



CORRTECH ENERGY LIMITED

ANNUAL REPORT

F.Y 2019-20

- **Notice**
- **Director report**
- **Audit Report**
- **Audited Standalone & Consolidated Financials**



**CORRTECH
ENERGY LIMITED**

Website: www.corrtechenergy.com
Email : contact@corrtechenergy.com

NOTICE

NOTICE is hereby given that the 20th Annual General Meeting of the members of **CORRTECH ENERGY LIMITED** (the "Company") will be held on Wednesday , the 30th Day of December 2020 at 10:00 A.M at 22, Dhara Centre, Vijay Char Rasta, Navrangpura, Ahmedabad- 380 009 to transact the following business:-

ORDINARY BUSINESS:

1. Adoption of (a) the Audited Financial Statements of the Company for Financial year ended March 31, 2020 including the audited Balance sheet as at March 31, 2020 and statement of Profit & Loss for the year ended on that date and Reports of the Board of Directors and Auditors thereon and (b) the consolidated Audited Financial Statements of the Company for the financial year ended March 31, 2020 including the Audited Balance sheet as at March 31, 2020 and statement of Profit & Loss for the year ended on that date and Reports of Auditors thereon.
2. To appoint a director in place of Mr. Amit Mittal (DIN: 01644010), Director, who retires by rotation and being eligible offers himself for re-appointment.
3. Appointment of Statutory Auditors of the Company.

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

"RESOLVED THAT pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the members hereby take note the appointment of M/s. V D SHUKLA & CO (Chartered Accountants) B-213, Gopal Palace, B/h Better Home Furniture Show Room, Nr. Shiromani Flats, Opp. Ocean Park, Shivranjani – Nehrunagar Road, Nehrunagar, Ahmedabad- 15, who were appointed as Statutory Auditor of the company from the conclusion of AGM held in 2018 till the conclusion of AGM of the Company to be held in the year 2023, at such remuneration plus service tax, out-of-pocket, travelling and living expenses, etc., as may be mutually agreed between the Board of Directors of the Company and the Auditors on yearly basis"

Registered Office :

Shed No 7, Survey No 407
Sp-3, New Ahmedabad Industrial Estate,
Near Sarvodaya Hotel,
Changodar, Ahmedabad – 382 213

Date : 11th December, 2020

Place : Ahmedabad

By the order of the Board
For, Corrttech Energy Limited

For, Corrttech Energy Ltd.

Sandeep Mittal **Director**
Managing Director
DIN : 01643818

Registered Office:

Shed No. 7, Survey No. 407, SP-3,
New Ahmedabad Industrial Estate,
Sarkhej Bavla Highway, Changodar,
Ahmedabad - 382 213. Gujarat.
Phone : +91-2717-688800
Fax: +91-2717-688847
Email: info@corrtechenergy.com

Manufacturing Unit:

Shed No. 1 & 7, Survey No. 407, SP-3,
New Ahmedabad Industrial Estate,
Sarkhej Bavla Highway, Changodar,
Ahmedabad - 382 213. Gujarat.
Phone : +91-2717-688800
Fax: +91-2717-688847

Repair Workshop:

Plot No. 51, Mahagujarat Industrial
Estate, Opp. Nava Petrochemicals,
Sarkhej Bavla Highway, Changodar,
Ahmedabad-382 213. Gujarat.
Phone : +91-2717-688800
Fax: +91-2717-688847

City Office:

22, Dhara Centre, Vijay Char Rasta,
Navrangpura, Ahmedabad-380 009.
Gujarat, India.
Phone: +91-79-26313100
Fax: +91-79-26313141



NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME OF THE MEETING.
2. CORPORATE MEMBERS INTENDING TO SEND THEIR AUTHORIZED REPRESENTATIVE(S) TO ATTEND THE ANNUAL GENERAL MEETING ARE REQUESTED TO FORWARD A CERTIFIED COPY OF BOARD RESOLUTION AUTHORIZING THEIR REPRESENTATIVE TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING EITHER TO THE COMPANY IN ADVANCE OR SUBMIT THE SAME AT THE VENUE OF THE GENERAL MEETING.
3. MEMBERS SHOULD BRING THE DULY FILED ATTENDANCE SLIP SENT HERewith FOR ATTENDING THE MEETING.
4. MEMBERS DESIROUS OF GETTING ANY INFORMATION ABOUT THE ACCOUNTS/AND OR OPERATION OF THE COMPANY ARE REQUESTED TO WRITE TO THE COMPANY AT LEAST 7 DAYS BEFORE THE MEETING TO ENABLE THE COMPANY TO KEEP THE INFORMATION READY AT MEETING.
5. ALL DOCUMENTS REFERRED TO IN THE ACCOMPANYING NOTICE ARE OPEN FOR INSPECTION AT THE REGISTERED OFFICE OF THE COMPANY DURING THE OFFICE HOURS FROM 10:00 A.M. UP TO 05:00 P.M.
6. ROUTE MAP SHOWING DIRECTIONS TO REACH TO THE VENUE OF THE MEETING IS GIVEN AT THE END OF THIS NOTICE.

ATTENDANCE SLIP**CORRTECH ENERGY LIMITED**

CIN: U52330GJ2000PLC037925

Regd. Office: Shed No 7, Survey No 407, Sp-3, New Ahmedabad Industrial Estate,
Near Sarvodaya Hotel, Changodar, Ahmedabad – 382 213
Mail id: contact@corrtechenergy.com

20th Annual General Meeting of the Company on Wednesday , the 30th Day of December 2020 at
10:00 A.M at 22, Dhara Centre, Vijay Char Rasta, Navarngpura, Ahmedabad- 380 009

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE

For Demat Shares

For Physical Shares

DP ID :	Registered Folio No :
Client ID :	No. of Shares held :

Full Name of Member Attending : _____

Name of Proxy : _____

(To be filled in if Proxy Forms has been duly deposited with the Company)

I certify that I am the registered shareholder/ proxy for the registered shareholder of the Company.

I hereby record my presence at 20th Annual General Meeting of the Company held on Wednesday ,
the 30th Day of December 2020 at 10:00 A.M. at 22, Dhara Centre, Vijay Char Rasta, Navarngpura,
Ahmedabad- 380 009

Member's/Proxy's Signature

(To be signed at the time of handing over the slip)

CORRTECH ENERGY LIMITED

CIN: U52330GJ2000PLC037925

Regd. Office: Shed No 7, Survey No 407, Sp-3, New Ahmedabad Industrial Estate,

Near Sarvodaya Hotel, Changodar, Ahmedabad – 382213

Mail id: contact@corrtechenergy.com

PROXY FORM

20th Annual General Meeting

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

I/We.....R/ohaving email id , being the member(s) and having.....shares of the above named company, hereby appoint..... R/o having email idor failing him/her.....R/o..... having email id or failing him/her..... R/o.....having email id as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **20th Annual General Meeting** of the company, to be held on the **22, Dhara Centre, Vijay Char Rasta, Navarngpura, Ahmedabad- 380 009** and at any adjournment thereof in respect of such resolutions as are indicated below:

**** I wish my above Proxy to vote in the manner as indicated in the box below:**

Resolution	For	Against
ORDINARY BUSINESS:		
(1) Adoption of (a) the Audited Financial Statements of the Company for Financial year ended March 31, 2020 including the audited Balance sheet as at March 31, 2020 and statement of Profit & Loss for the year ended on that date and Reports of the Board of Directors and Auditors thereon and (b) the consolidated Audited Financial Statements of the Company for the financial year ended March 31, 2020 including the Audited Balance sheet as at March 31, 2020 and statement of Profit & Loss for the year ended on that date and Reports of Auditors thereon.		
(2) To appoint a director in place of Mr. Amit Mittal (DIN: 01644010), Director, who retires by rotation and being eligible offers himself for re-appointment.		
(3) Appointment of Statutory Auditors of the Company		

Signed this.....day of.....2020

Signature of shareholder.....

Signature of Proxy holder(s).....

Affix
Revenue Stamp
here

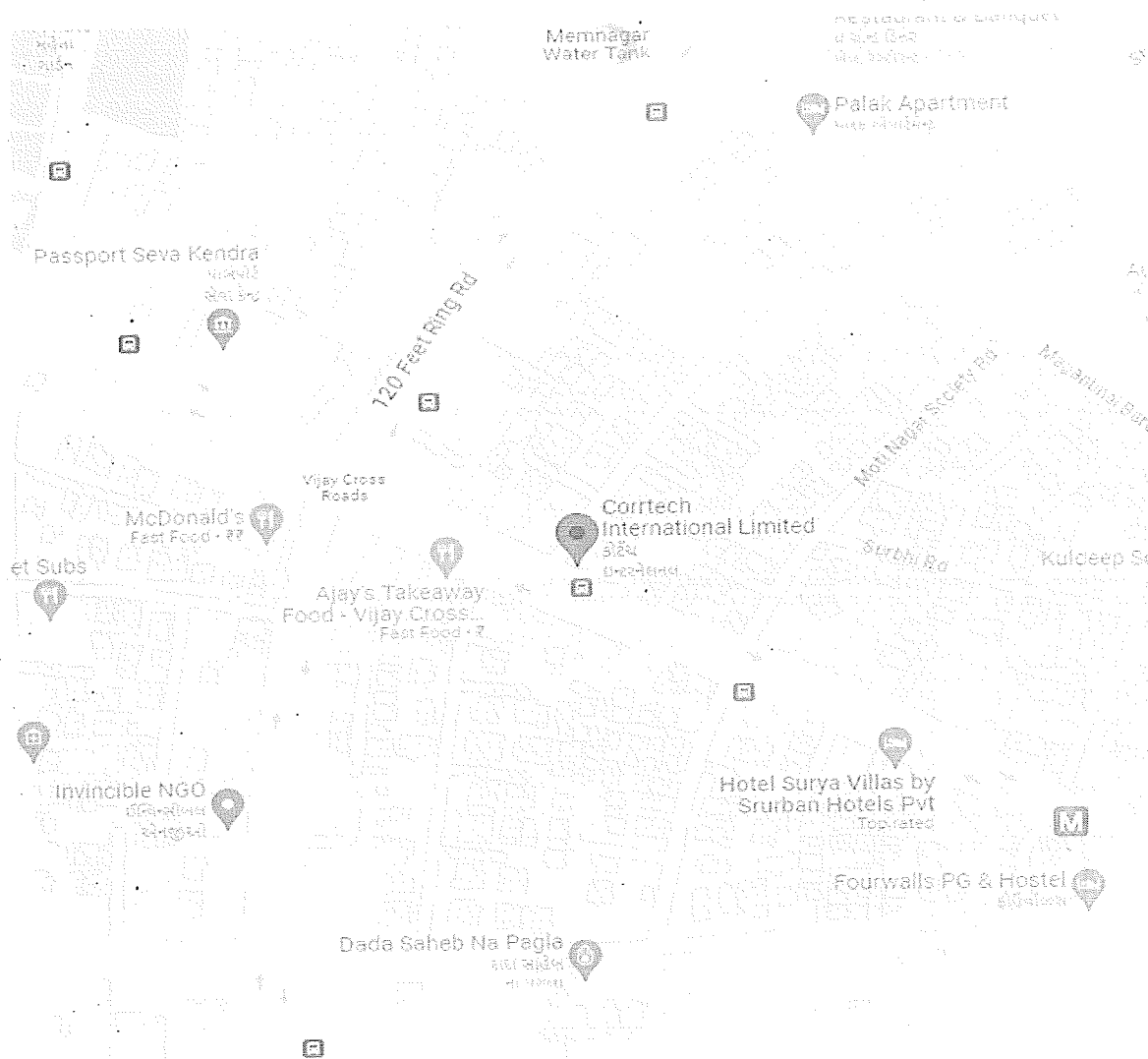
Note:

- (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
- (2) For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the Seventeenth Annual General Meeting.
- (3) It is optional to put a 'V' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
- (4) Please complete all details including details of member(s) in above box before submission.

Route- Map of 20th Annual General Meeting Venue:

Address:

22, Dhara Centre, Vijay Char Rasta, Navrangpura, Ahmedabad- 380 009





CORRTECH
ENERGY LIMITED

CORRTECH ENERGY LIMITED

Registered off : SHED NO. 7, SURVEY NO. 407, SP-3, NEW AHMEDABAD INDUSTRIAL ESTATE, NR. SARVODAYA HOTEL, SARKHEJ-BAVLA ROAD, Moraiya, Changodar,

Ahmedabad - 382213

Phone : +91 2717 668800, Fax no +91 2717 668847 , Email :corrtech@corrtech.in

(Cin no U52330GJ2000PLC037925)

DIRECTOR'S REPORT

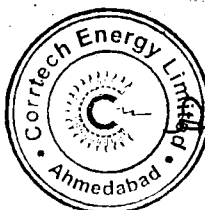
To,
The Members of
CORRTECH ENERGY LIMITED

Your Directors have pleasure in presenting the Director's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended, 31st March, 2020.

FINANCIAL HIGHLIGHTS

(Amount in Rs.)

Particulars	Standalone		Consolidated	
	2020	2019	2020	2019
Sales	55,09,87,442	59,69,26,031	550,987,442	59,69,26,031
Other Income	3,90,62,054	75,69,308	39,070,628	77,55,470
Total Income	59,00,49,496	60,44,95,339	590,058,070	60,46,81,501
Depreciation	72,88,970	79,43,585	72,88,970	79,43,585
Tax				
Current Tax	11,848,930	1,43,14,960	44,525,488	1,43,14,960
Deferred Tax	(26,14,422)	126,760	(25,92,658)	1,52,366
Profit/(Loss) after Tax	35,311,954	26,715,516	3,52,69,216	2,68,60,206
Earnings per share (Rs.) :				
Basic	16.82	12.72	16.67	12.58
Diluted	16.82	12.72	16.67	12.58



Manufacturing Unit:

Shed No. 7, Survey No. 407, SP-3, New Ahmedabad Industrial Estate,
Sarkhej Bavla Highway, Changodar, Ahmedabad - 382 213. Gujarat, India
Phone : +91-2717-668 800 • Fax: +91-2717-668 847



STATE OF COMPANY'S AFFAIRS

❖ Highlights of Standalone Operation

During the year under review, the **Total Turnover** of the Company was **Rs. 55,09,87,442** against **Rs. 59,69,26,031/-** in the previous year. The Company has earned a Profit after tax of **Rs. 35,311,954** compared to **Rs. 2,67,15,516/-** in the previous year. Your Directors are continuously looking for avenues for future growth of the Company.

❖ Highlights of Consolidated Operation

During the year under review, the **Total Turnover** of the Company was **Rs. 550,987,442** against **Rs. 59,69,26,031/-** in the previous year. The Company has earned a Profit after tax of **Rs. 3,52,69,216/-** compared to **Rs. 2,68,60,206/-** in the previous year. Your Directors are continuously looking for avenues for future growth of the Company.

TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013

For the financial year ended 31st March, 2020 the Company is proposed to carry an amount of **NIL** to General Reserve Account.

DIVIDEND

Your Directors do not recommend any dividend for the year ended 31st March, 2020. Since the Company is closely held Limited Company, The promoter carry forward the Profit for Growth, Expansion and Furtherance of the Company

MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND END OF FINANCIAL YEAR

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

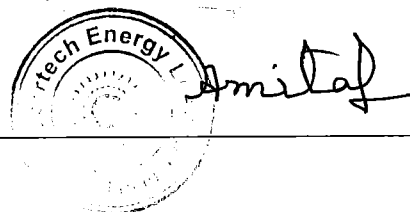
➤ Holding Company

As on March 31st, 2020 the Company is having holding company i.e. **CORRTECH INTERNATIONAL PRIVATE LIMITED**. The **CORRTECH INTERNATIONAL PRIVATE LIMITED** is having **100%** Shareholding in **CORRTECH ENERGY LIMITED**.

➤ Subsidiary Company

As on 31st March, 2020 The Company is also have subsidiary company **MJB INDIA TECHNICAL SERVICES PRIVATE LIMITED** (74% shareholding).

➤ Associated Company



Whereas the Company have one associated company MJB INDIA INDUSTRIAL REPAIRS PRIVATE LIMITED (26% shareholding)

➤ **Joint Venture Company**

The Company doesn't have any joint venture companies.

CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of the business of the company.

CHANGE IN BOARD

During the year under review, pursuant to the provision of section 152[6] of the Act and in terms of the Articles of Association of the Company, Ms. Amit Mittal (DIN:01644010), Director will retire by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment. The Board recommends his re-appointment.

ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 in Form MGT-9 is annexed herewith for your kind perusal and information. (**Annexure: 1**)

MEETINGS OF THE BOARD OF DIRECTORS

There were Six Meetings of the Board of Directors held during the Financial Year 2019-20:

S. N.	DATE OF MEETING	BOARD STRENGTH	NO. OF DIRECTORS PRESENT
1	08-05-2019	3	3
2	08-07-2019	3	3
3	19-10-2019	3	3
4	03-12-2019	3	3
5	13-01-2020	3	3
6	20-03-2020	3	3

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134 (5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a

- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) The directors had taken proper and 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 and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis; and
- e) The directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were 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.

STATUTORY AUDITOR AND AUDITORS' REPORT

The members of the Company at their 18th Annual General Meeting (AGM) held on 30th September 2018 has appointed M/s. V. D. SHUKLA & Co., Chartered Accountants, Statutory auditors of the Company for conducting Audit of the Company to hold office from conclusion from Annual General Meeting (AGM) of the Company for financial year 2018 until the conclusion of AGM of company for Financial Year 2023. They have confirmed that they are not disqualified for the continuing as Auditors of the Company.

There are no qualifications or adverse remarks in the Auditors' Report which require any clarification/ explanation. The Notes on financial statements are self-explanatory, and needs no further explanation.

Further the Auditors' Report for the financial year ended, 31st March, 2020 is annexed herewith for your kind perusal and information. (Annexure: 2)

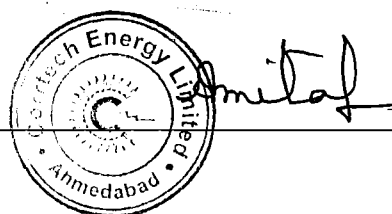
LOANS, GUARANTEES AND INVESTMENTS

There were no loans or guarantee or investments made by the Company under the provisions of Section 186 of the Companies Act, 2013 for the financial year ended 31st March, 2020. (You may refer to Notes of the financial statement).

RELATED PARTY TRANSACTIONS

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis.

You may refer to Note no. 37 to the financial statement which contains related party disclosures.



Further all the necessary details of transaction entered with the related parties as defined under Section 188 of the Companies Act, as defined under Section 2 (76) of the said Act are attached herewith in form no. AOC-2 for your kind perusal and information. (Annexure: 3).

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the company during the year under review.

FOREIGN EXCHANGE EARNINGS AND OUTGO

Foreign exchange earnings and outgo during the year under review as under:-

CIF VALUE OF IMPORT:

(Amount in Rs.)

PARTICULARS	2020	2019
Raw Materials & Consumables		1,05,68,415
Trading Goods		43,17,966
Capital Goods	-	1,13,77,668

EARNINGS IN FOREIGN CURRENCY:

(Amount in Rs.)

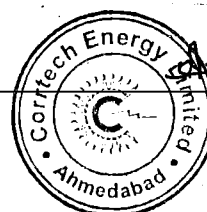
PARTICULARS	2020	2019
Export of Goods on FOB & Service		8,39,94,532

DETAILS OF UN-HEDGED FOREIGN CURRENCY EXPOSURES:

Particulars	Foreign Currency	2020		2019	
		Amount in Foreign Currency	Equivalent Indian Rupees	Amount in Foreign Currency	Equivalent Indian Rupees
Foreign Exchange Earning	EURO	89.9	7,469	-	-
	USD	1809115.59	136,353,042	10,680,580	11,61,80,712
	GBP	44,403.71	41,68,176	17,289	1,564,285
	AED	-	-	-	-
Foreign Exchange Outgo	AED	-	-	275,082	5,188,056
	EURO	34,260	28,46,321	124,384	9,664,614
	USD	3,20,141	24,129,027	15,179	1,049,939
	GBP	180	16,897	180	16,286

RISK MANAGEMENT

Risks are events, situations or circumstances which may lead to negative consequences on the Company's businesses. Risk management is a structured approach to manage uncertainty. A formal enterprise wide approach to Risk Management is being adopted by the Company and key risks will now be managed within a unitary framework. As a formal roll-out, all business divisions and corporate functions will embrace Risk Management Policy and Guidelines, and



make use of these in their decision making. Key business risks and their mitigation are considered in the annual/strategic business plans and in periodic management reviews. The risk management process in our multi-business, multi-site operations, over the period of time will become embedded into the Company's business systems and processes, such that our responses to risks remain current and dynamic.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to deposits covered under Chapter V of the Act.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and except ESOS referred to in this Report.
4. Neither the Managing Director nor the Whole-time Directors of the Company receive any remuneration or commission from any of its subsidiaries.
5. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

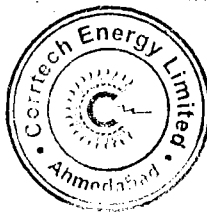
Your director's further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

ACKNOWLEDGEMENT

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

Date : 15/07/2020
Place : Ahmedabad

For & on behalf of the Board of Directors



AMIT INDRASEN MITTAL
DIN : 01644010
(Director)

CORRTECH ENERGY LIMITED

STANDALONE AUDITED

FINANCIAL STATEMENTS

F.Y.2019-20

Vimal D. Shukla

B.Com., LL.B., F.C.A.
CHARTERED ACCOUNTANT



V. D. SHUKLA & Co.

CHARTERED ACCOUNTANTS

B-213, Gopal Palace, Nr. Shiromani Flats,
Opp. Ocean Park, Shivranjani-Nehrunagar Road,
Nehrunagar, Ahmedabad - 380015.

Phone : (O) 079-26740078

E-mail : vdshuklaco1984@yahoo.com

vdshuklaco1984@gmail.com

INDEPENDENT AUDITOR'S REPORT

To

The Members of

Corrtech Energy Limited

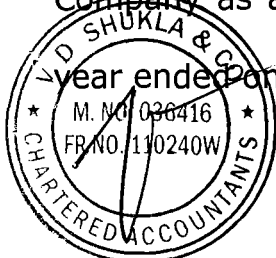
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Corrtech Energy Limited ("the Company"), which comprise the balance sheet as at 31st March 2020, the statement of profit and loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit and its cash flows for the

year ended on that date.



Basis for Opinion

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

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

There is no other information declared by the Board of Directors' of the company. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements

or our knowledge obtained in the audit or otherwise appears to be materially misstated. We have nothing to report in this regard.



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

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

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



The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

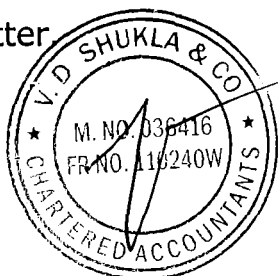


We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

There is no material other matters required to be reported for the period under review. Therefore, our opinion is not modified in respect of this matter



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2)



- f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. The company is closely held limited company and did not issue any dividend therefore question of delay in transferring amounts to the Investor Education and Protection Fund does not arise.

Place: Ahmedabad

Date: 15.07.2020



For V. D. Shukla & Co.

Chartered Accountants

FRN: 110240W

Vimal D. Shukla

(Proprietor)

MRN: 036416

UDIN: 20036416AAAAHE6516

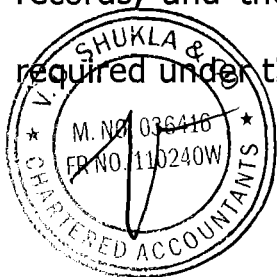
Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date) Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Corrttech Energy Limited ("the Company") as of March 31st, 2020 in conjunction with our audit of the financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

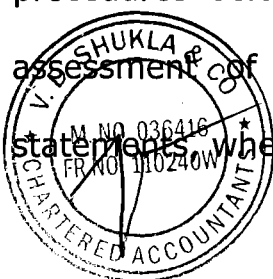


Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls

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

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



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

Meaning of Internal Financial Controls Over Financial Reporting

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

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



Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

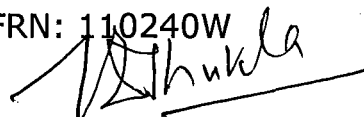
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Ahmedabad
Date: 15.07.2020



For V. D. Shukla & Co.
Chartered Accountants
FRN: 110240W



Vimal D. Shukla
(Proprietor)
MRN: 036416
UDIN: 20036416AAAAHE6516

ANNEXURE TO AUDIT REPORT

The Annexure referred to in our Audit Report of even date to the members of Corrttech Energy Limited on the accounts of the company for the year ended 31st March, 2020.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

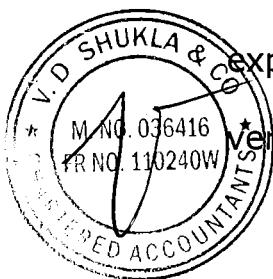
1.

- a. The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- b. As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- c. As explained to us, all the title deeds of immovable properties are held in the name of the company.

2.

- a. As explained to us, inventories have been physically verified during the year by the management at reasonable intervals.

- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are



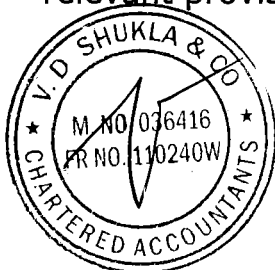
reasonable and adequate in relation to the size of the company and the nature of its business.

c. In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book record. This is not applicable as the company does not have any inventory.

3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), iii(b) and iii (c) of the order are not applicable to the Company.

4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.

5. Based on the audit procedures applied by us and according to the information and explanations provided by the management, the company has not accepted any deposit u/s 73 to 76 or any other relevant provisions of the Companies Act.



6. We have been informed that maintenance of cost records under sub-section 1 of section 148 of the Companies Act 2013 is not mandatory to the company.

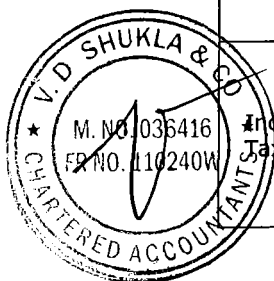
7.

a. According to the records of the company, undisputed statutory dues including Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Goods and Service Tax, ESIC, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2020 for a period of more than six months from the date they became payable except the following:

Sr. No	Name of the Statute	Period to which amount relates (FY)	Amount (Rs.)
1	Income Tax Act	2008-09	10,56,933
		2012-13	99,13,643

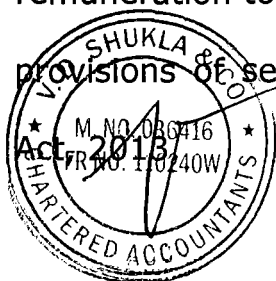
b. According to the record of the company, there are no dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty/cess, which have not been deposited on account of any dispute.

Name of the Statute	Period to which amount relates (FY)	Amount (Rs.)	Forum where the dispute is pending	Present Status
Income Tax Act	2014-15	9,41,430	ITO, Ahmedabad	Rectification pending with Assessing Officer u/s. 154
	2011-12	31,720	ITAT, Ahmedabad	Appeal filed by the department is pending before ITAT, Ahmedabad
	2013-14	31,92,440	ITAT, Ahmedabad	Appeal filed by the department is pending before



			ITAT, Ahmedabad
2013-14	67,06,170	CIT(Appeals) -1, Ahmedabad	Appeal is pending before CIT(A)-1, Ahmedabad
2014-15	44,43,120	ITAT, Ahmedabad	Appeal filed by the department is pending before ITAT, Ahmedabad
2015-16	94,82,620	CIT(Appeals) -1, Ahmedabad	Appeal is pending before CIT(A)-1, Ahmedabad
2017-18	11,16,010	CPC, Bangalore	Demand u/s. 143(1) of the Act as per CPC, Bangalore web portal
2018-19	8,08,250	CPC, Bangalore	Demand u/s. 143(1) of the Act as per CPC, Bangalore web portal
Total	2,67,21,760		

8. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to any bank. The company has not borrowed from financial institution, government or debenture holder during the year.
9. According to the information and explanation given to us, the Company has not raised money through initial public officer nor taken any term loan during the year. Hence, the question of application of funds for the purpose for which these were borrowed does not arise.
10. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
11. During the year under review, the company has paid managerial remuneration to its key managerial personnel and complied with the provisions of section 197 read with Schedule V to the Companies



12. Based on the audit procedures performed and the information and explanations given to us, the company is not Nidhi Company, therefore it is not required to follow Nidhi Rule, 2014.
13. Based on the audit procedures performed and the information and explanations given to us, the transactions with related party are in compliance with sections 177 and 188 of the Companies Act, 2013.
14. According to the information and explanation given to us, the Company has not made preferential allotment or private placement of shares or partly convertible debenture during the year.
15. According to the information and explanation given to us, the Company has not entered in to non-cash transaction with directors or person connected with them during the year.
16. According to the information and explanation given to us, the Company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

Place: Ahmedabad

Date: 15.07.2020



For V. D. Shukla & Co.

Chartered Accountants

FRN: 110240W

Vimal D. Shukla

(Proprietor)

MRN: 036416

UDIN: 20036416AAAAHE6516

Corrtech Energy Limited
Balance Sheet as at 31st March, 2020

Particulars	Note	As at 31st March, 2020	As at 31st March, 2019
Equity and liabilities			
Shareholders' Funds			
Share capital	2	21,000,000	21,000,000
Reserves and surplus	3	447,207,865	411,895,911
		468,207,865	432,895,911
Non-Current Liabilities			
Long-term borrowings	4	11,374,327	8,683,881
Long-term provisions	5	7,025,135	5,346,377
Deferred tax liabilities (net)	6	7,362,071	9,976,493
		25,761,533	24,006,751
Current Liabilities			
Short-term borrowings	7	35,519,457	39,674,190
Trade payables	8		
Trade payables - Others		162,430,546	150,648,262
Trade payables - MSME		2,975,380	1,656,587
Other current liabilities	9	139,916,168	70,244,736
Short-term provisions	10	5,031,629	4,498,813
		345,873,180	266,722,588
Total		839,842,578	723,625,250
Assets			
Non-current assets			
Fixed assets	11		
Tangible assets		58,495,719	58,848,394
Intangible assets		125,309	125,309
Non-current investments	12	13,980,000	13,980,000
Long-term loans and advances	13	20,741,378	10,105,760
Other non-current assets	14	14,959,931	30,711,052
		108,302,337	113,770,515
Current assets			
Current Investment	15	3,095,551	-
Inventories	16	305,353,441	179,608,600
Trade receivables	17	215,418,687	258,837,308
Cash and bank balances	18	33,049,377	4,116,003
Short-term loans and advances	19	139,283,195	99,495,748
Other current assets	20	35,339,989	67,797,076
		731,540,241	609,854,735
Total		839,842,578	723,625,250

Significant Accounting Policies

1

The Note numbers 30 to 39 form integral part of the Financial Statements

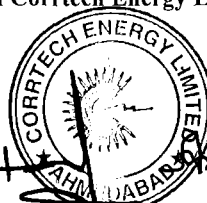
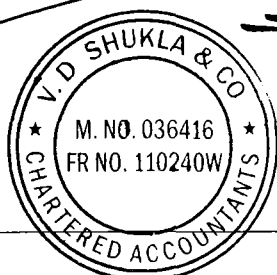
As per our report of even date attached

For V D Shukla & Co
Chartered Accountants
FRN: 110240W

For and on behalf of the Board of
Directors of Corrtech Energy Limited

V D Shukla

(Vimal D Shukla)
Proprietor
Mem. No. : 036416
Place: Ahmedabad
Date : 15/07/2020



Sandeep Mittal
Sandeep Mittal
Managing Director
DIN : 01643818
Place: Ahmedabad
Date : 15/07/2020

Amit Mittal
Amit Mittal
Director
DIN : 01644010

Corrtech Energy Limited
Cash Flow Statement for the year Ended on 31st March, 2020

PARTICULARS	AMOUNT RS.	YEAR ENDED 31.03.2020 AMOUNT RS.	AMOUNT RS.	YEAR ENDED 31.03.2019 AMOUNT RS.
A. Cash Flow from Operating Activities :				
Net Profit before Tax and Extraordinary items		44,546,462		41,157,236
Adjustment for				
- Depreciation	7,288,970		7,943,585	
- Interest & Dividend Income	(3,533,035)		(1,574,920)	
- Profit on sale of Assets	(922,270)		(2,947)	
- Interest charged to P & L	8,213,895		12,356,923	
Operating Profit before working capital changes:		11,047,560		18,722,641
Adjustment for :				
- Trade Receivables	43,418,621		104,059,711	
- Inventories	(125,744,841)		161,120	
- Long Term Advances & Other Non Current Assets	5,115,503		(13,721,603)	
- Short Term Advances & Other Current Assets	(10,425,911)		(82,360,948)	
- Trade Payables	13,101,077		(13,194,241)	
- Other Current Liabilities & Short Term Provisions	71,883,006		20,140,428	
- Deferred Tax Liability	(2,614,422)	(5,266,968)	126,760	15,211,227
Cash Generated from Operations		50,327,054		75,091,104
- Adjustment due to Depreciation in R&S		(9,234,508)		(14,441,720)
- Taxes paid/ provision & Deferred tax				
Net Cash Flow from Operations		41,092,546		60,649,384
B. Cash Flow from Investment Activities :				
- Purchase of Fixed Assets		(8,176,368)		(3,555,171)
- Sale of Fixed Assets		2,162,343		162,500
- Interest and Dividend Income		3,533,035		1,574,920
- Sale of Investment		-		-
- Purchase of Investment		-		-
Net cash flow from Investing Activities		(2,480,990)		(1,817,751)
C. Cash Flow from Financing Activities :				
- Share Application Money				
- Proceeds from Long term Borrowings		(4,154,733)		(58,416,128)
- Proceeds from Short term Borrowings		(8,213,895)		(12,356,923)
- Interest charged				
Exceptional Items				
Repayment of Long Term Borrowings		2,690,446		(7,724,985)
Repayment of Short Term Borrowings				
Net Cash Flow from Financing Activities		(9,678,182)		(78,498,036)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		28,933,374		(19,666,403)
Cash and Cash Equivalents as at (Opening)		4,116,003		23,782,406
Cash and Cash Equivalents as at (Closing)		33,049,377		4,116,003

The Note numbers 30 to 39 form integral part of the Financial Statements

As per our report of even date attached

For V D Shukla & Co

Chartered Accountants

FRN: 110240W

For and on behalf of the Board of
Directors of Corrtech Energy Limited



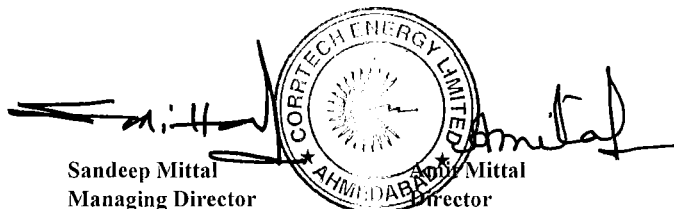
(Vimal D Shukla)

Proprietor

Mem. No. : 036416

Place: Ahmedabad

Date : 15/07/2020

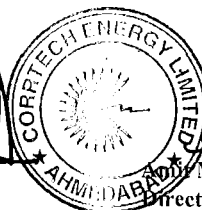


Sandeep Mittal
Managing Director

DIN : 01643818

Place: Ahmedabad

Date : 15/07/2020



(Sandeep Mittal)

Director

DIN : 01644010



Corrtech Energy Limited

Statement of Profit and Loss for the period ended 31st March, 2020

(Currency: Indian Rupees)

PARTICULARS	Note	2019-20	2018-19
Income			
Revenue from operations	21	550,987,442	596,926,031
Net revenue from operations		550,987,442	596,926,031
Other income	22	39,062,054	7,569,308
Total Revenue		590,049,496	604,495,339
Expenses			
Cost of materials consumed	23	31,611,254	26,135,244
Job work charges		183,289,208	121,366,303
Purchases of trading materials		38,423,758	60,701,287
Changes in inventories	24	(33,501,676)	(8,672,656)
Employee benefits	25	112,613,729	99,728,529
Finance costs	26	8,213,895	12,356,923
Depreciation and amortisation	11	7,288,970	7,943,585
Other expenses			
Manufacturing Expenses	27	132,681,993	146,861,256
Administrative Expenses	28	61,398,313	92,443,884
Selling and Distribution Expenses	29	3,483,590	4,473,748
Total expenses		545,503,034	563,338,103
Profit before tax		44,546,462	41,157,236
Tax expense:			
Current tax		11,848,930	14,314,960
Deferred tax	6	(2,614,422)	126,760
Total tax expenses		9,234,508	14,441,720
Prior Period Expense		-	-
Profit after tax for the year		35,311,954	26,715,516
Earning Per Share:			
Basic		16.82	12.72
Diluted		16.82	12.72

Significant Accounting Policies

1

The Note numbers 30 to 39 form integral part of the Financial Statements

As per our report of even date attached

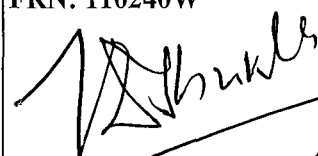
For V D Shukla & Co

Chartered Accountants

FRN: 110240W

For and on behalf of the Board of

Directors of Corrtech Energy Limited



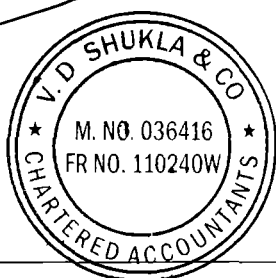
(Vimal D Shukla)

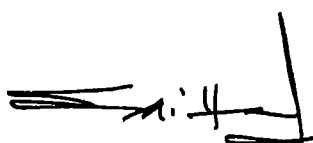
Proprietor

Mem. No. : 036416

Place: Ahmedabad

Date : 15/07/2020





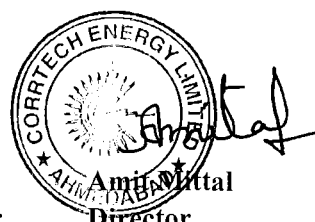
Sandeep Mittal

Managing Director

DIN : 01643818

Place: Ahmedabad

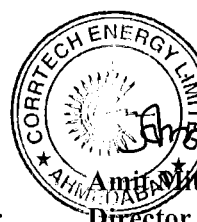
Date : 15/07/2020



Amit Mittal

Director

DIN : 01644010



Corrtech Energy Limited

Notes to the financial statements(*Continued*)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

1. Company overview:

Corrtech Energy Limited is a Company incorporated in India and registered under the Companies Act, 2013. The Company is engaged in manufacturing of gas turbine spare parts and on field servicing and repairing of gas turbine. The company operates its activity mainly on 'GE' made land based gas turbines. The company is also engaged in installation, laying and commissioning of gas and oil pipelines.

2. Significant Accounting Policies:

(i) Basis of Preparation of Financial Statements

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accountancy in accordance with the accounting principles generally accepted in India and comply with the accounting standards notified under the Companies (Accounts) Rules, 2014 to the extent applicable and the relevant provisions of the Companies Act, 2013. The financial statements are presented under Indian rupees.

(ii) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

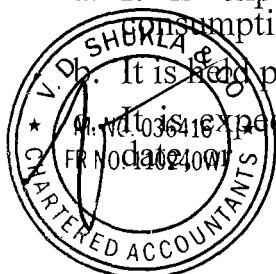
(iii) Current and non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is expected to be realised within 12 months after the reporting



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liability

A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within 12 months after the reporting date; or
- d. The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

(iv) Fixed Assets:

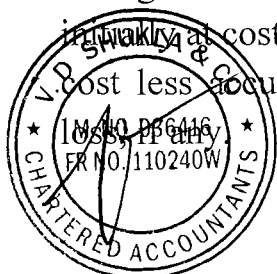
Tangible Fixed Assets

Fixed assets are stated at cost of acquisition / construction, less accumulated depreciation, amortization and impairment loss (if any). Cost comprises of purchase price, import duties and other non-refundable taxes or levies and any directly attributable cost to bring the assets ready for its intended use. Direct expenses on projects during the year of construction are capitalized.

Capital assets under construction are stated in the Balance Sheet as "Capital Work in Progress."

Intangible Assets

Intangible assets that are acquired by the company are measured initially at cost. After initial recognition, an intangible asset is carried at cost less accumulated amortization and any accumulated impairment



Corrtech Energy Limited

Notes to the financial statements(*Continued*)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

(v) Depreciation

All tangible fixed assets, except capital work in progress, are depreciated on the basis of useful life of an asset and at the rates and in the manner prescribed in Schedule II of the Companies Act, 2013, except in the case of certain assets which are depreciated at the rates based on the technical assessment of their useful lives by the management and certificate obtained from an independent technical valuer.

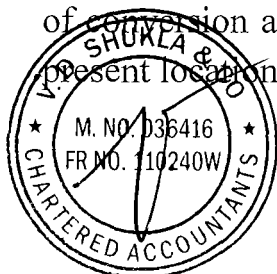
(vi) Impairment of Assets

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the company's each class of the fixed assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor.

(vii) Inventories

Raw materials, traded goods, packing materials, stores, tools, spares and consumables are valued at lower of cost (net of refundable taxes and duties) or net realizable value. The cost of these items of inventory comprises of cost of purchase and other incidental costs incurred to bring the inventories to their present location and condition. Cost of inventories is determined on moving weighted average basis. However, if it is estimated that the cost of finished product will not exceed net realizable value of the product, such materials are written down to net realizable value.

Work in progress, semi-finished goods and finished goods are valued at lower of cost or net realizable value. The valuation at cost includes cost of conversion and other costs incurred to bring the inventories to their present location and condition.



Corrtech Energy Limited

Notes to the financial statements(*Continued*)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

(viii) Revenue Recognition

Revenue from sale of products is accounted on dispatch of products to customers and whom no uncertainty as to the collection of the revenue exist. Income from services is recognized as and when services are rendered and confirmed by the customers.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

(ix) Foreign Currency Transactions

Transactions denominated in foreign currencies are normally recorded at exchange rates prevailing on the date of transaction. Monetary items denominated in foreign currencies at the year-end are restated at the year-end rates. Exchange difference arising on settlement of foreign currency transactions or restatement of foreign currency denominated assets and liabilities are recognized in the Statement of Profit and Loss.

(x) Employee Benefits

Short-term compensated absences are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

Gratuity liability are defined benefit obligations and are recognized as an expense in the Statement of Profit and Loss on the basis of actuarial valuation made at the end of the each financial year. Such actuarial valuation is based on projected unit credit method.

Retirement benefits in the form of provident fund and pension fund are defined contribution schemes and such contributions are charged to Statement of Profit and Loss of the year when such contributions are due.

Actuarial gains and losses are immediately charged to the Statement of profit and loss.



Corrtech Energy Limited

Notes to the financial statements(*Continued*)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

(xi) Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying fixed assets are capitalized as part of the cost of such assets. All other borrowing costs are recognized as an expense in the period in which they are incurred.

(xii) Provision for Tax

Tax expenses comprise of current tax and deferred tax.

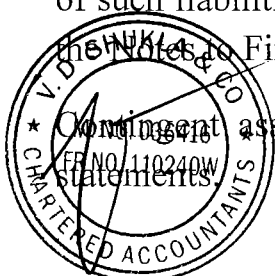
Provision for current tax is determined based on assessable profits of the Company as determined under the Income Tax Act, 1961. Provision for deferred tax is determined based on the effect of timing difference between the assessable profits under the Income Tax Act and the profits as per the Statement of Profit and Loss. Deferred tax assets, other than those from carry forward losses and unabsorbed depreciation, are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets arising from carry forward losses and unabsorbed depreciation, are recognized and carried forward only to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

(xiii) Provisions, Contingent Liabilities and Contingent Assets

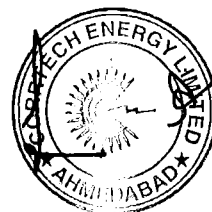
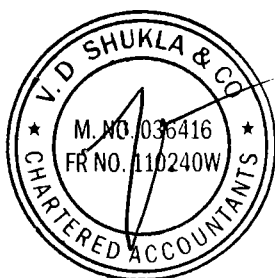
Provisions are recognized when the Company has a present, legal or contractual obligation as a result of past events, only if it is probable that an outflow of resources embodying economic benefits will be required and if the amount involved can be measured reliably.

Contingent liabilities being a possible obligation as a result of past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more future events not wholly in the control of the Company, are not recognized in the accounts. The nature of such liabilities and an estimate of its financial effect are disclosed in the Notes to Financial Statements.

Contingent assets are neither recognized nor disclosed in the financial statements.



Corrtech Energy Limited				
NOTE "2" SHARE CAPITAL		As at 31st March', 2020		As at 31st March, 2019
Authorised				
4,000,000 Equity Shares of Rs.10 each		40,000,000		40,000,000
		40,000,000		40,000,000
Issued, Subscribed and Fully Paid up.				
2,100,000 Equity Shares of Rs.10 each fully paid-up with voting rights		21,000,000		21,000,000
(All the above Shares are held by the Holding Company Corrtech International Private Limited and its nominees)				
		21,000,000		21,000,000
(A) Reconciliation of the number of shares outstanding at the beginning and at the end of the year				
		As at 31st March, 2020		As at 31st March, 2019
		No of Shares	Amount	No of Shares
At the beginning of the year		2,100,000	21,000,000	2,100,000
Add: Issued during the year		-	-	
Outstanding at the end of the year		2,100,000	21,000,000	2,100,000
(B) Details of Shareholders holding more than 5% Equity Shares in the Company.				
		As at 31st March, 2020		As at 31st March, 2019
		No of Shares	Holding %	No of Shares
Corrtch International Private Limited - (Holding Company)		2,100,000	100%	2,100,000
Equity Shares of 10/- each				100%
As per the records of the Company, including its register of members.				
(C) Terms/rights attached to Equity Shares				
The Company has only one class of shares referred to as equity shares having a face value of 10/- per share.				
Each holder of equity shares is entitled to one vote per share.				
NOTE "3" RESERVES & SURPLUS		As at 31st March', 2020		As at 31st March, 2019
Securities premium account		44,000,000		44,000,000
Surplus in Statement of Profit and Loss				
Opening balance		367,895,911		341,180,395
Less: Adjustment in Depreciation				
Add: Profit for the year		35,311,954		26,715,516
Closing balance		403,207,865		367,895,911
		447,207,865		411,895,911
NOTE "4" LONG-TERM BORROWINGS		As at 31st March', 2020		As at 31st March, 2019
Secured				
Vehicle Loans *		4,768,576		370,034
Housing Loans @		6,605,751		8,313,847
		11,374,327		8,683,881



* Vehicle Loans from The Kalupur Commercial Co-op. Bank Limited are secured by way of hypothecation of vehicles purchased out of that loan. The rate of Interest charged on these loans is 10.50% p.a. for motor car loans and 12.00% for commercial vehicle loans.

* Vehicle Loans from AXIS Bank Limited are secured by way of hypothecation of commercial vehicles purchased out of that loan. The rate of Interest charged on these loans is 9.15% p.a. for commercial vehicles for 59 months and 8.80% p.a. For motor car for 37 months.

* Vehicle Loans from Shriram Transport finance company limited secured by way of hypothecation of commercial vehicles purchased out of that loan for 36 months..

* Vehicle Loans from AU Small finance Bank limited secured by way of hypothecation of motor car purchased out of that loan. The rate of Interest charged on these loan is 11.25% p.a. for 48 months..

These loans shall be repaid in 36 installements for motor car loans and 60 months for commercial vehicle loan.

@ Housing Finance availed from Diwan Housing Finance Limited is secured by way of Property acquired out of that loans and personal guarantee of Mr. Sandip Mittal. These loans shall be repaid in 120 equated monthly installements.

NOTE "5" LONG TERM PROVISIONS

	As at 31st March', 2020	As at 31st March, 2019
Provision for Employee Benefits	7,025,135	5,346,377
	<u>7,025,135</u>	<u>5,346,377</u>

NOTE "6" DEFERRED TAX LIABILITY (NET)

	As at 31st March', 2020	As at 31st March, 2019
Deferred tax liabilities		
Opening Balance	9,976,493	9,849,733
Add: Deferred Tax Expense for the year	(2,614,422)	126,760
Less: Deferred Tax Income for the year	-	-
Closing Balance	<u>7,362,071</u>	<u>9,976,493</u>

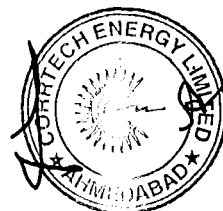
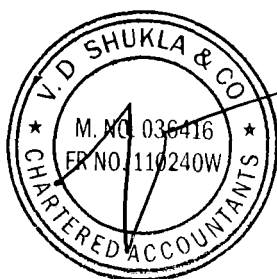
NOTE : "7" SHORT TERM BORROWINGS

	As at 31st March', 2020	As at 31st March, 2019
Secured		
Working Capital Loan from Bank #	968,095	27,407,853
Unsecured	<u>34,551,362</u>	<u>12,266,337</u>
	<u>35,519,457</u>	<u>39,674,190</u>

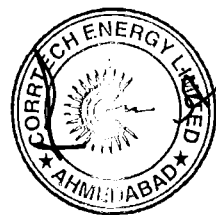
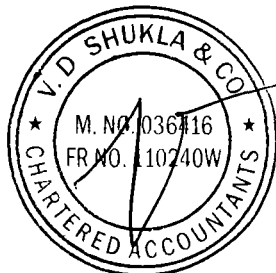
Working Capital Loans from Axis bank are secured against fixed deposit amounting to Rs.10,00,000. The rate of Interest charged is 1% above FD ROI.

NOTE "8" TRADE PAYABLES

	As at 31st March', 2020	As at 31st March, 2019
Trade Payable for goods and services - Others	162,430,546	150,648,262
Trade Payable for goods and services - MSME	2,975,380	1,656,587
	<u>165,405,926</u>	<u>152,304,849</u>



NOTE "9" : OTHER CURRENT LIABILITIES		
	As at 31st March', 2020	As at 31st March, 2019
Current maturities of Long-term debt	3,704,925	16,389,410
Advances from customers	115,162,130	31,666,200
Payable towards capital expenditure	211,948	97,219
Provision for other expenses	2,083,010	2,301,191
Payable to employees	14,812,781	15,923,788
Statutory Liabilities	3,941,374	3,866,928
	139,916,168	70,244,736
NOTE "10" : SHORT TERM PROVISIONS		
	As at 31st March', 2020	As at 31st March, 2019
Provision for bonus	3,083,825	2,754,066
Provision for Gratuity	1,720,363	1,312,054
Provision for compensated absences	227,441	432,693
	5,031,629	4,498,813
NOTE "12" : NON-CURRENT INVESTMENTS		
	As at 31st March', 2020	As at 31st March, 2019
Investment (At cost) - Unquoted		
Trade investment in subsidiaries		
Investment in Equity Shares		
In Subsidiary Companies		
6,66,000 (P.Y. 666,000) Equity Shares of MJB India Technical Services Private Limited of Rs 10 each	6,660,000	6,660,000
12,60,000 (P.Y. 1,260,000) Equity Shares of Crosstown Power India Private		
In Associate		
8,32,000 (P.Y. 8,32,000) Equity Shares of MJB India Industrial Repairs Private limited of Rs. 10 each	8,320,000	8,320,000
	14,980,000	14,980,000
Provision for diminution in value of investments	(1,000,000)	(1,000,000)
	13,980,000	13,980,000
NOTE "13" : LONG TERMS LOAN AND ADVANCES		
(Unsecured and considered good)	As at 31st March', 2020	As at 31st March, 2019
Capital advances	274,250	93,118
Security deposits	20,467,128	10,012,642
	20,741,378	10,105,760



Corrtech Energy Limited

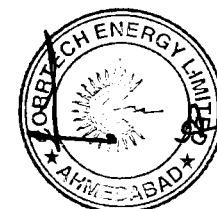
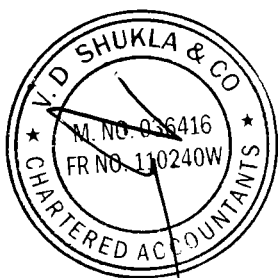
Notes to the financial statement (Continued)

as at 31 March 2020

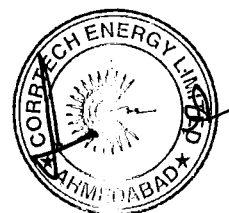
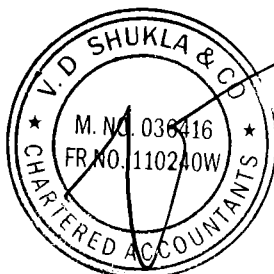
(Currency: Indian Rupees)

11 Fixed assets

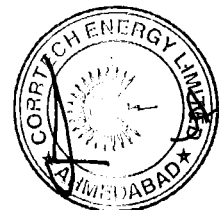
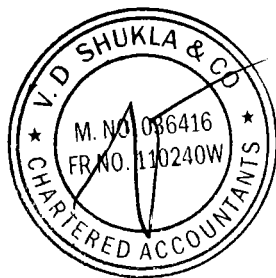
Description	Gross block					Depreciation/amortisation					Net block	
	As at 1 April 2019	Adjustment	Additions	Deductions	As at 31 March 2020	As at 1 April 2019	Adjustment	For the Period	Deletions	As at 31 March 2020	As at 31 March 2020	As at 31 March 2019
Tangible assets												
Residential Buildings	26,210,726	-	-	-	26,210,726	5,306,982	-	1,067,016	-	6,373,998	19,836,728	20,903,744
Office Buildings	48,786,258	-	-	-	48,786,258	25,025,840	-	2,200,911	-	27,226,751	21,559,507	23,760,418
Plant & Machinery	19,163,101	-	1,883,334	1,937,955	19,108,480	11,494,820	-	1,564,916	806,944	12,252,792	6,855,688	7,668,281
Furniture and Fixtures	6,922,524	-	186,579	-	7,109,103	5,681,573	-	375,915	-	6,057,488	1,051,615	1,240,951
Computers & Printers	4,315,427	-	303,114	-	4,618,541	3,830,813	-	277,217	-	4,108,030	510,511	484,614
Office Equipment	5,642,537	-	133,145	-	5,775,682	3,229,815	-	857,891	-	4,087,706	1,687,976	2,412,722
Vehicles	8,368,620	-	5,670,196	2,181,223	11,857,593	5,990,956	-	945,104	2,072,161	4,863,899	6,993,694	2,377,664
	119,409,193	-	8,176,368	4,119,178	123,466,383	60,560,799	-	7,288,970	2,879,105	64,970,664	58,495,719	58,848,394
Intangible assets												
Computer Software	2,623,635	-	-	-	2,623,635	2,498,326	-	-	-	2,498,326	125,309	125,309
Total	2,623,635	-	-	-	2,623,635	2,498,326	-	-	-	2,498,326	125,309	125,309
Total	122,032,828	-	8,176,368	4,119,178	126,090,018	63,059,125	-	7,288,970	2,879,105	67,468,990	58,621,028	58,973,703



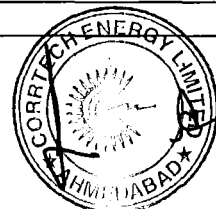
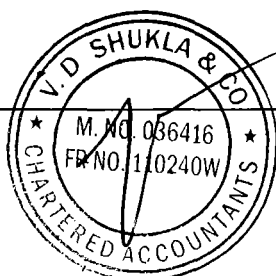
NOTE "14" : OTHER NON-CURRENT ASSETS		
	As at 31st March', 2020	As at 31st March, 2019
Secured, considered good		
Deposits in Bank (original maturity more than 12 months)	14,187,195	29,598,404
Interest Accrued on Deposits	772,736	1,112,648
	<u>14,959,931</u>	<u>30,711,052</u>
NOTE "15" : CURRENT INVESTMENT		
(A) Other current investments (At lower of cost and fair value, unless otherwise stated)	3,095,551	-
	<u>3,095,551</u>	<u>-</u>
NOTE "16" : INVENTORIES		
	As at 31st March', 2020	As at 31st March, 2019
Raw materials	100,275,652	43,192,924
Work-in-progress	98,648,449	87,913,794
Finished goods	19,006,299	3,354,801
Trading materials	29,076,827	21,961,304
Stores, Spares	51,263,317	18,022,143
Loose tools	7,082,897	5,163,634
	<u>305,353,441</u>	<u>179,608,600</u>
NOTE "17" : TRADE RECEIVABLES		
	As at 31st March', 2020	As at 31st March, 2019
Trade receivables less than six months		
Unsecured, considered good	81,867,283	130,090,215
Considered doubtful	-	-
	<u>81,867,283</u>	<u>130,090,215</u>
Less: Provision for doubtful debts	-	-
	<u>81,867,283</u>	<u>130,090,215</u>
Other Trade receivables, unsecured and considered good	133,551,404	128,747,093
Unsecured, considered good	<u>133,551,404</u>	<u>128,747,093</u>
Doubtful	-	-
	<u>215,418,687</u>	<u>258,837,308</u>
NOTE "18" : CASH AND BANK BALANCE		
	As at 31st March', 2020	As at 31st March, 2019
Cash on hand	1,457,386	511,006
In current accounts	4,552,698	1,866,597
In EEFC accounts	-	258,400
	<u>6,010,084</u>	<u>2,636,003</u>
Margin money deposit (Original Maturity Less than 1 year but more than 3 months)	27,039,293	1,480,000
	<u>33,049,377</u>	<u>4,116,003</u>



NOTE "19" : SHORT TERM LOANS AND ADVANCES		
	As at 31st March', 2020	As at 31st March, 2019
Unsecured, considered good, unless otherwise stated to be received	81,651,970	55,651,438
Considered good	77,000	79,000
Considered Doubtful	77,000	79,000
Less : Provision for Doubtful Debts	77,000	79,000
Prepaid expenses - Unsecured, considered good	319,512	694,253
Advance income tax (Net of Provisions)	8,891,412	6,882,678
Balances with government authorities	48,343,301	36,188,379
	139,283,195	99,495,748
NOTE "20" : OTHER CURRENT ASSETS		
	As at 31st March', 2020	As at 31st March, 2019
Interest accrued on deposits	3,010,265	637,834
Other Current Assets	32,290,214	67,119,732
DEPB Licences	39,510	39,510
	35,339,989	67,797,076



Corrtech Energy Limited		
NOTE "21" REVENUE FROM OPERATIONS	2019-20	2018-19
Sale of Manufactured Products		
(i) Domestic Market	11,844,368	17,816,119
(ii) Exports Market	131,882,230	70,526,717
	143,726,598	88,342,836
Sales from Pipeline Activities	290,624,823	291,559,132
Sales of Traded Products		
(i) Trading Sales	51,342,049	123,954,306
	51,342,049	123,954,306
Income from Services Rendered		
(i) Revenue from Domestic Market	55,991,137	77,329,439
(ii) Revenue from Exports Market	6,992,324	13,554,667
	62,983,461	90,884,106
Other Operating Income		
- Scrap Sales	181,440	-
- Export Benefit Income	2,129,071	2,185,651
	550,987,442	596,926,031
Less : Excise duty #		-
Revenue from Operation (net)	550,987,442	596,926,031
NOTE "22" OTHER INCOME		
Interest from bank deposits	3,533,035	1,574,920
Other income	5,619,151	117,801
Miscellaneous balances written back	19,456,671	1,207,345
Foreign Exchange Gain	8,564,774	4,666,295
Profit on sale of Assets	922,270	2,947
Other Interest	966,153	-
	39,062,054	7,569,308
NOTE "23" COST OF MATERIAL CONSUMED		
(A) Raw Material Consumed		
Opening stock	41,394,272	24,506,679
Add: Purchases	89,549,703	42,170,012
	130,943,975	66,676,691
Less: Closing stock	99,983,099	41,394,272
	30,960,876	25,282,419
Packing Material		
Opening stock	391,687	392,353
Add: Purchases	549,073	852,159
	940,760	1,244,512
Closing Stock	290,382	391,687
	650,378	852,825
	31,611,254	26,135,244



NOTE "24" CHANGE IN INVENTORIES**Inventories at the end of the year:**

(i) Finished goods	19,006,299	3,354,801
(ii) Work-in-progress	98,648,449	87,913,794
(iii) Traded Goods	29,076,827	21,961,304

	146,731,575	113,229,899
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Inventories at the beginning of the year:

(i) Finished goods	3,354,801	1,316,953
(ii) Work-in-progress	87,913,794	81,475,990
(iii) Traded Goods	21,961,304	21,764,300

	113,229,899	104,557,243
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	(33,501,676)	(8,672,656)
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NOTE "25" EMPLOYEE BENEFITS EXPENSE

Salaries and wages	97,613,156	92,892,013
Contribution to Provident and Gratuity Funds	8,178,907	4,969,467
Staff welfare expenses	6,821,666	1,867,049

	112,613,729	99,728,529
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NOTE "26" FINANCE COST

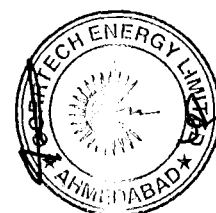
Interest paid to Banks	3,988,580	4,988,770
Foreign Currency Fluctuation Loss on FC Loans	-	-
Interest paid to Others	660,777	2,013,225
Bank Charges	3,564,538	5,354,928

	8,213,895	12,356,923
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NOTE "27" MANUFACTURING EXPENSES

Consumption of stores, spare parts & tools	84,161,318	104,400,742
Power and fuel	11,617,090	10,537,169
Inward Freight	4,169,894	3,094,140
Equipment hiring charges	29,162,842	20,065,426
Custom and clearing charges	871,356	2,949,261
Repairs and maintenance on:	-	-
- Buildings	462,752	1,025,689
- Machinery	2,236,741	4,788,829

	132,681,993	146,861,256
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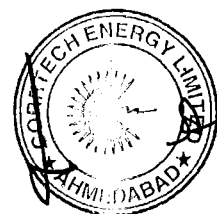


NOTE "28" ADMINISTRATIVE EXPENSES

Rent, rates and taxes	6,480,723	3,267,112
Liquidated damages charges	1,350,673	680,739
Repairs and maintenance on:	-	-
- Others	1,926,792	2,301,011
Insurance	1,741,442	1,187,794
Rates and taxes	-	-
Communication expense	1,634,908	2,241,812
Travelling and conveyance	19,686,423	16,337,666
Printing and stationery	448,775	929,318
Bad Debts	272,875	31,106,838
Donations and contributions	12,551	10,000
Legal and professional	16,087,384	26,135,336
Audit fee	400,000	400,000
Interest on Late Payment	1,234,509	784,936
Office maintenance expenses	2,410,902	2,316,427
Miscellaneous expenses	7,710,356	4,744,895
Miscellaneous balances written back	-	-
Foreign Exchange Loss	-	-
Loss on sale of Assets	-	-
Loan processing charges	-	-
	61,398,313	92,443,884

NOTE "29" SELLING AND DISTRIBUTION EXPENSES

Sales commission	29,500	18,000
Freight and Delivery Charges	2,928,331	2,881,525
Business promotion expense	525,759	1,574,223
	3,483,590	4,473,748



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

30. Contingent Liabilities

(to the extent not provided for)

Particulars	2020	2019
Contingent liabilities:		
Guarantees given by Bank on behalf of the Company	145,900,000	179,268,539
Disputed Income Tax Matters	2,67,21,760	1,65,98,552
Total	17,26,21,760	19,58,67,091

31. On the basis of information from creditors, regarding the status of their registration under the "Micro Small and Medium Enterprise Development Act 2006", the company makes the disclosures required to be made under the said Act as under Trade Payable to MSME Rs. 29,75,380 (Previous Year Rs. 16,56,587).

32. The debit and credit balances of receivables and payables, loans, advances and deposits as at 31 March, 2020 are subject to their confirmations and adjustments. Pending confirmation of the balances from the said parties, the balances as appearing in the books of the Company have been adopted for the purpose of preparation of the financial statements.

33. Employee Benefit

Disclosure in respect of employee benefits under Accounting Standard (AS) – 15 (Revised) "Employee Benefits" prescribed by the Companies (Accounting Standards) Rules, 2006.

Post-employment benefit:

Defined contribution plan:

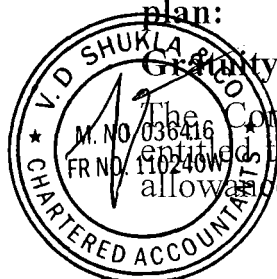
Amount of Rs.30,87,067/- (previous year Rs. 29,41,383/-) pertaining to employers' contribution to Provident Fund is recognized as an expense and included in "Employee benefits" in note 24.

Defined benefit plan:

General description of defined benefit plan/other long term benefit plan:

Gratuity plan

The Company operates gratuity plan wherein every employee is entitled to the benefit equivalent to 15 days salary (includes dearness allowance) last drawn for each completed year of service. The same is



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

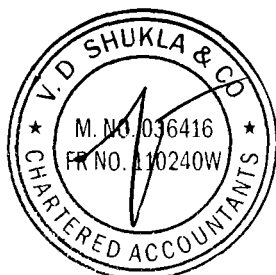
payable on termination of service, or retirement, or death whichever is earlier. Gratuity benefits valued were in accordance with the payment of Gratuity Act, 1972.

II. Expenses/ (Income) recognized in the Statement of Profit and Loss

Particulars	2020	2019
Current service cost	13,12,054	1,166,863
Interest Cost	5,38,000	485,129
Expected return on plan assets	(69,813)	(116,838)
Net actuarial losses (gains)	13,06,826	1,268,899
Prior Year Charge	-	-
Adjustment to the Opening Fund	-	-
Recognised Past Service Cost		137,330
Total	30,87,067	2,941,383

III.Reconciliation of opening and closing balances of defined benefit obligation

Particulars	2020	2019
Defined benefit obligation at beginning of the year	70,68,791	6,463,139
Service cost	13,12,054	1,166,863
Interest cost	5,38,000	485,129
Actuarial losses (gains)	12,81,955	1,374,263
Prior Year Charge		-
Losses (gains) on curtailments		-
Liabilities extinguished on settlements		-
Benefits paid	(6,50,480)	(2,420,603)
Defined benefit obligation at end of the year	95,50,320	7,068,791



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

IV. Reconciliation of Opening and Closing balances of fair value of plan assets

Particulars	2020	2019
Fair value of plan assets at beginning of the year	4,10,360	1,096,701
Adjustment to the Opening Fund	-	-
Expected return on plan assets	69,813	116,838
Actuarial gains and (losses)	(24,871)	105,364
Contributions by employer	10,00,000	1,512,060
Benefits paid	(6,50,480)	(2,420,603)
Fair value of plan assets at year end	8,04,822	410,360

V. Investment detail

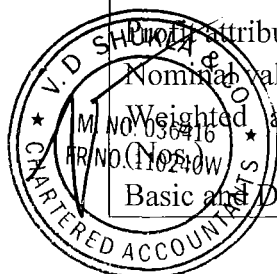
Particulars	% invested as at 31 March 2020	% invested as at 31 March 2019
LIC of India	100%	100%

VI. Actuarial Assumptions

Particulars	2020	2019
Discount Rate (per annum)	6.85%	7.80%
Expected Return on plan assets (per annum)	6.85%	7.80%
Rate of escalation in salary (per annum)	6.00%	6.00%

34. Earning Per Share

Particulars	2020	2019
Profit attributable to equity shareholders (Rs.)	3,53,11,954	2,67,15,516
Nominal value of equity shares (Rs.)	10	10
Weighted average number of ordinary equity shares	21,00,000	21,00,000
Basic and Diluted Earning per share (Rs.)	16.82	12.72



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

35. Auditors' remuneration

Particulars	2020	2019
Statutory audit fees	400,000	400,000
Total	400,000	400,000

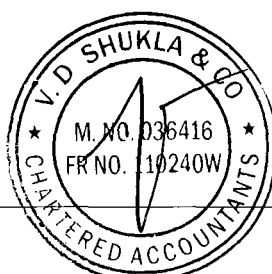
36. Directors' remuneration

Particulars	2020	2019
Directors' Remuneration		
- Sandeep Mittal	61,15,000	6,240,000
- Amit Mittal	14,15,000	1,440,000
- Kavita Amit Mittal	22,62,885	15,40,688
Total	97,92,885	92,20,688

37. Related party Disclosure

Related parties and their relationship

Name of the related party	Relationship
Related parties where control exists :	
Corrtech International Private Limited	Holding Company
Related parties with whom transaction taken place	
MJB India Technical Services Private Limited	Subsidiary Company
MJB India Industrial Repairs Private Limited	Associate Company
Control Plus Oil & Gas Solutions Private Limited	Fellow Subsidiary
Corrtech Energy Middle East DMCC	Firm under same management
Corrosion Cures Private Limited	Firm Under Same Management
Mr. Amit Mittal	Key Management Personnel
Mr. Sandeep Mittal	Key Management Personnel
Mr. Prashant Mittal	Relative of Director
Mrs. Kavita Mittal	Key Management Personnel



Corrtech Energy Limited

Notes to the financial statements(Continued)

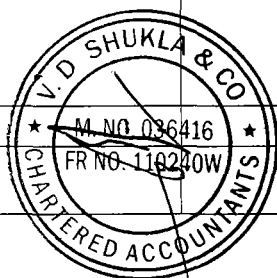
for the year ended 31 March 2020

(All amounts in Indian Rupees)

37. Related party Disclosure (Continued)

Transactions with related parties

Particulars	Corrtech International Private Limited	MJB India Industrial Repairs Private Limited	MJB India Technical Service Private Limited	Control Plus Oil and Gas Solutions Private Limited	Corrtech Energy Middle East DMCC	Corrosion Cures Private Limited	Amit Mittal	Sandeep Mittal	Prashant Mittal	Kavita Mittal
Purchase of goods / Services	1,92,88,985 (25,232,494)	91,320 (1,670,917)	- -	87,14,745 (39,156,825)	- -	14,056,679	- -	- -	- -	- -
Sales of Equipments (Net off Sale)	22,335	-	-	-	-	-	-	-	-	-
Sales and other Income	3,92,04,035	-	-	12,994,472	-	-	-	-	-	-
Expenses paid by related parties on behalf of company	-	-	-	(1,702)	-	-	-	-	-	-
Expenses paid on behalf of related parties	-	-	-	1,39,464	-	-	-	-	-	-
Advance against purchase given to related parties	-	-	-	14, 897,335	-	-	-	-	-	-
Loans refunded by related parties	-	-	-	-	-	-	-	-	-	-



Corrtech Energy Limited

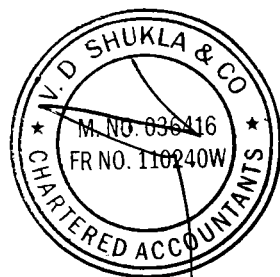
Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

Related party Disclosure (Continued)

Loans taken from related parties	-	-	-	-	-	-	-	40,926,081	-	-
	-	-	-	-	-	-	-	-	-	-
Loans repaid to related parties	-	-	-	-	-	-	-	19,581,294	-	-
	-	-	-	-	-	-	-	-	-	-
Guarantee taken from related parties	14,57,00,000	-	-	-	-	-	-	-	-	-
	(201044063)	-	-	-	-	-	-	-	-	-
- Remuneration / Salary	-	-	-	-	-	-	14,15,000	61,15,000	4,12,946	22,62,885
	-	-	-	-	-	-	-	62,40,000	(403,008)	(15,40,688)
Payable	2,52,98,635	3,61,21,147	19,17,539	-	-	27,76,911	9,86,005	30,200,312	-	105,751
	-	(36,143,246)	(1,936,438)	(12,507,292)	-	-	(9,34,355)	(10,335,079)	(151,017)	-
- Receivable	-	-	-	14,897,335	-	-	-	-	679,976	-
	(33,235,737)	-	-	-	(43,019)	-	-	-	-	-



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

38. Details of un-hedged foreign currency exposures

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below.

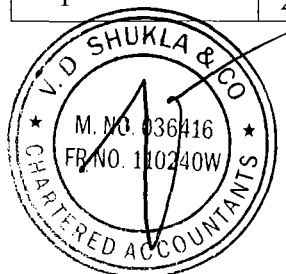
Particulars	Foreign Currency	2020		2019	
		Amount in Foreign Currency	Equivalent Indian Rupees	Amount in Foreign Currency	Equivalent Indian Rupees
Amount Receivable in Foreign Currency	EURO	89.9	7,469	-	-
	USD	18,09,115.59	136,353,042	1,0680,580	116,180,712
	GBP	44,403.71	41,68,176	17,289	1,564,285
	AED	-	-	-	-
Amount Payable in Foreign Currency	AED	-	-	275,082	5,188,056
	EURO	34260	28,46,321	124,384	9,664,614
	USD	3,20,141	24,129,027	15,179	1,049,939
	GBP	180	16,897	180	16,286

39. Segment Reporting

Primary Business Segment

The Company is primarily engaged in business segments of manufacturing, sale and service of gas turbine products and installation, laying and commissioning of gas and oil pipelines.

Segment Information	Year	Gas Turbine Activities	Pipeline Activities	Total
Revenue (Income from Operations)	2020	26,44,63,800	29,06,24,823	55,50,88,623
	2019	305,366,899	291,559,132	596,926,031
Segment Expenses	2020	194,365,423	207,295,808	401,661,231
	2019	179,630,096	166,761,337	346,391,434
Un-allocable Expenses	2020			143,841,803
	2019			216,946,669



Corrtech Energy Limited

Notes to the financial statements(Continued)

for the year ended 31 March 2020

(All amounts in Indian Rupees)

Secondary Geographical Segments

Secondary segmental reporting is based on the geographical location of customers. The geographical segments have been determined based on revenues from customers within India and revenues from customers outside India.

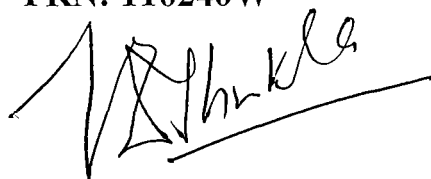
Secondary segment assets and liabilities are based on the location of such asset/liability.

Information about Geographical Segment wise under:

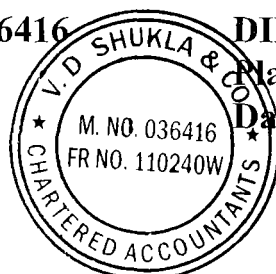
Segment Information	Year	India	Outside India	Total
Revenue (Income from Operations)	2020	41,07,49,454	14,43,39,169	55,27,78,112
	2019	50,75,72,950	8,71,67,431	59,47,40,380
Carrying amount of Segment Assets	2020	840,001,232	-	840,001,232
	2019	723,625,735	-	723,625,735
Net Addition/ (Reduction) to Fixed Assets	2020	40,57,190	-	40,57,190
	2019	35,06,911	-	35,06,911

As per our report of even date attached.

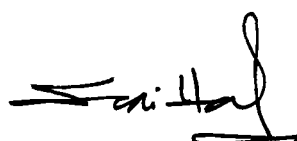
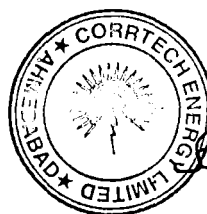
For V.D.Shukla & Co.
Chartered Accountants
FRN: 110240W



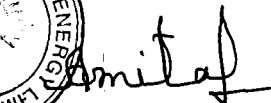
Vimal Shukla
Proprietor
Membership No: 036416
Place: Ahmedabad
Date: 15/07/2020



For and on behalf of Board of
Directors of
Corrtech Energy Limited



Sandeep Mittal
Managing Director
DIN: 01643818
Place: Ahmedabad
Date: 15/07/2020



Amit Mittal
Director
DIN: 01644010

Corrtech Energy Limited
Consolidated financial statements
For
F.Y. 2019-20

Vimal D. Shukla

B.Com., LL.B., F.C.A.
CHARTERED ACCOUNTANT



V. D. SHUKLA & Co.
CHARTERED ACCOUNTANTS

B-213, Gopal Palace, Nr. Shiromani Flats,
Opp. Ocean Park, Shivranjani-Nehrunagar Road,
Nehrunagar, Ahmedabad - 380015.

Phone : (O) 079-26740078

E-mail : vdshuklaco1984@yahoo.com
vdshuklaco1984@gmail.com

Independent Auditor's Report

To
The Members of
Corrtech Energy Limited

Report on the Consolidated financial statements

We have audited the consolidated financial statements of Corrtech Energy Limited ("the holding Company"), and its subsidiaries (collectively referred to as "the Group") which comprise the consolidated balance sheet as at 31 March 2020, and the consolidated statement of profit and loss, the consolidated statement of changes in equity and consolidated Cash flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on standalone financial statements, as applicable of such subsidiary was audited by the other auditor, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March 2020, and of its consolidated profit, consolidated changes in equity and consolidated cash flows for the year then ended.

Basis for Opinion

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



Key Audit Matters

Key audit matters (KAM) are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year. There are no such matters required to be disclosed in this report.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

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

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

If, based on the work we have performed and based on the audit reports of other auditors, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the consolidated financial statements

The Company's management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards () specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each company, and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective management and Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to



liquidate the Company/Group or to cease operations, or has no realistic alternative but to do so.

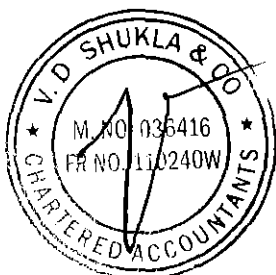
The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the consolidated financial statements

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

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

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



- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para of the section titled 'Other Matters' in this audit report.

We believe that the audit evidence obtained by us along with the consideration of audit reports of the other auditors as noted in 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

We communicate with those charged with governance of the Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Other Matters

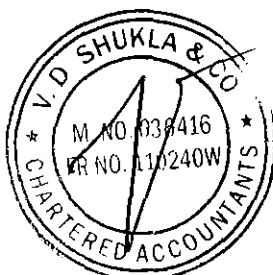
We did not audit the financial statements of subsidiary, whose financial statements reflects total assets of Rs. 66,66,658 as at 31st March 2020, total revenue of Rs. Nil and net cash outflows amounting Rs.649 for that year ended on that date as considered in the Consolidated Financial Statements. These financial statements have been audited by other Auditors whose reports have been furnished to us and our opinion in so far as it relates to the amounts included in respect of these subsidiaries and associates is based solely on the reports of the other Auditors.



Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters.

Report on Other Legal and Regulatory Requirements

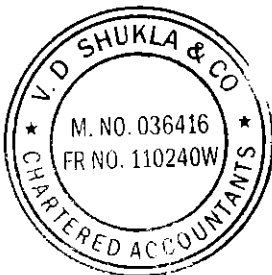
- A. As required by Section 143(3) of the Act, based on our audit and on the consideration of reports of the other auditors on standalone or consolidated financial statements, as applicable of such subsidiary as were audited by other auditors, as noted in the 'Other Matters' paragraph, we report, to the extent applicable, that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - c) The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Company as on 31 March 2020 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31 March 2020 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) In our opinion and according to the information and explanations given to us and based on the reports of the statutory auditors of such subsidiary company incorporated in India which were not audited by us, the remuneration paid during the current year by the Company and its subsidiary company to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Company, its subsidiary company is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.



g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on standalone or consolidated financial statements, as applicable of the subsidiary as noted in the 'Other Matters' paragraph:

- i. The consolidated financial statements disclose the impact of pending litigations as at 31st March 2020 on the consolidated financial position of the Group.
- ii. Provision has been made in the consolidated financial statements, as required under the applicable law, for material foreseeable losses, on long-term contracts, if any.
- iii. There has been no delay in transferring amounts to the Investor Education and Protection Fund by the Company or its subsidiary company incorporated in India during the year ended 31 March 2020.

Place: Ahmedabad
Date: 25th August, 2020



For V. D. Shukla & Co

Chartered Accountants

FRN: 110240W

Vimal D. Shukla

Proprietor

Membership No: 036146

UDIN : 20036416AAAAJA7273

Corrtech Energy Limited

Consolidated Balance sheet

as at 31 March 2020

(Currency : Indian rupees)

Equity and liabilities

Shareholder's funds

Share capital	3	21,000,000	21,000,000
Reserves and surplus	4	450,348,474	415,351,894
		<u>471,348,474</u>	<u>436,351,894</u>

Minority Shareholder's Interest

Minority Interest		1,689,773	1,700,884
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Non current liabilities

Long term borrowings	5	11,374,327	8,683,881
Deferred tax liabilities (net)	6	7,486,781	10,079,439
Long term provisions	7	7,025,135	5,346,377
		<u>25,886,243</u>	<u>24,109,697</u>

Current liabilities

Short term borrowings	8	33,601,918	37,737,752
Trade payables	9	165,448,746	152,337,669
Other current liabilities	10	139,916,168	70,244,736
Short term provisions	7	5,031,629	4,498,813
		<u>343,998,461</u>	<u>264,818,970</u>

842,922,951 726,981,445

Assets

Non current assets

Fixed assets			
Goodwill		240,735	240,735
Tangible assets	11	59,298,450	59,651,125
Intangible assets	11	125,309	125,309
Non-current investments	12	12,070,518	12,354,266
Long term loans and advances	13	20,766,378	10,130,760
Other non-current assets	14	14,959,931	30,711,052
		<u>107,461,321</u>	<u>113,213,247</u>

Current assets

Current Investment	15	3,095,551	-
Inventories	16	306,455,013	180,710,172
Trade receivables	17	215,418,687	258,837,308
Cash and bank balances	18	33,307,542	4,374,816
Short term loans and advances	19	139,299,697	99,503,675
Other current assets	20	37,885,140	70,342,227
		<u>735,461,630</u>	<u>613,768,198</u>

842,922,951 726,981,445

Significant accounting policies

2

The notes referred to above from an integral part of the financial statements.

As per our report of even date attached.

For V D Shukla & Co

Chartered Accountants

Firm's Registration No: 110240W

Vimal D Shukla

Proprietor

Membership No: 036416

Ahmedabad

25 Aug 2020

M. NO. 036416

FR NO. 110240W

For and on behalf of the Board of Directors

Corrtech Energy Limited

Sandeep Mittal

Managing Director

DIN: 01643818

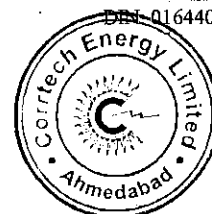
Ahmedabad

25 Aug 2020

Amit Mittal

Director

DIN: 01644010



Corrtech Energy Limited

Consolidated Statement of profit and loss

for the year ended 31 March 2020

(Currency : Indian rupees)

	Note	31 Mar 2020	31 Mar 2019
Income			
Revenue from operations	21	550,987,442	596,926,031
Other income	22	39,070,628	7,755,470
Total revenue		590,058,070	604,681,501
Expenses			
Cost of materials consumed	23	31,611,254	26,135,244
Job Work Charges		183,289,208	121,366,303
Purchase of Trading materials		38,423,758	60,701,286
Changes in inventories of work in progress	24	(33,501,676)	(8,672,656)
Employee benefits	25	112,613,729	99,728,529
Finance costs	26	8,214,544	12,357,690
Depreciation and amortization	27	7,288,970	7,943,585
Other expenses			
Manufacturing Expenses	28	132,681,993	146,861,256
Administrative Expenses	29	61,427,212	92,458,984
Selling and Distribution Expenses	30	3,483,590	4,473,748
Total expenses		545,532,582	563,353,969
Profit before tax		44,525,488	41,327,532
Tax expense			
Current tax		11,848,930	14,314,960
Prior period expenses		-	-
Deferred tax (credit)/charges		(2,592,658)	152,366
Profit after tax		35,269,216	26,860,206
Share in profit attributable to Minority Equity Shareholders		11,112	(37,619)
Share in Loss of Associate Concerns		(283,748)	(410,813)
Balance carried to balance sheet		34,996,580	26,411,774
Basic and diluted earnings per share [face value of Rs. 10 per share(Previous year Rs. 10 per share)]	36	16.67	12.58
Significant accounting policies	2		

The notes referred to above from an integral part of the financial statements.

As per our report of even date attached.

For V D Shukla & Co

Chartered Accountants

Firm's Registration No: 110240W

Vimal D Shukla

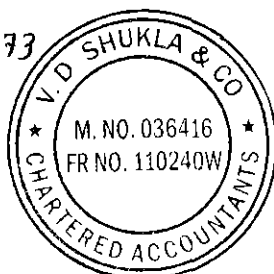
Proprietor

Membership No: 036416

UDIN: 20036416AAAAJA7273

Ahmedabad

25 Aug 2020



For and on behalf of the Board of Directors
Corrtech Energy Limited

Sandeep Mittal

Managing Director

DIN: 01643818

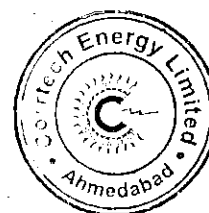
Ahmedabad

25 Aug 2020

Amit Mittal

Director

DIN: 01644010



Corrtech Energy Limited

Consolidated Cash flow statement
for the year ended 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
A Cash flows from operating activities		
Profit before tax	44,525,488	41,327,532
Adjustments for:		
Depreciation and amortisation	7,288,970	7,943,585
Interest income	(3,541,609)	(1,582,847)
Profit on sale of fixed assets	(922,270)	(2,947)
Finance costs	8,214,544	12,357,690
Operating cash flow before working capital changes	55,565,123	60,043,013
Adjustment for :		
- Inventories	(125,744,841)	161,120
- Trade Receivable	43,418,621	(7,952,244)
- Long Term advances & Other Non Current Assets	5,115,503	(13,721,603)
- Short Term advances & Other Non Current Assets	(7,338,935)	29,643,080
- Trade Payables	13,111,077	(13,372,476)
- Other Current Liabilities & Short Term Provisions	71,883,006	20,140,428
- Deffered tax liability	(2,592,657)	152,366
Cash (used in) / generated from operations	53,416,897	75,093,685
Income taxes refunded / (paid)	(9,256,272)	(14,467,327)
Net cash provided by operating activities	44,160,625	60,626,358
B Cash flows from investing activities		
Purchase of fixed assets (including capital work in progress and capital advances)	(8,176,368)	(3,555,171)
Sale of Assets	2,162,343	162,500
Sale of Investments	(3,095,551)	-
Interest received	3,541,609	1,582,847
Net cash (used in) investing activities	(5,567,967)	(1,809,824)
C Cash flows from financing activities		
Proceeds from Short term borrowings (net)	(4,135,834)	(58,401,028)
Proceeds from Long term borrowings (net)	2,690,446	(7,724,985)
Finance costs paid	(8,214,544)	(12,357,690)
Exceptional Items	-	-
Net cash (used in) financing activities	(9,659,932)	(78,483,703)
Net increase / (decrease) in cash and cash equivalents	28,932,726	(19,667,169)
Cash and cash equivalents at the beginning of the year	4,374,816	24,041,986
Cash and cash equivalents at the end of the year	33,307,542	4,374,816

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached.

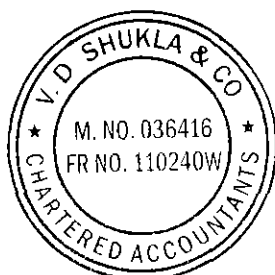
For V D Shukla & Co
Chartered Accountants

Firm's Registration No: 110240W

Vimal D Shukla
Proprietor
Membership No: 036416

Ahmedabad
25 Aug 2020

UDIN: 20036416AAAAJA 7273

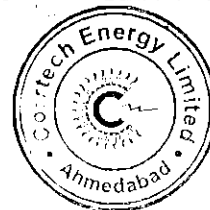


For and on behalf of the Board of Directors
Corrtech Energy Limited

Sandeep Mittal
Managing Director
DIN: 01643818

Ahmedabad
25 Aug 2020

Amit Mittal
Director
DIN: 01644010



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

1. Principles of Consolidation

The Consolidated Financial Statements consist of Corrtech Energy Limited ("the Company") and its subsidiary company (collectively referred to as "the Group"). The Consolidated Financial Statements have been prepared on the following basis:

a) The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses as per Accounting Standard 21 – "Consolidated Financial Statements" notified by Companies (Accounting Standards) Rules, 2006.

b) The difference between the cost of investment in the subsidiary, and the Group's share of net assets at the time of acquisition of shares in the subsidiary is recognized in the financial statements as Goodwill or Capital Reserve as the case may be.

c) Minority Interest in the net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet separately from liabilities and equity of the Company's shareholders. Minority interest in the net assets of consolidated subsidiaries consists of:

i) The amount of equity attributable to minority at the date on which investment in a subsidiary is made; and

ii) The minority share of movements in equity since the date the parent subsidiary relationship came into existence.

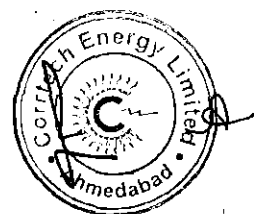
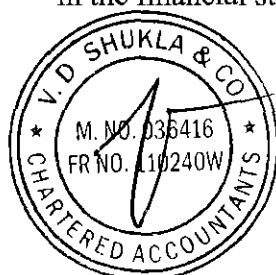
Minority's share of net profit for the year of consolidated subsidiaries is identified and adjusted against the Profit after Tax of the Group.

d) Investment in associates where the Company directly or indirectly through subsidiaries holds more than 20% of equity, are accounted for using equity method as per Accounting Standard 23

e) Accounting for Investments in Associates in Consolidated Financial Statements notified by Companies (Accounting Standards) Rules, 2006.

f) The Group accounts for its share of post acquisition changes in net assets of associates, after eliminating unrealized profits and losses resulting from transactions between the Company and its associates to the extent of its share, through its Consolidated Statement of Profit and Loss, to the extent such change is attributable to the associates' Statement of Profit and Loss and through its reserves for the balance based on available information.

g) The difference between the cost of investment in the associates and the Group's share of net assets at the time of acquisition of share in the associates is identified in the financial statements as Goodwill or Capital Reserve as the case may be.



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

1. Principles of Consolidation(Continued)

The list of subsidiary company and associates which are included in the consolidation and the Group's holdings therein are as under:

Sr No	Name of the Company	Relationship	Interest of Holding Company
1	MJB India Technical Services Private Limited	Subsidiary of Corrtech Energy Limited	74%
2	MJB India Industrial Repairs Private Limited	Associate of Corrtech Energy Ltd	26%

2. Significant accounting policies

(i) Basis for preparation of financial statements

The financial statements are prepared and presented under the historical cost convention on an accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India and comply with the Accounting Standards notified under Companies (Accounts) Rules 2014 to the extent applicable and the relevant provisions of the Companies Act, 2013. The financial statements are presented under Indian rupees.

(ii) Use of estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reported period. Difference between the actual results and estimates are recognised in the period in which the results are known /materialized.

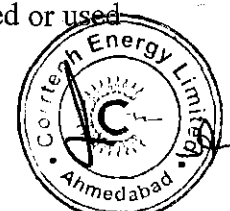
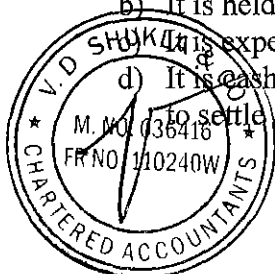
(iii) Current and non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is expected to be realised within 12 months after the reporting date;
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after reporting date.



Corrtech Energy Limited

Notes to the consolidated financial statements (*Continued*) for the year ended 31 March 2020

(Currency: Indian rupees)

2. Significant accounting policies (*Continued*)

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liability

A liability is classified as current when it satisfies any of the following criteria:

- a) It is expected to be settled in the Company's normal operating cycle;
- b) It is held primarily for the purpose of being traded;
- c) It is expected to be realised within 12 months after the reporting date;
- d) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification

Current liabilities include the current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

(iv) **Fixed Assets**

Tangible fixed assets

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation, amortization and impairment loss (if any). Cost comprises of purchase price, import duties and other non-refundable taxes or levies and any directly attributable cost to bring the assets ready for its intended use. Direct expenses on projects during the year of construction are capitalized.

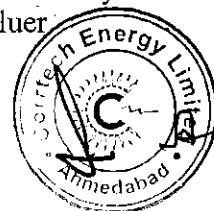
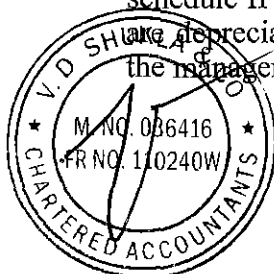
Capital assets under construction are stated in the Balance Sheet as "Capital Work in Progress".

Intangible fixed assets

Intangible fixed assets that are acquired by the Company are measured initially at cost. After initial recognition, an intangible asset is carried at cost less accumulated amortization and any accumulated impairment loss.

(v) **Depreciation and amortisation**

All tangible fixed assets, except capital work in progress, are depreciated on the basis of useful life of the assets at the rates and in the manner prescribed in schedule II of the Companies Act, 2013, except in the case of certain assets which are depreciated at the rates based on technical assessment of their useful lives by the management and certificate obtained from an independent technical valuer.



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

2. Significant accounting policies (Continued)

(vi) Impairment of Assets

Consideration is given at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the company's each class of the fixed assets. If any such indication exists, an asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor.

(vii) Inventories

Raw materials, traded goods, packing materials, stores, tools, spares and consumables are valued at the lower of cost (net of refundable taxes and duties) and net realizable value. Cost of inventories comprises all the costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In determining the cost, moving weighted average cost method is used. However, if it is estimated that the cost of finished product will not exceed net realizable value of the product, such materials are written down to the net realizable value.

Work in progress, semi-finished goods and finished goods are lower of cost or net realisable value. The valuation at cost includes cost of conversion and other costs incurred to bring the inventories to their present location and condition.

(viii) Revenue recognition

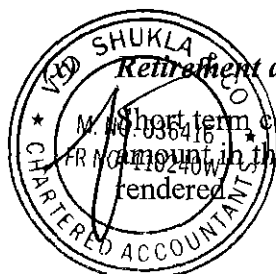
Revenue from sale of products is accounted on dispatch of products to customer and whom no uncertainty as to the collection of the revenue exist. Income from services is recognized as and when services are rendered and confirmed by the customers.

Interest income is accrued on a time basis, by reference to the principle outstanding and at the effective interest rate applicable.

Export benefits are recognized on cash basis.

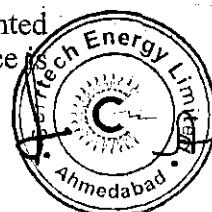
(ix) Foreign exchange transactions

Foreign currency transactions are recorded at the rate of exchange prevailing on the date of the respective transactions. Monetary foreign currency assets and liabilities remaining unsettled at the balance sheet date are translated at the rates of exchange prevailing on that date. Gains / losses arising on account of realisation / settlement of foreign exchange transactions and on translation of foreign currency assets and liabilities are recognised in the statement of profit and loss.



Retirement and other benefits to employees

Short term compensated absences are recognized as an expenses at the undiscounted amount in the statement of Profit and Loss of the year in which the related service is rendered.



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

2. Significant accounting policies (Continued)

Contribution to Provident fund and pension fund are defined contribution schemes and such contributions are charged to the Statement of profit and loss of the year when such contributions are due.

Gratuity liability is defined obligations and is recognized as expenses in the Statement of Profit and Loss on the basis of actuarial valuation made at the end of each financial year. Such actuarial valuation is based on projected unit credit method.

Actuarial gains or losses are immediately charged to the Statement of Profit and Loss.

(xi) **Borrowing costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying fixed assets are capitalized as part of cost of such assets. All other borrowing costs are recognized as expenses in the period in which they are incurred.

(xii) **Taxation**

Tax expenses comprise of current tax and deferred tax.

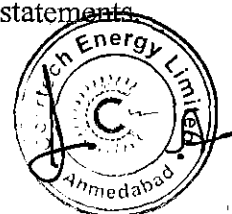
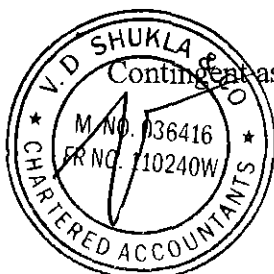
Provision for current tax is determined based on assessable profits of the Company as determined under Income Tax Act, 1961. Provision for deferred tax is determined based on the effect of timing difference between assessable profits under the Income Tax Act and the profits as per the Statement of Profit and Loss. Deferred tax assets, other than those from carry forward losses and unabsorbed depreciation, are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets arising from carry forward losses and unabsorbed depreciation, are recognized and carry forward only to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

(xiii) **Provisions, Contingent liabilities and contingent assets**

Provisions are recognized when the Company has a present, legal or contractual obligation as a result of past events, only if it is probable that an outflow of resources embodying economic benefits will be required and if amount involved can be measured reliably.

Contingent liability being a possible obligation as a result of past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more future events not wholly in the control of the company, are not recognized in the accounts. The nature of such liabilities and an estimate of its financial effect are disclosed in the Notes to Financial Statements.

Contingent assets are neither recognized nor disclosed in the financial statements.



Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)

as at 31 March 2020

(Currency : Indian rupees)

3 Share capital

Authorised capital :

4,000,000 (31 March 2019: 4,000,000) equity shares of Rs. 10 each

31 Mar 2020

31 Mar 2019

40,000,000

40,000,000

Issued, subscribed and paid up:

2,100,000 (31 March 2019: 2,100,000) equity shares of Rs. 10 each

21,000,000

21,000,000

21,000,000

21,000,000

a. The reconciliation of the number of equity shares outstanding at the beginning and at end of the period:

Equity shares	31 Mar 2020		31 Mar 2019	
	Number of share	Amount	Number of share	Amount
Shares outstanding at the beginning and at the end of the year	2,100,000	21,000,000	2,100,000	21,000,000

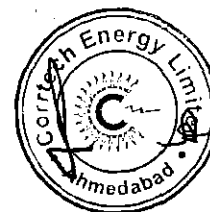
b. Rights, preferences and restrictions attached to shares:

The Company has only one class of shares referred to as equity shares having a face value of 10/- per share.

Each holder of equity shares is entitled to one vote per share.

c. The details of shareholders holding more than 5% of issued share capital:

Name of shareholders	31 Mar 2020		31 Mar 2019	
	Number of shares held	% of Holding	Number of shares held	% of Holding
Corrtech International Private Limited(Holding Company)	2,100,000	100%	2,100,000	100%



Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)
as at 31 March 2020

(Currency : Indian rupees)

4 Reserves and surplus

Securities premium account

At the commencement and at the end of the year

31 Mar 2020	31 Mar 2019
44,000,000	44,000,000
44,000,000	44,000,000

Surplus (Deficit) in statement of profit and loss

At the commencement of the year

Add : Profit (Loss) for the year

At the end of the year

Total reserves and surplus

371,351,894	344,940,120
34,996,580	26,411,774
406,348,474	371,351,894
450,348,474	415,351,894

5 Long term borrowings

Secured borrowings

Vehicle loans

From banks

Housing loans *

From Others

31 Mar 2020	31 Mar 2019
4,768,576	370,034
6,605,751	8,313,847
11,374,327	8,683,881

* Vehicle Loans from The Kalapur Commercial Co-op. Bank Limited are secured by way of hypothecation of vehicles purchased out of that loan. The rate of Interest charged on these loans is 10.50% p.a. for motor car loans and 12.00% for commercial vehicle loans

* Vehicle Loans from AXIS Bank Limited are secured by way of hypothecation of commercial vehicles purchased out of that loan. The rate of Interest charged on these loans is 9.15% p.a. for commercial vehicles for 59 months and 8.80% p.a. For motor car for 37 months.

* Vehicle Loans from Shriram Transport finance company limited secured by way of hypothecation of commercial vehicles purchased out of that loan for 36 months..

* Vehicle Loans from AU Small finance Bank limited secured by way of hypothecation of motor car purchased out of that loan. The rate of Interest charged on these loan is 11.25% p.a. for 48 months..

These loans shall be repaid in 36 installements for motor car loans and 60 months for commercial vehicle loan.

@ Housing Finance availed from Diwan Housing Finance Limited is secured by way of Property acquired out of that loans and personal guarantee of Mr. Sandip Mittal. These loans shall be repaid in 120 equated monthly installements.

6 Deferred Tax Liability(Net)

Deferred tax Liabilities

Opening Balance

Add: Deferred Tax Expense for the year

Less: Deferred Tax Income for the year

Closing Net deferred tax liability

31 Mar 2020	31 Mar 2019
10,079,439	9,927,073
21,765	152,366
2,614,423	
7,486,781	10,079,439

7 Long term provisions

Current portion*

31 Mar 2020 31 Mar 2019

Non Current portion

31 Mar 2020 31 Mar 2019

Provision for employment benefits

Leave encashment

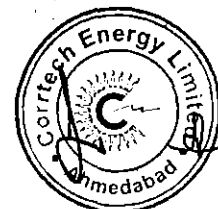
Bonus

Gratuity

Provision for employee benefit

227,441	432,693	-	-
3,083,825	2,754,066	-	-
1,720,363	1,312,054	-	-
-	-	7,025,135	5,346,377
5,031,629	4,498,813	7,025,135	5,346,377

* Shown as Short term provisions in Balance sheet



Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)

as at 31 March 2020

(Currency : Indian rupees)

8 Short term borrowings

Loans Repayable on Demand

Working Capital Loan from Bank #

Unsecured

31 Mar 2020

31 Mar 2019

968,095	27,407,853
32,633,823	10,329,899
33,601,918	37,737,752

Working Capital Loans from Axis bank are secured against fixed deposit amounting to Rs.10,00,000. The rate of Interest charged is 1% above FD ROI.

9 Trade payables

Trade payables

Trade payables to MSME *

162,473,366

150,681,082

2,975,380

1,656,587

165,448,746

152,337,669

* For details of dues to micro and small enterprises, refer note 33

10 Other current liabilities

Current maturities of long term borrowings

Employee benefits payable

Provision for expenses

Mobilisation advances from customers

Capital creditors

Tax deducted at source

Provident Fund, Profession Tax and ESIC

3,704,925

16,389,410

14,812,781

15,923,788

2,083,010

2,301,191

115,162,130

31,666,200

211,948

97,219

2,779,253

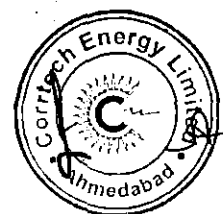
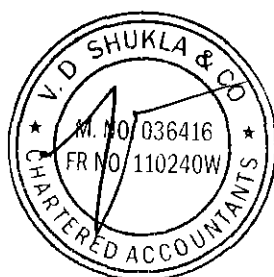
3,011,237

1,162,121

855,691

139,916,168

70,244,736



Corrttech Energy Limited

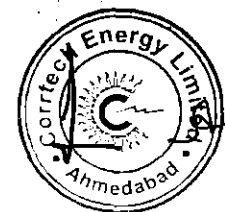
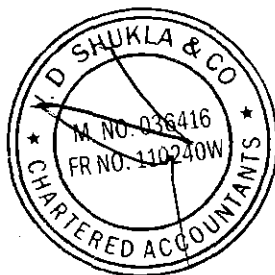
Consolidated Notes to the financial statements (Continued)

as at 31 March 2020

(Currency : Indian rupees)

11 Fixed Assets

Particulars	Gross block (at cost)				Depreciation/Amortization			Net block		
	Balance as at 1 April 2019	Additions	Disposals	Balance as at 31 Mar 2020	Balance as at 1 April 2019	Charge for the year	On disposals	Balance as at 31 Mar 2020	Balance as at 31 Mar 2020	Balance as at 31 Mar 2019
Tangible assets										
Factory and office building	48,786,258	-	-	48,786,258	25,025,840	2,200,911	-	27,226,751	21,559,507	23,760,418
Other buildings	26,210,726	-	-	26,210,726	5,306,982	1,067,016	-	6,373,998	19,836,728	20,903,744
Plant and equipment	22,450,900	1,883,334	1,937,955	22,396,279	14,008,335	1,564,916	806,944	14,766,307	7,629,972	8,442,565
Furniture and fixtures	6,922,524	186,579	-	7,109,103	5,681,573	375,915	-	6,057,488	1,051,615	1,240,951
Computers and other office equipments	10,130,975	436,259	-	10,567,234	7,226,557	1,135,108	-	8,361,665	2,205,569	2,904,418
Vehicles	8,795,914	5,670,196	2,181,223	12,284,887	6,396,885	945,104	2,072,161	5,269,828	7,015,059	2,399,029
	123,297,297	8,176,368	4,119,178	127,354,487	63,646,172	7,288,970	2,879,105	68,056,037	59,298,450	59,651,125
Intangible assets										
Computer software	2,623,635	-	-	2,623,635	2,498,326	-	-	2,498,326	125,309	125,309
	2,623,635	-	-	2,623,635	2,498,326	-	-	2,498,326	125,309	125,309
Total	125,920,932	8,176,368	4,119,178	129,978,122	66,144,498	7,288,970	2,879,105	70,554,363	59,423,759	59,776,434



Corrtech Energy Limited

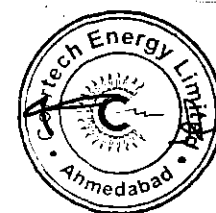
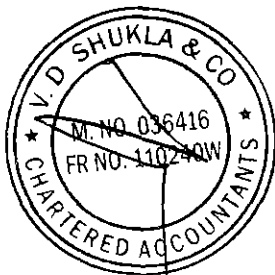
Consolidated Notes to the financial statements (Continued)

as at 31 March 2019

(Currency : Indian rupees)

11 Fixed Assets

Particulars	Balance as at 1 April 2018	Gross block (at cost)		Balance as at 31 Mar 2019	Balance as at 1 April 2018	Depreciation/Amortization		Balance as at 31 Mar 2019	Net block	
		Additions	Disposals			Charge for the year	On disposals		Balance as at 31 Mar 2019	Balance as at 31 Mar 2018
Tangible assets										
Factory and office building	48,786,258	-	-	48,786,258	22,601,048	2,424,792	-	25,025,840	23,760,418	26,185,210
Other buildings	26,210,726	-	-	26,210,726	4,186,311	1,120,671	-	5,306,982	20,903,744	22,024,415
Plant and equipment	22,049,400	564,000	162,500	22,450,900	12,254,812	1,756,470	2,947	14,008,335	8,442,565	9,794,588
Furniture and fixtures	6,626,817	295,707	-	6,922,524	5,247,697	433,876	-	5,681,573	1,240,951	1,379,120
Computers and other office equipments	7,403,464	2,727,511	-	10,130,975	6,089,818	1,136,739	-	7,226,557	2,904,418	1,313,646
Vehicles	8,713,721	82,193	-	8,795,914	5,331,822	1,065,063	-	6,396,885	2,399,029	3,381,899
	119,790,386	3,669,411	162,500	123,297,297	55,711,508	7,937,611	2,947	63,646,172	59,651,125	64,078,878
Intangible assets										
Computer software	2,623,635	-	-	2,623,635	2,492,352	5,974	-	2,498,326	125,309	131,283
	2,623,635	-	-	2,623,635	2,492,352	5,974	-	2,498,326	125,309	131,283
Total	122,414,021	3,669,411	162,500	125,920,932	58,203,860	7,943,585	2,947	66,144,498	59,776,434	64,210,161
Capital Work in Progress										114,240



Corrtech Energy Limited

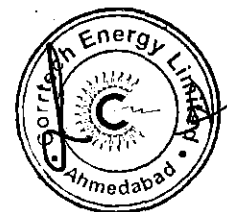
Consolidated Notes to the financial statements (Continued)

as at 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
12 Non-current investments		
<i>(Valued at cost)</i>		
Share in Profit of Associate Concerns	12,070,518	12,354,266
	<u>12,070,518</u>	<u>12,354,266</u>
13 Long term loans and advances		
<i>(Unsecured and considered good)</i>		
	Current portion#	Non Current portion
	31 Mar 2020	31 Mar 2019
Capital advances	-	-
Security deposits	-	-
Prepaid expenses	319,513	694,253
	<u>319,513</u>	<u>694,253</u>
		<u>20,766,378</u>
		<u>10,130,760</u>

Amount disclosed under 'Short term loans and advances' refer note 19



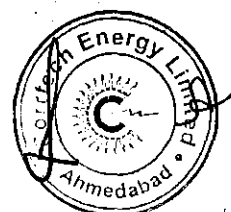
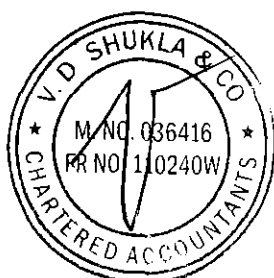
Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)

as at 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
14 Other non-current assets		
<i>(Unsecured and considered good)</i>		
Long term deposits with banks with remaining maturity more than 12 months from the reporting date	14,187,195	29,598,404
Interest Accrued on Deposits	772,736	1,112,648
	<u>14,959,931</u>	<u>30,711,052</u>
*Bank deposits have been kept as lien with banks as margin security towards fund and non fund limit facility utilisation.		
15 Current Investment		
<i>(Unsecured and considered good)</i>		
Other current investments (At lower of cost and fair value, unless otherwise stated)	3,095,551	-
	<u>3,095,551</u>	<u>-</u>
16 Inventories		
<i>(Valued at lower of cost and net realisable value)</i>		
Raw Materials	100,275,652	43,192,924
Work-in-progress	98,648,449	87,913,794
Finished Goods	19,006,299	3,354,801
Trading Materials	29,076,827	21,961,304
Stores and spares	51,263,317	18,022,143
Loose tools	8,184,469	6,265,206
	<u>306,455,013</u>	<u>180,710,172</u>
17 Trade Receivables		
<i>(Unsecured and considered good)</i>		
Trade receivables outstanding for a period more than six months from the date they are due for payment	133,551,404	128,747,093
Trade receivables outstanding for a period less than six months from the date they are due for payment	81,867,283	130,090,215
	<u>215,418,687</u>	<u>258,837,308</u>



Corrtech Energy Limited

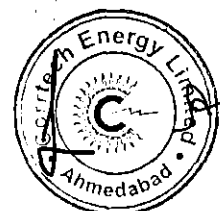
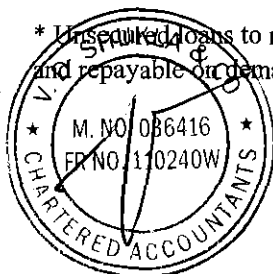
Consolidated Notes to the financial statements (Continued)

as at 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
18 Cash and bank balances		
Cash and cash equivalents		
Cash on hand	1,457,386	511,006
Balances with banks		
In current accounts	4,691,872	2,006,419
In EEFC accounts	-	258,400
Other bank balances		
Margin money Deposits with original maturity of more than 3 months less than 12 months*	27,158,284	1,598,991
	33,307,542	4,374,816
19 Short-term loans and advances		
<i>(Unsecured and Considered good unless otherwise stated)</i>		
Current maturities of long term loans and advances (refer note 13)		
To parties other than related parties	319,513	694,253
Other short term loans and advances		
<i>To parties other than related parties</i>		
Advance income tax (Net of provisions)	8,891,412	6,882,678
Balances with government authorities	48,343,301	36,188,379
Advances to vendors	81,668,471	55,659,365
Advances to employees	77,000	79,000
	139,299,697	99,503,675
20 Other current assets		
Interest receivable on bank deposits	3,010,265	637,834
DEPB License	39,510	39,510
Other Current Assets	32,290,214	67,119,732
Loans and advances to related parties*	2,545,151	2,545,151
	37,885,140	70,342,227

* Unsecured loans to related and other parties are interest free and repayable on demand.



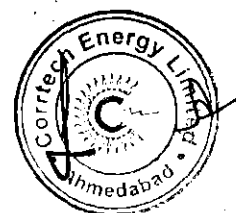
Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)

for the year ended 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
21 Revenue from operations		
Sale of Manufactured Products		
(i) Domestic Market	11,844,368	17,816,119
(ii) Exports Market	131,882,230	70,526,717
	<u>143,726,598</u>	<u>88,342,836</u>
Sales from Pipeline Activities	290,624,823	291,559,132
Sale of Traded Products		
(i) Trading sales	51,342,049	123,954,306
	<u>51,342,049</u>	<u>123,954,306</u>
Income from Services rendered		
(i) Revenue from Domestic Market	55,991,137	77,329,439
(ii) Revenue from Exports Market	6,992,324	13,554,667
	<u>62,983,461</u>	<u>90,884,106</u>
Other Operating Revenue		
- Scrap Sales	181,440	-
- Export Benefit Income	2,129,071	2,185,651
	<u>2,310,511</u>	<u>2,185,651</u>
	<u>550,987,442</u>	<u>596,926,031</u>
Less: Excise duty	-	-
	<u>550,987,442</u>	<u>596,926,031</u>
22 Other income		
Interest income	3,541,609	1,582,847
Other Interest	966,153	-
Miscellaneous balances written back	19,456,671	1,385,580
Profit on sale of Assets	922,270	2,947
Miscellaneous income	5,619,151	117,801
Net gain on account of foreign exchange fluctuation	8,564,774	4,666,295
	<u>39,070,628</u>	<u>7,755,470</u>
23 Cost of project materials / raw materials consumed		
Raw Material Consumed		
Opening Stock	41,394,272	24,506,679
Add: Purchase	89,549,703	42,170,012
	<u>130,943,975</u>	<u>66,676,691</u>
Less: Closing stock	99,983,099	41,394,272
	<u>30,960,876</u>	<u>25,282,419</u>
Packing Material		
Opening Stock	391,687	392,353
Add: Purchase	549,073	852,159
	<u>940,760</u>	<u>1,244,512</u>
Less: Closing stock	290,382	391,687
	<u>650,378</u>	<u>852,825</u>
	<u>31,611,254</u>	<u>26,135,244</u>
24 Changes in inventories of work in progress		
Closing work in progress		
(i) Finished Goods	19,006,299	3,354,801
(ii) Work in Progress	98,648,449	87,913,794
(iii) Traded Goods	29,076,827	21,961,304
	<u>146,731,575</u>	<u>113,229,899</u>
Less: Opening work in progress		
(i) Finished Goods	3,354,801	1,316,953
(ii) Work in Progress	87,913,794	81,475,990
(iii) Traded Goods	21,961,304	21,764,300
	<u>113,229,899</u>	<u>104,557,243</u>
	<u>33,501,676</u>	<u>8,672,656</u>



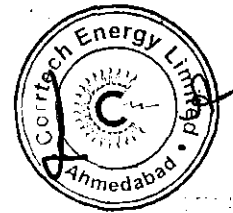
Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)

for the year ended 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
25 Employee benefits expense		
Salaries, wages and bonus	97,613,156	92,892,013
Contributions to provident fund and other fund	8,178,907	4,969,467
Staff welfare expenses	6,821,666	1,867,049
	<u>112,613,729</u>	<u>99,728,529</u>
26 Finance costs		
Interest on :		
Term loans		
Cash credit and overdraft facilities	3,988,580	4,988,770
Interest paid to Others	660,777	2,013,225
Other borrowing costs	3,565,187	5,355,695
	<u>8,214,544</u>	<u>12,357,690</u>
27 Depreciation and amortization		
Depreciation on tangible assets	7,288,970	7,937,611
Amortization on intangible assets	-	5,974
	<u>7,288,970</u>	<u>7,943,585</u>



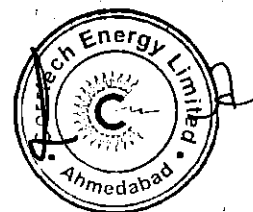
Corrtech Energy Limited

Consolidated Notes to the financial statements (Continued)

for the year ended 31 March 2020

(Currency : Indian rupees)

	31 Mar 2020	31 Mar 2019
28 Manufacturing Expenses		
Consumption of stores, spare parts and tools	84,161,318	104,400,742
Power, fuel and electricity	11,617,090	10,537,169
Inward Freight	4,169,894	3,094,140
Equipment / vehicle hiring charges	29,162,842	20,065,426
Custom and clearing charges	871,356	2,949,261
Repairs and maintenance:		
Plant and machinery	2,236,741	4,788,829
Building	462,752	1,025,689
	<u>132,681,993</u>	<u>146,861,256</u>
29 Administrative expenses		
Rent, rates and taxes	6,480,723	3,267,112
Liquidated damages charges	1,350,673	680,739
Repairs and maintenance : Others	1,926,792	2,301,011
Insurance premium	1,741,442	1,187,794
Communication expenses	1,634,908	2,241,812
Travelling and conveyance expenses	19,686,423	16,337,666
Printing and stationary	448,775	929,318
Bad debts and advances written off	272,875	31,106,838
Legal and professional charges	16,106,283	26,138,636
Auditor's remuneration (refer note 37)	410,000	411,800
Interest on Late Payment	1,234,509	784,936
Office expenses	2,410,902	2,316,427
Miscellaneous expenses	7,710,356	4,744,895
Donation	12,551	10,000
	<u>61,427,212</u>	<u>92,458,984</u>
30 Selling and Distribution Expenses		
Sales commission	29,500	18,000
Freight and forwarding expenses	2,928,331	2,881,525
Business promotion expense	525,759	1,574,223
	<u>3,483,590</u>	<u>4,473,748</u>



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

31. Contingent liabilities and commitments

(to the extent not provided for)

Particulars	31 Mar 2020	31 Mar 2019
Contingent liabilities:		
Claims against the company not acknowledged as debt*:		
Disputed Income-tax matters	26,721,760	16,598,552
Guarantees given by Bank on behalf of company	145,900,000	179,268,539
Total	172,621,760	195,867,091

32. Estimated amount of contracts remaining to be executed on capital accounts (net of advances) not provided for Rs.Nil (Previous year Rs.Nil).

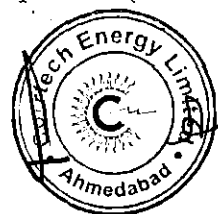
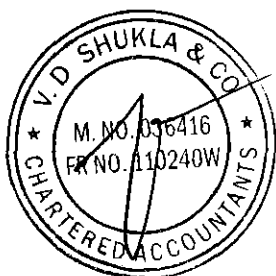
33. Disclosures pursuant to Micro and Small enterprises:

On the basis of information from vendor, regarding the status of their registration under the Micro and Small Enterprises Development Act, 2006(MSMED Act), the company makes the disclosures required to be made under the said Act as under Trade Payable to MSME Rs.2,975,380 (Previous Year Rs.1,656,587).

34. The debit and credit balances of receivables, payables, loans, advances and deposits as at 31st March 2020, are subject to their confirmations and adjustments. Pending confirmations of balances from the said parties, the balances as appearing in the books of accounts have been adopted for the purpose of preparation of the financial statements.

35. Employee benefits

Disclosure in respect of employee benefits under Accounting Standard (AS) – 15 (Revised) "Employee Benefits" prescribed by the Companies (Accounting Standards) Rules, 2006.



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

35. Employee benefits (Continued)

Post employee benefit:

Defined contribution plan:

Amount of Rs.3,087,067 (previous year Rs. 2,941,383) pertaining to employers' contribution to Provident Fund are recognised as an expense and included in "Employee benefits" in note 24.

Defined benefit plan:

i. General description of defined benefit plan/other long term benefit plan:

Gratuity plan

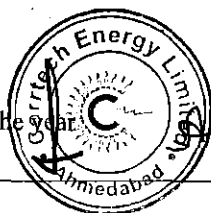
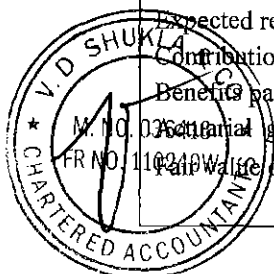
The Company operates gratuity plan wherein every employee is entitled to the benefit equivalent to 15 days salary (includes dearness allowance) last drawn for each completed year of service. The same is payable on termination of service, or retirement, or death whichever is earlier. The benefits vests after five years of continuous service. Gratuity benefits valued were in accordance with the payment of Gratuity Act, 1972.

ii. The changes in the present value of obligation representing reconciliation of opening and closing balances thereof are as follows:

Particulars	31 March 2020	31 March 2019
Present value of obligation at the beginning of the year	7,068,791	6,463,139
Interest cost	538,000	485,129
Past service cost	-	-
Current service cost	1,312,054	1,166,863
Benefits paid	(650,480)	(2,420,603)
Actuarial (gain)/loss on obligation	1,281,955	1,374,263
Present value of obligation at the end of the year	9,550,320	7,068,791

iii. The changes in the fair value of plan assets representing reconciliation of opening and closing balances thereof are as follows:

Particulars	31 March 2020	31 March 2019
Fair value of plan assets at the beginning of the year	410,360	1,096,701
Adjustment to the fund	-	-
Expected return on plan assets	69,813	116,838
Contributions	1,000,000	1,512,060
Benefits paid	(650,480)	(2,420,603)
Actuarial gain/(loss) on plan assets	(24,871)	105,364
Fair value of plan assets at the end of the year	804,822	410,360



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

35. Employee benefits (Continued)

iv. The amounts recognised in the Statement of Profit and Loss

Particulars	31 March 2020	31 March 2019
Current service cost	1,312,054	1,166,863
Interest cost	538,000	485,129
Expected return on plan assets	(69,813)	(116,838)
Net actuarial (gain)/loss recognized in the year	1,306,826	1,268,899
Prior year charge	-	-
Recognised Past Service Cost	-	137,330
Expenses recognised in the statement of profit and loss	3,087,067	2,941,383

v. Investment Details

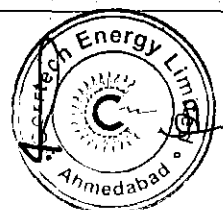
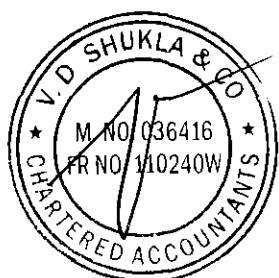
Particulars	31 March 2020	31 March 2019
% Invested at LIC of India	100%	100%

vi. Principal actuarial assumptions at the Balance Sheet date are as follows:

Financial assumptions	31 March 2020	31 March 2019
Discount rate	6.85% p.a.	7.80% p.a.
Expected rate of return on plan assets	6.85% p.a.	7.80% p.a.
Salary growth rate	6.00% p.a.	6.00% p.a.

36. Earnings per share

Particulars	31 March 2020	31 March 2019
Profit(Loss) after tax	34,996,581	26,411,774
Nominal value of equity shares(Rs)	10	10
Weighted average of number of equity shares (Nos)	2,100,000	2,100,000
Basic and diluted per equity share	16.67	12.58



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

37. Auditors' remuneration :

Particulars	31 March 2020	31 March 2019
Statutory audit	410,000	411,800
Total	410,000	411,800

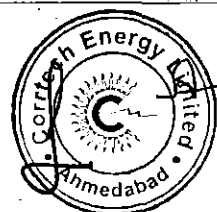
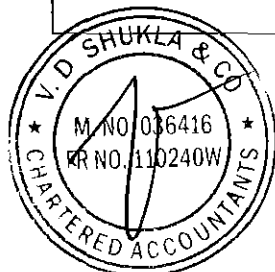
38. Related party disclosure

a) Related parties with whom transactions have taken place during the current year and the previous year

Description of relationship	Name of the party
Holding Company	Corrtech International Private Limited
Fellow Subsidiary	Control Plus Oil & Gas Solutions Private Limited
Subsidiary Company	MJB India Technical Services Private Limited
Associated Company	MJB India Industrial Repairs Private Limited
Firms under same Management	Corrtech Energy Middle East DMCC

b) Key managerial personnel

Description of relationship	Name
Managing Director	Mr. Sandeep Mittal
Director	Mr. Amit Mittal
Relative of Director	Mr. Prashant Mittal



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

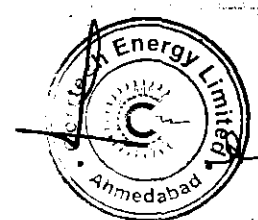
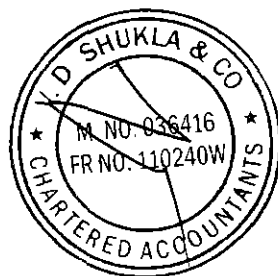
for the year ended 31 March 2020

(Currency: Indian rupees)

38. Related party disclosure (Continued)

Transactions with related parties

Particulars	Corrtech International Private Limited	MJB India Industrial Repairs Private Limited	MJB India Technical Services Private Limited	Control Plus Oil and Gas Solutions Private Limited	Corrtech Energy Middle East DMCC	Corrosion Cures Private Limited	Amit Mittal	Sandeep Mittal	Prashant Mittal	Kavita Mittal
Purchase of goods and services	1,92,88,985 (2,52,32,494)	91,320 (16,70,917)	-	87,14,745 (3,91,56,825)	-	1,40,56,679 (-)	-	-	-	-
Sales off equipments(net of sales)	22,355	-	-	-	-	-	-	-	-	-
Sales and other income	3,92,04,035	-	-	1,29,94,472	-	-	-	-	-	-
Expenses paid by related parties on behalf of company	-	-	-	-	(85,91,856)	-	-	-	-	-
Expenses paid on behalf of related parties	-	-	-	(1,702)	-	-	-	-	-	-
Advances against purchase given to related parties	-	-	-	1,48,97,335	-	-	-	-	-	-
Loan taken from related parties	-	-	-	-	-	-	-	4,09,26,021	-	-
Loans repaid to related parties	-	-	-	-	-	-	-	1,95,81,294	-	-
Guarantees taken from related parties	14,57,00,000 (20,10,44,063)	-	-	-	-	-	-	-	-	-
Remuneration	-	-	-	-	-	-	14,15,000	61,15,000 (62,40,000)	4,12,946 (4,03,008)	22,62,885 (15,40,688)
Outstanding balance	-	-	-	-	-	-	-	-	-	-
-Payable	2,52,98,635	3,61,21,147 (3,61,43,246)	19,17,539 (19,36,438)	- (1,25,07,292)	-	27,76,911	9,86,005 (9,34,355)	3,02,00,312 (1,03,35,079)	- (1,51,017)	1,05,071
-Receivable	(3,32,35,737)	-	-	1,48,97,335	(43,019)	-	-	-	6,79,976	-



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

39. Disclosure in respect of un-hedged currency receivable/payable:

The year-end foreign exposures that have not been hedged by derivative instruments or otherwise are as follows:

Particulars	Foreign Currency	2020		2019	
		Amount in Foreign Currency	Equivalent Indian Rupees	Amount in Foreign Currency	Equivalent Indian Rupees
Assets					
Amount receivable in foreign currency	Euro	90	7469	-	-
	USD	1,809,116	136,353,042	1,680,580	116,180,712
	GBP	44,404	4,168,176	17,289	1,564,285
Liabilities					
Amount receivable in foreign currency	AED	-	-	275,082	5,188,056
	EURO	34,260	2,846,321	124,384	9,664,614
	USD	320,141	24,129,027	15,179	1,049,939
	GBP	180	16,897	180	16,286

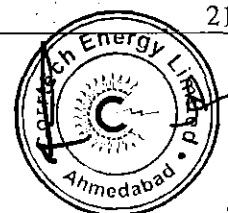
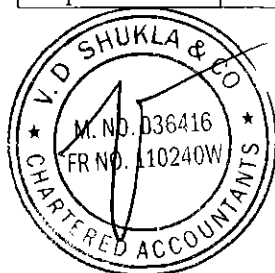
40. Segment Reporting

(a) Primary Business Segment

The Company is primarily engaged in a business segment of manufacturing, sale and services of gas turbine products. The company is also engaged in Installation, laying and commissioning of gas and oil pipelines.

Segment wise income and expenses are as follows.

Segment Information	Year	Gas Turbine Activities	Pipeline Activities	Total
Revenue (Income from Operations)	2020	264,463,800	290,624,823	555,088,623
	2019	305,366,899	291,559,132	596,926,031
Segment Expenses	2020	194,365,423	207,295,808	401,661,231
	2019	179,630,096	166,761,337	346,391,434
Un-allocable Expenses	2020			143,841,803
	2019			216,946,669



Corrtech Energy Limited

Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2020

(Currency: Indian rupees)

40. Segment Reporting (Continued)

(b) Secondary Geographical Segment

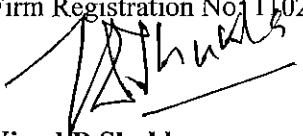
Secondary segment reporting is based on the geographical location of customers. The geographical segments have been determined based on revenues from customers within India and revenues from customers outside India.

Secondary segment assets and liabilities are based on the location of such asset/liability.

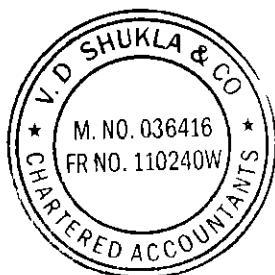
Segment Information	Year	India	Outside India	Total
Revenue (Income from Operations)	2020	410,749,454	144,339,169	552,778,112
	2019	507,572,950	87,167,431	594,740,380
Carrying amount of segment assets	2020	840,001,232	-	840,001,232
	2019	729,185,526	-	729,185,526
Net Addition/(reduction) to Fixed Assets	2020	4,057,190	-	4,057,190
	2019	3,506,911	-	3,506,911

As per our report of even date attached.

For V D Shukla & Co
Chartered Accountants
Firm Registration No. 110240W


Vimal D Shukla
Proprietor
Membership No: 036146
UDINI-20036416 AAAA JA 72 73

25th August 2020
Ahmedabad



For and on behalf of Board of Directors of
Corrtech Energy Limited


Sandeep Mittal
Managing Director
DIN:01643818

25th August 2020
Ahmedabad


Amit Mittal
Director
DIN:016444010

