675.00 |
| R S FABRICS | 940,288.00 | RAJINDRA AGENCIES | 11,527,063.00 |
| R T INTERNATIONAL | 1,443,883.00 | REGGIANI MACCHINE S.P.A. | 7,696,647.13 |
| R.K.ENTERPRISES. | 3,576,311.00 | RIKHABAJI CORPORATION | 2,081,325.00 |
| R.T. CREATIONS | 3,245,516.00 | S.DEWAN SINGH BATRA & CO. | 1,637,902.00 |
| RAIDEEP INDUSTRIES LTD. (PURCHASE) | 3,866,117.00 | SAHIL ENTERPRISES | 294,792.00 |
| RAJ & SONS | 8,059,049.00 | SAKSHI ENTERPRISES | 206,851.00 |
| RAJINDRA AGENCIES | 7,024,154.00 | SALONI TEXTILES | 6,289,701.00 |
| REGGIANI MACCHINE S.P.A. | 5,615,872.50 | SAMOSARAN SYNTAX PVT.LTD. | 5,987,520.00 |
| RUSTAM EMBROIDERY WORKS | 618,678.00 | SAMOSARAN SYNTAX PVT.LTD.(27) | 119,952.00 |
| S.D.DYES & CHEMICALS | 44,604.00 | SAMOSARN YARNS PVT.LTD.(II) | 461,227.00 |
| S.S.S.CHEMICALS | 29,512.00 | SARAL DYE- CHEMS | 1,024,135.00 |
| SAHIL ENTERPRISES | 388,440.00 | SHARDA ENTERPRISES. | 304,784.96 |
| SAKSHI ENTERPRISES | 359,772.00 | SHINGORA TEXTILES LTD. | 54,959.26 |
| SAMOSARAN SYNTAX PVT.LTD. | 875,790.00 | SHIV ENTERPRISES. | 225,254.00 |
| SAMOSARN YARNS PVT.LTD.(II) | 613,908.00 | SHORI CHEMICALS | 882,230.00 |
| SARAL DYE- CHEMS | 1,381,489.00 | SHREE RAM TEXTILES | 27,178,439.00 |
| SHARDA ENTERPRISES. | 205,969.00 | SREE LALITHA PARMESHWARI SPINNING MILLS PVT.LTD. | 7,942,423.00 |
| SHIFAN KHAN | 607,898.00 | TANVI ENTERPRISE. | 35,400.00 |
| SHINGORA TEXTILES LTD. | 74,681.94 | TITU AND MAHENDRA TEX PVT. LTD. | 350,460.00 |
| SHIV ENTERPRISES. | 54,925.00 | TRIBHUVAN KNITWEARS | 403,372.00 |

| | | | |
|---|--------------|-------------------------------------|--------------|
| SHORI CHEMICALS PVT.LTD. | 795,852.00 | VMS FABRICS PRIVATE LTD | 3,495,580.00 |
| SREE LALITHA PARMESHWARI SPINNING MILLS | 194,051.00 | ZAINUL AZAD | 325,546.00 |
| SHREE BALAJI SALES CORPORATION | 36,818.00 | ZEE DYE-CHEM. (INDIA) REGD. | 22,833.00 |
| SOLUTIA CHEMICALS INDIA PVT. LTD. | 378,683.71 | A & A ADVERTISING. | 8,165.00 |
| SONU ALAM | 946,088.00 | AAR VEE LOGISTICS | 415,702.00 |
| TITU AND MAHENDRA TEX PVT. LTD. | 467,280.00 | ABDUL KADIR | 284,591.00 |
| U.B.ENTERPRISES | 335,592.00 | ADVANCED CAM SOLUTIONS | 23,777.00 |
| VISION APPARELS INC. | 3,387,550.00 | ALAMGIR EMBRO.PARTS | 68092 |
| VMS FABRICS PRIVATE LTD | 464,311.85 | AMAR GOODS CARRIERS | 438401 |
| WADHWA DYES & CHEMICALS | 80,240.00 | AMBAY WELDING & SAFETY PRODUCT | 24412 |
| YOGESH SALES CORPORATION | 111,415.00 | APS PARCEL SERVICE | 161415 |
| ZAINUL AZAD | 465,455.00 | AROMA CHEMICALS | 134804 |
| ZEE DYE-CHEM. (INDIA) REGD. | 691,538.00 | BALWINDER KAUR & SONS | 15557 |
| ZEE DYES & CHEMICALS | 37,760.00 | BAMBI HOTEL | 106455 |
| ADVANCED CAM SOLUTIONS | 69,270.00 | BANDANA | 85565 |
| AMAR GOODS CARRIERS | 6,850.00 | BASOTRA ENGINEERS | 251389.92 |
| APS PARCEL SERVICE | 7,590.00 | BEDI SALES PVT.LTD. | 56000 |
| BALWINDER KAUR & SONS | 10,076.00 | BOMBAY CREATIONS | 10048 |
| BANDANA | 157,872.00 | CHAWLA MOTOR OIL CO. | 56236 |
| BOMBAY CREATIONS | 10,048.00 | COMMERCIAL TRADERS | 498483 |
| CHEMBOND WATER TECHNOLOGIES LIMITED | 132,455.00 | COMPONENT MASTERS | 720 |
| DHL EXPRESS (INDIA) PVT.LTD. | 42,526.03 | DASMESH PUMP STORE | 60861 |
| DISHA INFOTECH | 118,000.00 | DEEPAK TRADERS.. | 46368 |
| DULARI DIGITAL PHOTO SERVICES P LTD | 356,776.00 | DELHI PUNJAB GOODS CARRIER P.L | 10918 |
| EKJOT CHEMICALS | 438,569.00 | DISHA INFOTECH | 108000 |
| ENZIMAS ENVIROCARE & TECHNOLOGIES | 47,250.00 | DULARI DIGITAL PHOTO SERVICES P LTD | 372979 |
| FAARIHA EMPORIUM | 377,885.00 | G.D ENTERPRISES | 173578 |
| G.D ENTERPRISES | 156,940.00 | G.D.S. TRADERS | 6773.2 |
| G.K.ENTERPRISES | 679,648.86 | G.K.ENTERPRISES | 1129077.72 |
| GANESH HARDWARE & PAINT STORE | 36,180.00 | GAGAN COAL PRIVATE LIMITED | 1090361 |
| GNM ENTERPRISES | 297,891.00 | GAGAN FILLING STATION | 9296 |
| GRAND LOCATIONS | 17,000.00 | GANESH HARDWARE & PAINT STORE | 403596 |
| GURMUKH BLOCK PRINTING | 133,023.00 | GANESH INDUSTRIES | 9440 |
| GURU NANAK BEARING TRADERS | 93,948.00 | GANGAHAR ENGINEERS | 482507.24 |
| H.R.ENTERPRISES | 3,540.00 | GLOBAL INSULATION SOLUTIONS | 178836 |
| HARJIT KAUR | 24,993.00 | GURMUKH BLOCK PRINTING | 273344.5 |
| J D INDUSTRIES | 170,386.00 | H.R.ENTERPRISES | 5664 |
| JASMAN COLLECTIONS | 31,500.00 | HARJIT KAUR | 20790 |
| JAVY ENGINEERING COMPANY | 42,673.00 | HARMAN CONSTRUCTIONS | 116300 |
| KAREENS THE DESIGNER STUDIO | 164,412.00 | I.D.M SOLUTION P LTD., | 5091 |
| KHUSHBIR & CO, | 434,492.00 | INDUSTRIAL REVOLUTION | 15482 |
| KIRAN SINGH | 19,884.00 | ION-TECH ENGINEERS | 54398 |
| KRISHNA SALES | 116,130.00 | J D INDUSTRIES | 151217 |
| LAXMI ASSOCIATES | 246,171.00 | J R INDUSTRIAL CORPORATION | 10762 |
| M-TEX OVERSEAS | 79,308.00 | JAIN P & ASSOCIATES,COMPANY | 4800 |
| MADAN GOPAL & SONS | 10,570.00 | JALNEEL ENTERPRISE | 15090 |
| MH POWER SOLUTION | 24,798.00 | JAMIL AKHTAR | 249594 |
| MUNISH TEXTILE AGENCIES | 72,203.00 | JASMAN COLLECTIONS | 31500 |
| NEW A.B.STEEL INDUSTRIES | 138,648.00 | JAVY ENGINEERING COMPANY | 44019 |
| NILESH Y. MEHTA | 2,649.00 | JUGAL KISHORE & SONS | 6384 |
| P.N.ENGINEERING WORKS | 263,145.00 | KAREENS THE DESIGNER STUDIO | 316884 |
| P.S.BATHLA & ASSOCIATES | 25,720.00 | KHUSHBIR & CO, | 398692 |
| PARBHAKAR YADAV | 19,220.00 | KLEINMANN | 30093 |
| PECTHERM PVT.LTD. | 50,564.00 | KRISHNA SALES | 170806 |
| PERFECT ELECTRICALS | 128,306.00 | KULKARNI POWER TOOLS LTD. | 238218 |
| PHOENIX BLOWERS PVT.LTD. | 30,201.00 | L BABY. | 19275 |
| POLYSPIN FILTRATION (I) PVT.LTD. | 63,731.74 | LAXMI ASSOCIATES | 162352 |
| PRINTER CARE CENTRE | 4,700.00 | LEO POWER SYSTEMS | 3540 |
| PUNJAB HARDWARE & MILL STORE | 708.00 | | |

| | | | |
|-----------------------------------|----------------|--------------------------------------|----------------|
| R.K.INDUSTRIES | 544,822.00 | M-TEX OVERSEAS | 487316 |
| RANDHIR SINGH | 27,108.00 | M.P. TIMBER & IRON MERCHANTS | 10716 |
| RAVINDER ENTERPRISES | 11,495.00 | MAANAS ENTERPRISE | 15046 |
| RIDHI PAPER TUBE | 18,904.00 | MADAN GOPAL & SONS | 16871 |
| RISHI ENGINEERING CONSULTANT | 49,241.00 | MANISHA TRADERS | 87689 |
| SANTOSH KUMAR TIWARI | 3,432.00 | MAYANK ARTS | 480 |
| SAT SAHIB ENTERPRISES | 30,444.00 | MD.SHAFI ALAM | 641241 |
| SATINDER KUMAR | 60,690.00 | MH POWER SOLUTION | 11600 |
| SIDDHI VINAYAK BUTTA CUTTING | 25,416.00 | MY TEX (INDIA) | 53100 |
| SILVERTOWN TEXTILE TRADING CO. | 270,957.00 | NEEDLE & KRAFT EMBROIDERIES | 48365 |
| SIM INTERNATIONAL | 23,667.00 | NEELUM TRADERS | 17294 |
| TECHNO TEX MARKETING | 38,822.00 | NEW STAR GOODS CARRIER | 10600 |
| TEX SPARE INDIA | 262,090.40 | NILKANTH TEXTILE | 68208 |
| UNIQUE AQUA SOLUTIONS | 18,880.00 | ONKAR PETRO | 380112 |
| V.P. MECHANICAL WORKS | 176,674.00 | P.N.ENGINEERING WORKS | 158120 |
| V.TEX INTERNATIONAL | 50,126.00 | PARBHAKAR YADAV | 18030 |
| VAIBHAV AGGARWAL | 976,697.00 | PECTHERM PVT.LTD. | 154462 |
| VIKAS ENTERPRISE | 23,600.00 | PERFECT ELECTRICALS | 904939 |
| VISION CAPITAL SERVICES PVT. LTD. | 33,300.00 | POLYSPIN FILTRATION (I) PVT.LTD. | 36492.96 |
| VODAFONE IDEA LIMITED | 11,668.76 | PRINCE LACE HOUSE | 157694 |
| VOLTAS LIMITED | 107,180.00 | PRINTER CARE CENTRE | 2700 |
| WADHWA BROTHERS | 62,233.00 | PRITAM SINGH PARAMJIT SINGH BHATIA | 3923 |
| XEROX INDIA LIMITED | 27,024.00 | R.K.ENTERPRISES. | 181052 |
| | | R.K.INDUSTRIES | 874465 |
| | | RAM KUMAR AJAY KUMAR | 47000 |
| | | RANDHIR SINGH | 11267 |
| | | RAVINDER ENTERPRISES | 19811 |
| | | RISHI ENGINEERING CONSULTANT | 65414 |
| | | RITZY GLOBAL LOGISTICS | 10824 |
| | | ROSHAN DI HATTI | 7906 |
| | | S.S.S.CHEMICALS | 20960 |
| | | SATINDER KUMAR | 22023.5 |
| | | SILVERTOWN TEXTILE TRADING CO. | 274068.2 |
| | | SIM INTERNATIONAL | 17,623.00 |
| | | SIMRAN CERAMICS | 25530 |
| | | SINGHALSONS ENTERPRISES | 9818 |
| | | SNOOPY LABLES & TAGS | 161517 |
| | | SONEL SILK CORPORATION | 95424 |
| | | SONU ALAM | 122235 |
| | | SUDHIR SALES & SERVICES LTD. | 111173 |
| | | SUPREME TRANSPORT SOLUTIONS PVT.LTD. | 84306 |
| | | TEXTFAB ENGINEERS INDIA PVT. LTD. | 184305 |
| | | TEXTILE SOLUTIONS | 82837 |
| | | TURBO INDUSTRIES PVT. LTD. | 112642 |
| | | UNIQUE AQUA SOLUTIONS | 14159 |
| | | UNIQUE IMPEX | 50636 |
| | | V-CON INTELLIGENT SECURITY PVT. LTD. | 75775.38 |
| | | V.CUBE CHEMICAL INDUSTRIES | 712962 |
| | | V.TEX INTERNATIONAL | 10785 |
| | | VAIBHAV AGGARWAL | 526968 |
| | | VETECH EQUIPMENT | 44887.2 |
| | | VISHVKARMA IRON & CEMENT STORE | 96620 |
| | | VODAFONE IDEA LIMITED | 25551.46 |
| | | WADHAWAN MILL STORE | 3467 |
| | | WADHWA BROTHERS | 48085 |
| | | XEROX INDIA LIMITED | 58853.24 |
| | 140,971,620.16 | | 197,051,557.90 |

| LIST (A) TO NOTE 2 (Long-term loans and advances) | | | |
|---|----------------------------|--|----------------------------|
| LONG TERM LOANS & ADVANCES | | | |
| PARTICULARS | Amount As on 31.03.2021 | Amount As on 31.03.2020 | |
| SECURITY DEPOSIT WITH PSEB | 3,734,544.00 | 3,734,544.00 | |
| SECURITY WITH BSNL | 7,000.00 | 7,000.00 | |
| SECURITY WITH LDH STOCK EXCH. | 156,000.00 | 156,000.00 | |
| Total | 3897544.00 | 3897544.00 | |
| LIST-B to Note 4 | | LIST-E to Note 4 | |
| SUNDRY DEBTORS (DOMESTIC) | Amount As on 31.03.2021 | SUNDRY DEBTORS (DOMESTIC) | Amount As on 31.03.2021 |
| AMAR SINGH & SONS | 9,315,591.00 | AVTAR SINGH KULJINDERPAL SINGH. LUDHIANA | 21,039,126.32 |
| AMAZON SELLER SERVICES PVT.LTD. | 31,302.15 | AMAR SINGH & SONS BHATINDA | 7,893,226.00 |
| ANAND FABRICS | 632,063.85 | ANAND FABRICS JALANDHAR-CITY | 1,875,519.85 |
| ASEES TEXTILES | 45,663,484.00 | ASEES TEXTILES LUDHIANA | 58,513,756.00 |
| ATAM PARKASH ARORA | 2,650.00 | AVTAR SINGH MOHINDER PAL SINGH | 16,774,598.00 |
| AVTAR SINGH KULJINDERPAL SINGH | 30,088,445.32 | BIBA APPARELS PRIVATE LIMITED | 3,701.00 |
| AVTAR SINGH MOHINDER PAL SINGH | 16,570,376.00 | BIBA APPARELS PRIVATE LIMITED. DIST. FARIDABAD. | 311,846.00 |
| BIR SONS | 6,495,140.00 | BIR SONS PATIALA | 6,852,563.00 |
| CLASSIC COLLECTIONS | 18,729,373.00 | CENTEX INTERNATIONAL PVT. LTD. | 46,678.00 |
| DASHMESH WVG.& DYE.MILLS P LTD. | 22,762,444.76 | CLASSIC COLLECTIONS | 28,651,636.58 |
| DEBIT/CREDIT CARD A/C | 675.00 | DASHMESH WVG.& DYE.MILLS P LTD. DEBTOR | 28,042,844.00 |
| DESHBIR TRADERS | 36,805,123.00 | DESHBIR TRADERS LUDHIANA | 45,287,274.00 |
| DESPUN | 16,926.00 | DEV RAJ & SONS JALANDHAR-CITY | 3,262,013.31 |
| DEV RAJ & SONS | 5,102,935.31 | DRS. CREATION JALANDHAR-CITY | 1,227,187.00 |
| DRS CREATIONS | 446,989.00 | G.A.S COLLECTION | 95,835.00 |
| EPSON INDIA PVT LTD. | 24,591.00 | G.G. FASHION | 11,299.00 |
| G.A.S COLLECTION | 95,835.00 | G.N.FABRICS PRIVATE LIMITED HOSHIARPUR. | 160,144.00 |
| GANEEV SINGH RAJPAL | 10,224.00 | GANEEV SINGH RAJPAL | 10,224.00 |
| GAUBA FASHIONZ | 2,961,303.70 | GAUBA FASHIONZ JALANDHAR-CITY | 2,961,303.70 |
| GUNTASS | 70.00 | GUNTASS LUDHIANA | 70.00 |
| GURMAN TEXTILES | 9,708,060.00 | GUR SINGH LUDHIANA | 250.00 |
| HARDEEP SINGH | 10,744.00 | GURMAN TEXTILES AMRITSAR | 10,482,095.00 |
| HARMEET SINGH CHARANBIR SINGH | 1,584,185.00 | GURMEET SINGH S/O DARSHAN SINGH | 17,710.00 |
| HARSHIT K.BHERUMAL | 5,860.00 | HARDEEP SINGH KARNAL | 3,474.00 |
| IQBAL SINGH GILL | 2,350.00 | HARMEET SINGH CHARANBIR SINGH JALANDHAR-CITY | 2,703,097.00 |
| JAIMAL SINGH AMARJIT SINGH | 18,377,495.00 | HARSHIT K.BHERUMAL | 5,860.00 |
| JAIMAL SINGH SATNAM SINGH | 2,478,913.00 | JAI MAA IRON FOUNDERY (P) LTD. | 129,797.32 |
| JAIN SHAWLS | 94,737.00 | JAI MAA PROCESSORS PVT. LTD. DISTT. SOLAN (H.P.) | 715,848.00 |
| JASKIRAT TEXTILES | 23,533,664.00 | JAIMAL SINGH AMARJIT SINGH HOSHIARPUR | 14,089,931.00 |
| JAWANDSONS PRIVATE LIMITED-II | 931,276.00 | JAIMAL SINGH SATNAM SINGH LUDHIANA | 2,214,923.00 |
| JAYDEE FABRICS LTD | 25,652.07 | JAIN SHAWLS LUDHIANA | 42,180.00 |
| KARAM SINGH HARBHAJAN SINGH | 1,137,592.00 | JASKIRAT TEXTILES LUDHIANA | 29,549,180.00 |
| KARTAR TRADING CO. | 13,478,213.20 | JAWAND SONS UNIT-I LUDHIANA - | 103,018.00 |
| KAY DEE ENTERPRISES | 23,021,686.00 | JAYDEE FABRICS LTD | 700,150.07 |
| MANINDER SINGH AJIT PAL SINGH | 2,759,018.00 | KARAM SINGH HARBHAJAN SINGH | 298,158.00 |
| NAVNEET CREATION | 2,591,326.00 | KARTAR TRADING CO. LUDHIANA | 10,782,545.20 |
| OM PARKASH BALWANT RAI | 4,080,632.00 | KASHI THE FABRIC STORE JANJEERWALA SQUARE, | 228,790.00 |
| OM SONS. | 8,672,602.90 | KAY DEE ENTERPRISES AMBALA-CITY | 18,666,402.00 |
| OM YARN PLUS PVT.LTD. | 27,885.00 | KRYSTAL FABRICS LUDHIANA | 115,991.00 |
| P.R. FABRICS PVT. LTD. | 289,264.00 | M.K. SETH & CO. AMBALA-CITY | 1,575,027.00 |
| PARGAT SINGH | 57,825.00 | M.S.TRADERS AMRITSAR. TIN NO. 03561152105 | 440,822.00 |

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| | | | |
|---|-----------------------|--|-----------------------|
| PARTAP SINGH | 135,000.00 | MANINDER SINGH AJIT PAL SINGH LUDHIANA | 3,917,856.00 |
| PEE GEE FABRICS PVT.LTD | 1,370,299.00 | MANJIT KAUR | 17,435.00 |
| POOJA SAREES | 1,054,313.00 | MAYA CLOTH AND CUT PIECE HOUSE | 9,085.00 |
| PREM SINGH SURJIT SINGH | 11,498,586.00 | MJS INDUSTRIES | 8,511.00 |
| RAIDEEP INDUSTRIES LTD (SALE A/C) | 21,008,059.00 | NAVNEET CREATION SRI GANGA NAGAR - | 2,742,700.00 |
| RAKESH BROTHERS | 16,403,362.72 | OM PARKASH BALWANT RAI BHATINDA | 9,157,703.00 |
| RAKESH KUMAR AMIT KUMAR | 13,846,797.08 | OM SONS. SUNAM | 8,941,906.90 |
| RAM KUMAR (NANGAL) | 2,270.00 | OM YARN PLUS PVT.LTD. TIN NO.03891157016 | 27,885.00 |
| RAMTEX | 6,435,297.00 | P.R. FABRICS PVT. LTD. DELHI-6 | 323,802.00 |
| RAMTEX INDIA | 34,088,753.00 | PARGAT SINGH ASSANDH | 90,212.00 |
| ROOP FASHIONZ | 3,285,163.00 | PARTAP SINGH GHAZIABAD | 135,000.00 |
| RUDHRA ABRASIVES INDUSTRIES | 149,284.00 | POOJA SAREES AMBALA - CITY | 1,943,153.00 |
| S.VIPAN TEXTILES | 3,897,294.00 | PREM SINGH SURJIT SINGH LUDHIANA | 12,021,914.00 |
| SACHDEVA TEXTILES (PROP. K.S.) | 40,976.00 | R.K. FABRICS LUDHIANA-141007 | 248,710.00 |
| SANJEEV TRADERS | 9,074.00 | R.T. CREATIONS | 2,271,547.00 |
| SEHAJDEEP TEXTILE (PROP. RAVINDER SINGH & SONS HUF) | 4,659,446.00 | RAKESH BROTHERS SUNAM | 14,744,590.72 |
| SHIVAM TEXTILE MILLS | 3,606,820.00 | RAKESH KUMAR AMIT KUMAR AMRITSAR | 21,848,963.08 |
| SHREEL INTERNATIONAL | 153,719.00 | RAMTEX INDIA LUDHIANA | 49,702,818.00 |
| SHRI SHYAM KNITWEARS | 364,176.00 | RASHI SAREES AMBALA-CITY | 598,259.68 |
| SIMARJEET KAUR | 11,199.00 | ROOP FASHIONZ JALANDHAR - CITY | 2,959,516.00 |
| SUPER FABRICS | 115,758.00 | RUHAANI EMPORIO | 629,837.00 |
| TEJBIR KAUR CHAHAL | 7,750.00 | S.VIPAN TEXTILES AMRITSAR | 4355140.00 |
| TRIPUTI TEXTILE MILLS | 3,514,893.00 | SACHDEVA TEXTILES (PROP. K.S.) KARNAL | 401,066.00 |
| TURBO TOOLS PVT. LIMITED (UNIT NO. 2) | 114,509.00 | SANJAY TEXTILES | 1036121.00 |
| TUSHA TEXTILES (MUMBAI) PVT. LTD. | 22,843.00 | SANJEEV TRADERS | 9074.00 |
| VEOHM SYSTEMS | 297,373.00 | SEHAJDEEP TEXTILE (PROP. RAVINDER HUF) | 3460819.00 |
| X FASHION & FABRICS GALLERY | 306,509.00 | SHIVAM TEXTILE MILLS | 877782.00 |
| | | SHREEL INTERNATIONAL | 65363.00 |
| | 435024045.06 | SOHUM TEXTILE MILLS | 564642.00 |
| SUNDRY DEBTORS (Export) | | | |
| IMPEX CANADA LTD | 824,896.55 | | |
| | 435848941.61 | | |
| Less | | SUPER FABRICS JALANDHAR-CITY | 115758.00 |
| Debtors more than 180 days | 10,784,100.55 | TRIPUTI TEXTILE MILLS AMRITSAR | 5675286.00 |
| | | TURBO TOOLS PVT. LIMITED (UNIT NO. 2) | 285265.00 |
| | | X FASHION & FABRICS GALLERY | 236787.00 |
| | | YOUNGMAN WOLLEN MILLS PVT LTD. | 643.00 |
| | | | 465311243.73 |
| | | Less | |
| | | Debtors more than 180 days | 9537808.94 |
| Total | 425,064,841.06 | | 455,773,434.79 |

| PARMESHWARI SILK MILLS LTD. LIST (C) TO NOTE 7 (Short-term loans and advances) | | |
|---|----------------------------|----------------------------|
| PARTICULARS | Amount As on 31.03.2021 | Amount As on 31.03.2020 |
| Advance to suppliers | | |
| GURLENE SYNTEX | 14996 | 0.00 |
| G.S.EXPORTS PVT.LTD. | 0.00 | 270,681.00 |
| RAMTEX EXPORTS | 429,984.12 | 1,444,309.12 |
| JAI MAA PROCESSORS PVT LTD | 1,201,581.32 | 0.00 |
| JAI RAGHUNANDAN FABRICS | 0.00 | 43,420.00 |
| RIVERPOOL ENTERPRISES | 99,797.52 | 0.00 |
| Total | 1746358.96 | 1758410.12 |
| Advance to Others | | |
| PARTICULARS | Amount As on 31.03.2021 | Amount As on 31.03.2020 |
| ADVANCED GRAPHIC SYSTEM | 0.00 | 29500.00 |
| AMAR CREATION | 0.00 | 152668.00 |
| AMARJEET INTERNATIONAL | 11500.00 | 109853.54 |
| AMIT INTERNATIONAL | 5000.00 | 0.00 |
| AUTO SUSPENSION PARTS CO. | 11652.50 | 0.00 |
| CONTAINER CORPORATION OF INDIA | 0.00 | 27277.90 |
| DAVINDER PAL SINGH &CO.TAX A/C | 50000.00 | 71000.00 |
| DM PARMAR TEXTILE ENGINEERS | 27140.00 | 0.00 |
| DRAGON SECURITY & SOLAR PROJECTS | 0.00 | 20000.00 |
| FUSION CPH APS | 0.00 | 64,615.81 |
| HARAPPA TEXTILES MILLS PVT LTD | 0.00 | 119,050.00 |
| HYDROLOG ENGINEERS | 224,086.12 | 120,000.00 |
| G.R TEXTILES | 306,000.00 | 306,000.00 |
| GAGANDEEP SINGH JALANDHAR | 3,500,000.00 | 2,500,000.00 |
| GURU NANAK ENGG WORKS | 111,790.00 | 0.00 |
| IGST RECEIVABLE | 59,952.00 | 0.00 |
| INFOMERICS VALUATION AND RATING PVT LTD | 0.00 | 206,500.00 |
| KULDEEP SINGH INPEREST | 4,246.00 | 0.00 |
| KRISHNA SALES CORPORATION | 0.00 | 48,380.00 |
| NEEDLE KRAFT EMBROIDERIES | 1,411,188.00 | 0.00 |
| RITZY GLOBAL LOGISTICS | 36,998.00 | 0.00 |
| STAFF ADVANCE | 8,252,908.47 | 7,392,720.47 |
| SHIVA AQUA ENTERPRISES | 0.00 | 218,595.00 |
| SANTOSH KUMAR TIWARI | 0.00 | 10,102.00 |
| SHREE VAREE ENGINEERING WORKS | 70,000.00 | 70,000.00 |
| SUKHMINDER SINGH C/O D.P.SINGH | 204,075.00 | 204,075.00 |
| THE NEW INDIA INSURANCE CO. LTD | 13,238.00 | 0.00 |
| VOLKSWAGEN FINANCE PVT LTD | 43,535.76 | 0.00 |
| Total | 14343309.85 | 11670337.72 |

| Advance Against Machinery | | |
|----------------------------|----------------------------|----------------------------|
| PARTICULARS | Amount As on 31.03.2021 | Amount As on 31.03.2020 |
| KWS EVAPORATORS PVT LTD | 500,000.00 | 0.00 |
| MAHLO GMBH | 187,262.57 | 0.00 |
| WINTEX ENGINEERS | 330,000.00 | 0.00 |
| Total | 1,017,262.57 | 0.00 |
| Advance to RELATED PARTIES | | |
| PARTICULARS | Amount As on 31.03.2021 | Amount As on 31.03.2020 |
| | - | - |
| Total | 0.00 | 0.00 |
| Grand Total | 17106931.38 | 13428747.84 |

NOTES TO FINANCIAL STATEMENTS

1. GENERAL INFORMATION

M/s PARMESHWARI SILK MILLS LIMITED company is engaged in the business of Manufacturing of woven fabrics.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Conventions:

The company's financial statements have been prepared on accrual basis of accounting as applicable to going concern in accordance with generally accepted accounting principle in india, mandatory accounting standards prescribed in the Section 133 of the Companies Act 2013 Read with Rule 7 of the Companies (Accounts) Rules 2014.

All assets and liabilities have been classification as current or non current as per company's normal operating cycle and other criteria set out in the Revised Schedule II of Companeis Act, 2013. Based on the nature of business, the company has ascertained its operating cycle as 12 months for the purpose of current or non current classification of Assets and liabilities.

B. Revenue Recognition

- 1 Sales Revenue is recognized on dispatch of goods, net of freight, insurance, Excise, VAT and GST.
- 2 Interest income is recognised on time proportion basis.

C. Fixed Assets:

Fixed assets are stated at cost of acquisition and inclusive of inward freight, duties & taxes & incidental expenses related to acquisition net of capital subsidy relating to specific fixed assets. Capital work in progress/Intangible assets under development includes cost of assets at site, advances made for acquisition of capital assets and pre operative expenditure pending allocation to fixed assets.

D. Inventory Valuation

Inventories are valued at cost or net realizable price whichever is lower except scrap at net realisable value. The cost formula used for valuation of inventories are:-

1. In respect of raw material and stores and spares have been valued at cost.
2. In respect of work in process is valued at cost of raw material plus conversion cost.
3. Finished goods are valued at cost of production.

E. Depreciation

Depreciation has been provided on provided on Straight Line method at the rates specified in schedule II of TheCompanies Act, 2013. The fixed assets acquired prior to 1st April 2014 are depreciated over the revised remaining useful life of the assets based on the indicative useful life of the assets mandated by schedule II to the Companies Act, 2013.

F. Taxes on Income

Provision for Tax is made for both current and deferred taxes. Provisions for current income tax is made on the current tax rates based on assessable income. The Company provides for deferred tax based on the tax effect of timing differences resulting from the recognition of items in the financial statements and in estimating its current tax provision.

G. Employee Benefits

- I. Contribution to Provident Fund and other funds are made in accordance with the provisions of the Employees Provident Fund and Miscellaneous Provisions Act, 1952.

II. Provision for leave encashment is made on the basis of leave accrued to the employees during the financial year.

III. The company has not been made Provision for gratuity.

H. Excise Duty

Excise duty is not applicable on the company.

The company is registered under Goods and Service Act 2017 and having GST No.03AAECP1070G1ZX.

I. Foreign Currency Transaction

Transactions in Foreign Currency are recorded at the rate of exchange prevailing at the date of transactions. The translation/settlement differences are recognized in the profit & Loss Account. Exchange gain on export is Rs.20843.55 and Rs.187537.50 on purchase of stores and spare part of Machinery is credited in Profit and Loss Account. Exchange Rate difference on purchase of Store & Spare Part is Rs.209108.61 which is credited to store and spare part account. Exchange Rate difference of Rs.436932.17 on purchase of Store Printing is debited to Store Printing account.

| Foreign Transaction During year | Amount |
|------------------------------------|--------------------|
| Outward | |
| Designing Exp.(Purchase) | 1068793.70 |
| Store & Spare for Machinery repair | 32032265.15 |
| Advance against Spare Part | 187262.57 |
| Total | 33288321.42 |
| Inward | |
| Export Realisation | 391619.04 |

J. Impairment of Assets

As at Balance Sheet date, an assessment is made whether any indication exists that an asset has been impaired. If any such indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceed its recoverable amount is provided in the books of account.

K. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result so past event and it is probable that there will be outflow of resources. Contingent liability, which are considered significant and material by the company, are disclosed in the Notes to Accounts. Contingent Assets are neither recognised nor disclosed in financial statements.

L. Investments

There is no Long term investment as well as current investments .

M. Borrowing Cost

Borrowing cost that are directly attributable to acquisition or construction of qualifying assets or treated as part of cost of capital assets. Other borrowing cost or treated as expenses for the period in which they are incurred.

N. Earning Per Share

Basic earning per share is 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.

O. Cash and Cash Equivalent

In the cash flow statement, cash and cash equivalent includes cash in hand, demand deposits with

banks, other short-term highly liquid investments with original maturities of three or less.

P. Lease

There is no Lease agreements.

Q. Intangible Assets

Intangible assets are stated at acquisition cost, net accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over their estimated useful lives. A rebuttable presumption that the useful life of an intangible assets will not exceed ten years from the date when the asset is available for use is considered by the management. The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

R. Use of Estimates

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Example of such estimates include provision for doubtful debts, employee benefits, provision for income tax, the useful lives of depreciable fixed assets and provision for impairment.

S. Contingent Liabilities

The company has given Bank Guarantee worth Rs. 3536100/- to custom department for EPGC License.

3 In the opinion of the Board of Directors, the current assets, loans and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated except as expressly stated otherwise.

4 Confirmation of balances, whether in debit or credit from parties are subject to confirmation as provided by board of directors. However no proof regarding the same has been obtained at the year end. Company do have a system of periodic balance confirmations from parties.

5 Deferred Tax Liability (net):

| Particulars | Deferred Tax As at 01.04.2020 | Current | Deferred Tax As at 31.03.2021 |
|--|-------------------------------------|-------------------|-------------------------------------|
| | Rs. | Rs. | Rs. |
| Deferred Tax Liability (net): | | | |
| - Difference between book & Tax W.D.V | 2,83,73,687.00 | 22,89,391.00 | 3,06,63,078.00 |
| For Disallowance of Expenses | 0.00 | 0.00 | 0.00 |
| TOTAL | 28373687.00 | 2289391.00 | 30663078.00 |

Pursuant to Accounting Standard (AS-12) accounting for Taxes on income. The impact of additional deferred tax liability of Rs 2289391/- for the year ended 31.03.2021 has been debited to Profit & Loss A/c.

6 **Earning Per Share**-The numerators and denominators used to calculate Basic and Diluted Earning per Share.

| PARTICULARS | | AS AT 31.03.2021 (Rupees) | AS AT 31.03.2020 (Rupees) |
|-------------|---|---------------------------------|---------------------------------|
| 1 | Profit Attributable to the Equity Shareholders before extraordinary items (A) | 17018161.89 | 53456976.78 |
| 2 | Profit Attributable to the Equity Shareholders after extraordinary items (B) | 17018161.89 | 53456976.78 |
| 3 | Basic No. of Equity Shares outstanding during the year (C) | 3001100.00 | 3001100.00 |
| 4 | Weighted average no. of Equity Shares outstanding during the year (D) | 3001100.00 | 3001100.00 |
| 5 | Nominal Value of Share Rs. | 10.00 | 10.00 |
| 6 | Basic EPS before extraordinary items Rs. (A)/(C) | 5.67 | 17.81 |
| 7 | Diluted EPS before extraordinary items Rs. (A)/(D) | 5.67 | 17.81 |
| 8 | Basic EPS after extraordinary items Rs. (B)/(C) | 5.67 | 17.81 |
| 9 | Diluted EPS after extraordinary items Rs. (B)/(D) | 5.67 | 17.81 |

7 Previous year figures have been regrouped/recasted wherever necessary to make them comparable.

8 Detail of transactions entered into with the related parties during the year as required by IND AS-24 on "Related Party Disclosure" issued by the Institute of Chartered Accountants of India are as under:

Transactions with the related parties

| PARTICULARS | NATURE OF TRANSACTION | AMOUNT | RELATION |
|--------------------|-----------------------|-----------|--|
| ASEES TEXTILES | SALE | 103471524 | SON OF DIRECTOR IS PROPREITOR |
| ASEES TEXTILES | PURCHASE | 3990039 | SON OF DIRECTOR IS PROPREITOR |
| RAMTEX INDIA | SALE | 145322476 | SON OF DIRECTOR IS PROPREITOR |
| RAMTEX EXPORT | JOB WORK | 5503438 | DIRECTOR IS A PARTNER |
| RAMTEX | SALE | 16485907 | DIRECTOR IS PROP. IN HUF CAPACITY |
| JAIMAL SINGH | SALE | 263990 | BROTHER OF DIRECTOR IS PROPREITOR |
| SATNAM SINGH | | | |
| KANWARDEEP KAUR | SALARY | 120406 | DAUGHTER OF DIRECTOR |
| HARINDER KAUR | SALARY | 1050000 | DIRECTOR |
| JATINDER PAL SINGH | SALARY | 1110000 | DIRECTOR |
| KULJEET KAUR | SALARY | 950000 | WIFE OF DIRECTOR |
| DIPNEET KAUR | SALARY | 1050000 | DAUGHTER OF DIRECTOR |
| ASEES SINGH | SALARY | 400000 | SON OF DIRECTOR |
| RAMTEX HUF | INTEREST | 1647608 | DIRECTOR IS PROP. OF THE FIRM AS KARTA |
| RAMTEX EXPORT | INTEREST | 443807 | DIRECTOR IS A PARTNER |
| RAMTEX EXPORT | RENT REC | 141600 | DIRECTOR IS A PARTNER |
| RAMTEX INDIA | RENT REC | 141706 | SON OF DIRECTOR IS PROPREITOR |
| JATINDER PAL SINGH | LOAN TAKEN | 465000 | DIRECTOR |
| JATINDER PAL SINGH | LOAN REPAYED | 271279 | DIRECTOR |
| KULEET KAUR | LOAN TAKEN | 578000 | WIFE OF DIRECTOR |

| | | | |
|--------------------|-------------|----------|--|
| KULEET KAUR | LOAN REPAID | 143905 | WIFE OF DIRECTOR |
| ASEES SINGH | LOAN TAKEN | 21000 | SON OF DIRECTOR |
| ASEES SINGH | LOAN REPAID | 24595.50 | SON OF DIRECTOR |
| DIPNEET KAUR | LOAN TAKEN | 578000 | DAUGHTER OF DIRECTOR |
| DIPNEET KAUR | LOAN REPAID | 95495 | DAUGHTER OF DIRECTOR |
| KANWARDEEP KAUR | LOAN REPAID | 21795 | DAUGHTER OF DIRECTOR |
| RAMTEX HUF | LOAN TAKEN | 22015000 | DIRECTOR IS PROP. OF THE FIRM AS KARTA |
| RAMTEX HUF | LOAN REPAID | 7063000 | DIRECTOR IS PROP. OF THE FIRM AS KARTA |
| RAMTEX EXPORT | LOAN REPAID | 800000 | DIRECTOR IS A PARTNER |
| RAMTEX EXPORT | POWER | 522254 | DIRECTOR IS A PARTNER |
| RAMTEX INDIA | POWER | 1679461 | SON OF DIRECTOR IS PROPREITOR |
| ASEES SINGH | RENT PAID | 18000 | SON OF DIRECTOR |
| JATINDER PAL SINGH | RENT PAID | 60000 | DIRECTOR |

9 Segment Reporting:

The company operates only in one business segment viz. woven cloth and hence no separate information for segment wise disclosure is required.

- 10 The Micro, Small and Medium Enterprises Development Act, 2006 has come into force with effect from October 2, 2006. As per the act, the company is required to identify the Micro and Small Vendors/Service providers and pay interest to them on overdue beyond the specified period irrespective of the terms agree upon. The company has not received any confirmations from its Vendors/Service Providers regarding their status of registration under the said Act, which has been relied upon by the auditors, hence prescribed disclosures under Section 22 of the said act has been provided.

11 DETAIL OF SALE OF PRODUCTS AS ON 31ST MARCH 2021

| PARTICULARS | Amounts | |
|---------------------------------------|--------------------------|----|
| | Rs. | P. |
| (A) Details of Sales (Finished goods) | | |
| Sale Finished Products | 1,01,09,81,279.99 | - |
| Total | 1,01,09,81,279.99 | |

12. SALARY TO KEY PERSONS

| PARTICULARS | AMOUNT | DESIGNATION |
|-----------------|-----------|-------------|
| SUKHDEV SINGH | 649484.00 | CFO |
| MANISHA CHOUHAN | 74705.00 | CS |

M/S. PARMESHWARI SILK MILLS LTD.
 SCHEDULE ANNEXED AND FORMING PART OF AUDIT REPORT AS ON 31.03.2021
 ANNEXED TO CLAUSE NO 14 DETAIL OF DEPRECIATION CHART

| PARTICULARS | W.D.V. AS ON 01.04.2020 | | ADDITION DURING THE YEAR | | SALE OF ASSETS | | TOTAL (Net Sale Value) | DEPRECIATION | | W.D.V. AS ON 31.03.2021 |
|------------------------------|----------------------------|-------------|--------------------------|-------------|----------------|--------------|---------------------------|--------------|--------------|----------------------------|
| | BEFORE SEPT. | AFTER SEPT. | BEFORE SEPT. | AFTER SEPT. | NET SALE | DEP RATE | | % | | |
| 1.(a)Building | 39595448.96 | 752410.00 | | | | 40347858.96 | 4034785.90 | 10% | 36313073.06 | |
| 2. Furniture | 1588420.31 | | | | | 1588420.31 | 158842.03 | 10% | 1429578.28 | |
| 4. Vacuum Cleaner | 782885.42 | | | | | 782885.42 | 78288.54 | 10% | 704596.88 | |
| 5. Water Filter | 165656.23 | | | | | 165656.23 | 16565.62 | 10% | 149090.61 | |
| 6. Refrigerator | 85920.60 | | | | | 85920.60 | 8592.06 | 10% | 77328.54 | |
| 7. Water Cooler | 123398.32 | | | | | 123398.32 | 12339.83 | 10% | 111058.49 | |
| 8. Office Equipments | 92915.82 | 21000.00 | | | | 113915.82 | 11391.58 | 10% | 102524.24 | |
| 9. Generator | 1509256.77 | | | | | 1509256.77 | 150925.68 | 10% | 1358331.09 | |
| 10. Air Conditioner | 234990.24 | 34253.16 | | | | 2384243.40 | 238424.34 | 10% | 2145819.06 | |
| 11. Close Circuit Camera | 1261491.80 | 44248.32 | 23298.32 | | | 1329038.44 | 131738.93 | 10% | 1197299.51 | |
| 12.(a) Fire Extinguisher | 267.37 | | | | | 267.37 | 26.74 | 10% | 240.63 | |
| (b) Fire Fight Equipment | 572536.42 | | | | | 572536.42 | 57253.64 | 10% | 515282.78 | |
| 13. Television | 162332.09 | | | | | 162332.09 | 16233.21 | 10% | 146098.88 | |
| Building under construction | 752410.00 | | | | 752410.00 | 0.00 | 0.00 | 0% | 0.00 | |
| 14. (a) Machinery | 9447481.39 | 99501.48 | 23298.32 | | 752410.00 | 0.00 | 8817871.19 | 880622.20 | 7937248.99 | |
| (b) Electrical Fitting | 203520408.24 | 1360000.00 | 323000.00 | | 325000.00 | 204878408.24 | 30707536.24 | 15% | 174170872.01 | |
| © Humidity Control Plant | 3772748.26 | | | | | 3772748.26 | 565912.24 | 15% | 3206836.02 | |
| 15. Weight Scale | 899440.06 | | | | | 899440.06 | 134916.01 | 15% | 764524.05 | |
| 16. Car | 47957.75 | | | | 90000.00 | 47957.75 | 7193.66 | 15% | 40764.09 | |
| 17. Mobile | 7187075.88 | | | | | 7097075.88 | 1064561.38 | 15% | 6032514.50 | |
| 18. Tempu | 366052.16 | | 54999.00 | | | 421051.16 | 59032.75 | 15% | 362018.41 | |
| 19. Digital Textile Printer | 1216776.02 | | | | | 1216776.02 | 182516.40 | 15% | 1034259.62 | |
| 20. ETP Plant | 36008.89 | | | | | 36008.89 | 5401.33 | 15% | 30607.55 | |
| 21. ETP Plant II | 3046258.03 | | | | | 3046258.03 | 456938.71 | 15% | 2589319.33 | |
| 21. Scooters | 15771304.68 | | 1028500.00 | | | 16799804.68 | 6514221.87 | 40% | 10285582.81 | |
| 22. Transformer | 28390.61 | | | | | 28390.61 | 4258.59 | 15% | 24132.02 | |
| 23. Tester | 501787.57 | | | | | 501787.57 | 75268.14 | 15% | 426519.44 | |
| 24. Lab Equipment | 4651.84 | | | | | 4651.84 | 697.78 | 15% | 3954.07 | |
| 25. Screen Printing tables | 501475.29 | | | | | 501475.29 | 75221.29 | 15% | 426254.00 | |
| 25. Computer & emb.software. | 2801591.04 | | | | | 2801591.04 | 420238.66 | 15% | 2381352.39 | |
| 26. Computer software | 239701926.35 | 1360000.00 | 1406499.00 | | 415000.00 | 0.00 | 242053425.35 | 40273915.05 | 20779510.30 | |
| | 1621216.39 | | 184745.76 | | | 1805962.15 | 685435.71 | 40% | 1120526.44 | |
| | 36151.24 | | | | | 36151.24 | 14460.50 | 40% | 21690.74 | |
| | 1657367.63 | 0.00 | 184745.76 | | 0.00 | 0.00 | 1842113.39 | 699896.20 | 1142217.19 | |
| | 290402224.34 | 2211911.48 | 1614543.08 | | 1167410.00 | 0.00 | 293061268.90 | 45889219.35 | 247172049.54 | |

PARMESHWARI SILK MILLS LIMITED

Regd. Off: Village Bajra, Rahon Road, Ludhiana-141007, Ph no. : +91-161-2691873,
Email id: parmeshwarisilkmills@gmail.com Website: www.parmeshwarisilkmills.com
CIN: L17116PB1993PLC012917

PROXY FORM Form No. MGT-11

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

| | |
|-----------------------|--|
| CIN | L17116PB1993PLC012917 |
| Name of the Company | PARMESHWARI SILK MILLS LIMITED |
| Registered Office | Village Bajra, Rahon Road, Ludhiana-141007 |
| Name of the Member(s) | |
| Registered address | |
| E-mail I. d. | |
| Folio no./Client Id* | |
| DP ID | |

I/We, being the member(s) of **Parmeshwari Silk Mills Limited** holding _____ shares hereby appoint:

- 1 Name
Address
E-Mail I.D.
Signature or failing him
- 2 Name
Address
E-Mail I.D.
Signature or failing him
- 3 Name
Address
E-Mail I.D.
Signature

as my/our proxy to attend and vote (on poll) for me/us and on my/our behalf at the **28th Annual General Meeting** of the company, to be held on **Thursday, the 30th Day of September, 2021 at 12:00 P.M.** at the Registered Office of the company at **Village Bajra, Rahon Road, Ludhiana-141007** and at any adjournment thereof in respect of such resolutions as are indicated below.

| S. No. | Resolution | For | Against |
|--------|--|-----|---------|
| 1 | <p>Adoption of Standalone Financial Statements for Financial Year Ended 31st March, 2021</p> <p>To receive, consider and adopt the standalone financial statements of the Company for the financial year ended on 31st March, 2021 including the audited Balance Sheet as at 31st March, 2021, Profit & Loss Statement for the financial year ended on that date together with the Reports of Board of Directors and Auditors thereon</p> | | |

| | | | |
|----|---|--|--|
| 2 | <p>Re-appointment of Mr. Jatinder Pal Singh (DIN: 01661864), the Retiring Director</p> <p>To appoint Mr. Jatinder Pal Singh (DIN: 01661864), director of the Company, who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for Re-appointment.</p> | | |
| 3. | <p>Ratification of Remuneration of Cost Auditor</p> <p>To consider, and if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution:</p> <p>"RESOLVED THAT pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Company hereby ratifies the remuneration, as decided by Board of Directors, of M/s. Pawan & Associates (FRN: 101729), Cost Accountants, who are appointed by the Board of Directors as Cost Auditors of the Company to conduct cost audits relating to cost records of the Company for the year ending 31st March, 2022</p> <p>RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."</p> | | |

Signed this _____ day of _____ 2021.

Affix
Revenue
Stamp of
Rs. 1/-

Signature of Shareholder

Signature of Proxy holder(s)

Notes:

- (1) *This form, in order to be effective, should be duly stamped, completed, signed and deposited at the registered office of the Company, not less than 48 hours before the meeting.*
- (2) *For the resolutions, statement setting out material facts, notes and instructions please refer to the notice of Annual General Meeting.*
- (3) *Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.*
- (4) *In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.*

Please complete all details including details of member(s) and proxy(ies) in the above box before submission.

PARMESHWARI SILK MILLS LIMITED

Regd. Off: Village Bajra, Rahon Road, Ludhiana-141007, Ph no. : +91-161-2691873,
Email id: parmeshwarisilkmills@gmail.com Website: www.parmeshwarisilkmills.com
CIN: L17116PB1993PLC012917

Form No. MGT-12

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

BALLOT PAPER

28th Annual General Meeting of the members of **Parmeshwari Silk Mills Limited** to be held on **Thursday, the 30th Day of September, 2021 at 12:00 P.M.** at Registered office of the company situated at **Village Bajra, Rahon Road, Ludhiana-141007:-**

Name of First Named Shareholder(In Block Letters)

Postal Address.....

Folio No./DP ID & Client ID.....

No. of Shares held.....

Class of Shares.....

I hereby exercise my vote in respect of Ordinary/ Special Resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

| S. No. | Resolution | For | Against |
|--------|---|-----|---------|
| 1 | <p>Adoption of Standalone Financial Statements for Financial Year Ended 31st March, 2021</p> <p>To receive, consider and adopt the standalone financial statements of the Company for the financial year ended on 31st March, 2021 including the audited Balance Sheet as at 31st March, 2021, Profit & Loss Statement for the financial year ended on that date together with the Reports of Board of Directors and Auditors thereon</p> | | |
| 2 | <p>Re-appointment of Mr. Jatinder Pal Singh (DIN: 01661864), the Retiring Director</p> <p>To appoint Mr. Jatinder Pal Singh (DIN: 01661864), director of the Company, who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for Re-appointment.</p> | | |
| 3. | <p>Ratification of Remuneration of Cost Auditor</p> <p>To consider, and if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution:</p> <p>"RESOLVED THAT pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Company hereby ratifies the remuneration, as decided by Board of Directors, of M/s. Pawan & Associates (FRN: 101729), Cost Accountants, who are appointed by the Board of Directors as Cost Auditors of the Company to conduct cost audits relating to cost records of the Company for the year ending 31st March, 2022</p> <p>RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."</p> | | |

Date:

Place:

Signature of Shareholder

** Please tick in the appropriate column*

PARMESHWARI SILK MILLS LIMITED

Regd. Off: Village Bajra, Rahon Road, Ludhiana-141007, Ph no. : +91-161-2691873,
Email id: parmeshwarisilkmillsLtd@gmail.com Website: www.parmeshwarisilkmills.com
CIN: L17116PB1993PLC012917

ATTENDANCE SLIP

28th Annual General Meeting, on Thursday, the 30th Day of September, 2021 at 12:00 P.M.

Name of the Member(In Block Letters)

Folio No./DP ID & Client ID

No. of Shares held

Name of Proxy(*To be filled in, if the proxy attends instead of the member*).....

I, hereby certify that I am a registered shareholder/proxy for the registered Shareholder of the Company and hereby record my presence at the 28th Annual General Meeting of the Company held on Thursday, the 30th Day of September, 2021 at 12:00 P.M. at the registered office of the Company at Village Bajra, Rahon Road, Ludhiana, Punjab-141007.

Member's /Proxy's Signature

Note:

- 1) *Members are requested to bring their copies of the Annual Report to the meeting, since further copies will not be distributed at the meeting venue.*

ROUTE MAP FOR 28TH ANNUAL GENERAL MEETING

