S.R. BATLIBOI & CO. LLP
Chartered Accountants

4th Floor, Office 405
World Mark - 2, Asset No. 8
IGI Airport Hospitality District, Aerocity
New Delhi - 110 037, India
Tel : +91 11 4681 9500

INDEPENDENT AUDITOR'S REPORT

To the Members of Harita Fehrer Limited

Report on the Audit of the Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of Harita Fehrer Limited ("the Company"), which comprise the Balance sheet as at March 31 2022, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the Ind AS 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 Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

S.R. BATLIBOI & CO. LLP * NEW DELHI

Responsibility of Management for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 the 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS 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 Ind AS 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 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.

S.R. BATLIBOI & CO. LLP NEW DELHI

- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS 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.

Other Matter

The financial statements of the Company for the year ended March 31, 2021, included in these financial statements, have been audited by the predecessor auditor who expressed an unmodified opinion on those financial statements on May 03, 2021.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act , we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:

   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

   (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

   (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;

   (f) With respect to the adequacy of the internal financial controls with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;

   (g) In our opinion, the managerial remuneration for the year ended March 31, 2022 has been paid / provided by the Company to its directors in accordance with the provisions of Section 197 read with Schedule V to the Act;

S.R. BATLIBOI & CO. LLP
NEW DELHI

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

i) The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 30(b) to the Ind AS financial statements;

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

iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;

iv) a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

v) The interim dividend declared and paid by the Company during the year and until the date of this audit report is in accordance with Section 123 of the Act.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

per Amit Kumar Jain
Partner
Membership Number: 097214
UDIN: 22097214AJIEHP7452
Place of Signature: New Delhi
Date: May 20, 2022

S.R. BATLIBOI & CO. LLP * NEW DELHI *

Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date

Re: Harita Fehrer Limited ('the Company')

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

i) a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

B) The Company has maintained proper records showing full particulars of intangibles assets.

b) Property, plant and equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.

c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) are held in the name of the Company.

d) The Company has not revalued its property, plant and equipment (including right of use assets) or intangible assets during the year ended March 31, 2022.

e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

ii) a) The management has conducted physical verification of inventories at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. Discrepancies of 10% or more in aggregate for each class of inventory were not noticed on such physical verification.

b) As disclosed in note 41 to the financial statements, the Company has been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks during the year on the basis of security of current assets of the Company. Based on the records examined by us in the normal course of audit of the financial statements, the quarterly statements filed by the Company with such banks are in agreement with the books of accounts of the Company.

iii) During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties except for loans granted to employees for which requisite information is given below:

(a) The Company has provided loans to employees as below:

(Rs. in lacs)

Aggregate amount granted/ provided during the year to employees	14.75
Balance outstanding as at March 31, 2022	15.13

(b) The terms and conditions of the grant of loans provided during the year to employees are, prima facie, not prejudicial to the interest of the Company;

(c) In the case of loans given, the repayment of principal and payment of interest, as applicable, has been as stipulated and are regular;

(d) There is no overdue amounts for more than 90 days for each loan given;

(e) There is no loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to such employees;

(f) The Company has not granted any loans either repayable on demand or without specifying any terms or period of repayment.

iv) There are no loans, investments, guarantees, and security in respect of which provisions of Sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.

v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

vii) a) Undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of custom, cess and other statutory dues have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed dues in respect of goods and services tax, provident fund, employees' state insurance, income-tax, duty of custom, cess and other statutory dues which were outstanding, at the year end, for a period of more than six months from the date they became payable.

b) The dues of goods and services tax, provident fund, employees' state insurance, income-tax, duty of custom, cess, and other statutory dues which have not been deposited on account of any dispute, are as follows:

Name of the Statute	Nature of the Dues	Amount excluding interest and penalty (Rs. in lacs)	Period of Due	Forum where dispute is pending
Indirect Tax	Demand for ineligible credit availed in TRAN-1	20.90	FY 2017-18	Joint Commissioner Sales Tax
CST Act, 1956	Demand for non-filing of Form C	20.81	FY 2013-14	Deputy Commissioner of State Tax Officer, Chennai
Income Tax Act, 1961	Disallowance made by assessing officer majorly on account of bad debts written off and depreciation claimed on non-compete fees, software and others.	398.99	FY 2010-11 to FY 2015-16	Income Tax Appellate Tribunal
Income Tax Act, 1961	Disallowance of depreciation claimed	23.01	FY 2016-17	Commissioner of Income Tax (Appeals)

viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

ix) a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.

d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.

f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.

x) a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

xi) a) No fraud / material fraud by the Company or no fraud / material fraud on the Company has been noticed or reported during the year.

b) During the year, no report under Sub-section 12 of Section 143 of the Companies Act, 2013 has been filed by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

xii) The Company is not a nidhi company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a) to (c) of the Order are not applicable to the Company.

xiii) Transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

xiv) a) The Company has an internal audit system commensurate with the size and nature of its business.

b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.

xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

xvi) a) The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause (xvi)(b) of the Order is not applicable to the Company.

c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

d) There are no other companies as a part of the Group, hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.

xvii) The Company has not incurred cash losses in the current financial year and immediately preceding financial year.

xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on clause 3(xviii) of the Order is not applicable to the Company.

xix) On the basis of the financial ratios disclosed in note 40 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx) a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to Sub-section 5 of Section 135 of the Act. This matter has been disclosed in note 36 to the financial statements.

b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of Sub-section (6) of Section 135 of Companies Act. This matter has been disclosed in note 36 to the financial statements.

For **S.R. Batliboi & CO. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

S.R. BATLIBOI & CO. LLP
NEW DELHI

per Amit Kumar Jain
Partner
Membership Number: 097214
UDIN: 22097214AJIEHP7452
Place of Signature: New Delhi
Date: May 20, 2022

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE Ind AS FINANCIAL STATEMENTS OF HARITA FEHRER LIMITED

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

We have audited the internal financial controls with reference to Ind AS financial statements of Harita Fehrer Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these Ind AS financial statements 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 as specified under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these Ind AS financial statements 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 with reference to these Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls with reference to Ind AS financial statements included obtaining an understanding of internal financial controls with reference to these Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Ind AS 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 with reference to these Ind AS financial statements.

Meaning of Internal Financial Controls with reference to Ind AS Financial Statements

A Company's internal financial controls with reference to Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial controls with reference to Ind AS financial statements 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 Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Ind AS financial statements.

Inherent Limitations of Internal Financial Controls with reference to Ind AS Financial Statements

Because of the inherent limitations of internal financial controls with reference to Ind AS financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Ind AS financial statements to future periods are subject to the risk that the internal financial control with reference to Ind AS financial statements 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, adequate internal financial controls with reference to these Ind AS financial statements and such internal financial controls with reference to these Ind AS financial statements were operating effectively as at March 31, 2022, 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 issued by ICAI.

For **S.R. Batliboi & CO. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

S.R. BATLIBOI & CO. LLP NEW DELHI

per Amit Kumar Jain
Partner
Membership Number: 097214
UDIN: 22097214AJIEHP7452
Place of Signature: New Delhi
Date: May 20, 2022

Harita Fehrer Limited
Balance Sheet as at March 31, 2022
INR in lacs, unless otherwise stated

Particulars	Notes	As at March 31, 2022	As at March 31, 2021
Assets			
Non-current assets			
Property, plant and equipment	4A	11,044.21	12,001.89
Capital work in progress	4B	259.18	274.72
Right of use assets	37	461.60	420.55
Intangible assets	5	4.98	20.20
Financial assets			
i. Investments	6A	18.81	17.64
ii. Other financial assets	6B	65.14	129.41
Non-current tax assets (net)	7A	56.84	-
Other non-current assets	8	46.42	52.77
Total non-current assets (A)		11,957.18	12,917.18
Current assets			
Inventories	9	4,283.12	3,571.51
Financial assets			
i. Investments	6A	161.62	156.39
ii. Trade receivables	10	13,865.71	11,396.19
iii. Cash and cash equivalents	11	3,009.47	2,676.06
iv. Other financial assets	6B	28.69	48.44
Current tax assets (net)	7A	-	49.63
Other current assets	8	1,075.41	635.48
Total current assets (B)		22,424.02	18,533.70
Total assets (A + B)		34,381.20	31,450.88
Equity and Liabilities			
Equity			
Equity share capital	12	2,009.80	2,009.80
Other equity	13	18,386.72	17,468.89
Total equity (A)		20,396.52	19,478.69
Non-current liabilities			
Financial liabilities			
Lease liabilities	37	15.08	-
Provisions	14	-	164.69
Deferred tax liabilities (net)	18	328.40	440.50
Non current tax liabilites (net)	7B	-	230.62
Total non-current liabilities (B)		343.48	835.81
Current liabilities			
Financial liabilities			
i. Lease liabilities	37	42.64	12.90
ii. Trade payables	15		
- Total outstanding dues of micro and small enterprises		1,526.23	1,015.46
- Total outstanding dues other than micro and small enterprises		10,820.78	9,007.68
iii. Other financial liabilities	16	455.16	209.87
Other current liabilities	17	530.48	859.59
Provisions	14	227.23	30.88
Current tax liabilites (net)	7B	38.68	-
Total current liabilities (C)		13,641.20	11,136.38
Total liabilities (D) = (B+C)		13,984.68	11,972.19
Total equity and liabilities (A+D)		34,381.20	31,450.88

Summary of significant accounting policies 3
The accompanying notes are an integral part of these financial statements
As per our report of even date

For S.R.Batliboi & Co. LLP
Chartered Accountants
Firm Registration No.301003E/E300005

per Amit Kumar Jain
Partner
Membership No. 097214

S.R. BATLIBOI & CO. LLP * NEW DELHI *

Place: New Delhi
Date: May 20, 2022

For and on behalf of the Board of Directors of Harita Fehrer Limited

A.G. Giridharan
Managing Director
DIN No. 07946418

Paridhi Minda
Director
DIN No. 00227250

Naveen Agarwal
Chief Financial Officer

Dipendra Chaudhary
Company Secretary
Membership No. A34853

Harita Fehrer Limited
Statement of Profit and Loss for the year ended March 31, 2022
INR in lacs, unless otherwise stated

	Particulars	Notes	Year ended March 31, 2022	Year ended March 31, 2021
	Income			
I	Revenue from contracts with customers	19	53,111.86	40,030.03
II	Other income	20	214.44	267.84
III	**Total income (I)+(II)**		**53,326.30**	**40,297.87**
IV	**Expenses**			
	Cost of raw material and components consumed	21	37,650.08	28,308.28
	Decrease / (Increase) in inventory of finished goods and work-in-progress	22	880.21	(548.44)
	Employee benefits expense	23	5,784.87	5,229.48
	Finance costs	24	77.79	59.48
	Depreciation and amortization expense	25	1,700.38	1,577.03
	Other expenses	26	5,234.55	3,171.30
	Total expenses		**51,327.88**	**37,797.13**
V	**Profit for the year before tax (III-IV)**		**1,998.42**	**2,500.74**
VI	**Tax expense**			
	Current tax	27	651.35	657.75
	Deferred tax	27	(102.31)	(32.61)
	Total tax expense		**549.04**	**625.14**
VII	**Profit for the year (V-VI)**		**1,449.38**	**1,875.60**
VIII	**Other Comprehensive Income**			
	Items that will not to be reclassified to profit or loss in subsequent periods:			
	Fair valuation of equity investments		1.17	(16.94)
	Income tax relating to these items		(0.29)	4.26
	Remeasurement of employee benefit obligation		(40.06)	(96.84)
	Income tax relating to these items that will not be reclassified to profit or loss		10.08	24.37
	Other comprehensive income for the year (net of tax)		**(29.10)**	**(85.15)**
IX	**Total comprehensive income for the year (VII+VIII)**		**1,420.28**	**1,790.45**
	Earnings per equity share on profit for the year (in Rs.)			
	Basic	28	7.21	9.33
	Diluted	28	7.21	9.33

Summary of significant accounting policies 3

The accompanying notes are an integral part of these financial statements

As per our report of even date

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
Firm Registration No.301003E/E300005

per Amit Kumar Jain
Partner
Membership No. 097214

For and on behalf of the Board of Directors of Harita Fehrer Limited

A.G. Giridharan
Managing Director
DIN No. 07946418

Paridhi Minda
Director
DIN No. 00227250

Naveen Agarwal
Chief Financial Officer

Dipendra Chaudhary
Company Secretary
Membership No. A34853

Place: New Delhi
Date: May 20, 2022

Harita Fehrer Limited
Cash Flow Statement for the year ended March 31, 2022
INR in lacs, unless otherwise stated

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Cash flow from operating activities:		
Net profit before tax	**1,998.42**	**2,500.74**
Adjustments to reconcile profit before tax to net cash flows		
Depreciation and amortisation expenses	1,700.38	1,577.03
Provision for bad and doubtful trade receivables	23.83	2.14
(Profit) / loss on sale of property plant and equipment	(2.46)	33.54
Interest income	(31.55)	(75.45)
Net (gain) / loss on fair value of investment	(5.23)	15.71
Interest expenses	77.79	59.48
Unrealiesed (gain) / loss on foreign currency fluctuations (net)	(0.80)	30.21
Less:		
Increase in valuation of employee benefit obligation	-	
Operating profit before working capital changes	**3,760.38**	**4,143.40**
Movement in working capital :		
Increase in trade payables	2,323.87	(2,323.87)
(Decrease) / increase in other current liabilities	(5.31)	83.82
(Decrease) in provisions	(8.39)	(265.51)
Decrease in other financial assets	35.83	27.34
(Increase) / decrease in other assets	(449.85)	40.39
(Increase) in inventories	(711.61)	(919.95)
(Increase) in trade receivables	(2,492.55)	(4,143.34)
Cash generated from operations	**2,452.37**	**(3,357.72)**
Income taxes (net of refund)	(889.19)	(429.22)
Net cash generated from operating activities (A)	**1,563.18**	**(3,786.94)**
Cash flow from investing activities:		
Purchase of property,plant and equipment (including CWIP and advances for property, plant and equipment and intangible assets)	(753.11)	(479.92)
Proceeds fom sale of property plant and equipment	24.44	42.95
Advance for capital goods	-	18.88
Proceeds from maturity of fixed deposits	30.15	-
Interest received	49.59	75.45
Net cash (used in) investing activities (B)	**(648.93)**	**(342.64)**
Cash flows from financing activities		
Principal repayments related to lease liabilities	(39.27)	(204.49)
Interest paid	(77.79)	(32.32)
Dividend paid	(502.45)	-
Net cash (used in) financing activities (C)	**(619.51)**	**(236.81)**
Net increase in cash and cash equivalents (A+B+C)	**294.74**	**(4,366.39)**
Cash and cash equivalents at the beginning of the year	2,676.06	1,111.10
Cash and cash equivalents at the end of the year	**3,009.47**	**2,676.06**

Harita Fehrer Limited
Cash Flow Statement for the year ended March 31, 2022
INR in lacs, unless otherwise stated

Components of Cash & Cash Equivalents:		
Cash on hand	0.67	0.90
Balance with Banks		
- in Current account	1,908.80	575.16
- Deposits with original maturity of less than three months	1,100.00	2,100.00
Total Cash & Cash Equivalents (Refer note 11)	**3,009.47**	**2,676.06**

Summary of significant accounting policies (refer note 3)
The accompanying notes are an integral part of these financial statements
As per our report of even date

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
Firm Registration No.301003E/E300005

per Amit Kumar Jain
Partner
Membership No. 097214

Place: New Delhi
Date: May 20, 2022

For and on behalf of the Board of Directors of
Harita Fehrer Limited

A.G. Giridharan
Managing Director
DIN No. 07946418

Paridhi Minda
Director
DIN No. 00227250

Naveen Agarwal
Chief Financial Officer

Dipendra Chaudhary
Company Secretary
Membership No. A34853

Harita Fehrer Limited
Statement of Changes in equity for the year ended March 31, 2022
INR in lacs, unless otherwise stated

A. Equity share capital:

For the year ended March 31, 2022

Equity shares of Rs. 10 each issued, subscribed and fully paid	Number of shares	Amount
At April 01, 2021	2,00,98,040	2,009.80
Changes in equity share capital during the year	-	-
At March 31, 2022	2,00,98,040	2,009.80

For the year ended March 31, 2021

Equity shares of Rs. 10 each issued, subscribed and fully paid	Number of shares	Amount
At April 01, 2020	2,00,98,040	2,009.80
Changes in equity share capital during the year	-	-
At March 31, 2021	2,00,98,040	2,009.80

B. Other equity

Particulars	General reserve	Securities Premium	Retained earnings	Total
As at April 01, 2020	81.67	9,248.79	6,342.23	**15,672.69**
Add: Utilisation for initial adoption of Ind AS 116	-	-	5.75	**5.75**
Add: Profit for the year	-	-	1,875.60	**1,875.60**
Add: Other comprehensive income	-	-	(85.15)	**(85.15)**
Balance as at March 31, 2021	**81.67**	**9,248.79**	**8,138.43**	**17,468.89**
Add: Profit for the year	-	-	1,449.38	**1,449.38**
Add: Other comprehensive income	-	-	(29.10)	**(29.10)**
Less: Dividend paid during the year	-	-	(502.45)	**(502.45)**
Balance as at March 31, 2022	**81.67**	**9,248.79**	**9,056.26**	**18,386.72**

Summary of significant accounting policies (refer note 3)
The accompanying notes are an integral part of these financial statements
As per our report of even date

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
Firm Registration No.301003E/E300005

per Amit Kumar Jain
Partner
Membership No. 097214

S.R. BATLIBOI & CO. LLP NEW DELHI

Place: New Delhi
Date: May 20, 2022

For and on behalf of the Board of Directors of
Harita Fehrer Limited

A.G. Giridharan
Managing Director
DIN No. 07946418

Paridhi Minda
Director
DIN No. 00227250

Naveen Agarwal
Chief Financial Officer

Dipendra Chaudhary
Company Secretary
Membership No. A34853

INR in lacs, unless otherwise stated

4A Property, plant and equipment

Particulars	As at March 31, 2022	As at March 31, 2021
Land	1,235.62	1,235.62
Building	3,393.46	3,553.14
Plant and machinery	6,295.69	7,043.23
Furniture and fittings	32.87	38.50
Vehicle	9.00	13.47
Office equipment	59.36	82.51
Computers	18.21	35.42
Total	**11,044.21**	**12,001.89**

4B Capital work-in-progress

Particulars	As at March 31, 2022	As at March 31, 2021
Opening balance	274.72	299.46
Additions	757.01	989.88
Deletions	(772.55)	(1,014.62)
Closing balance	**259.18**	**274.72**

Capital work in progress ageing schedule

As at March 31, 2022

Particulars	<1 year	1-2 years	2-3 years	More than 3 years	Total
- Projects in progress	259.18	-	-	-	259.18
- Projects temporarily suspended	-	-	-	-	-
Total	**259.18**	-	-	-	**259.18**

Note : All the above projects are neither overdue, nor exceeded its cost compared to its approved budget.

As at March 31, 2021

Particulars	<1 year	1-2 years	2-3 years	More than 3 years	Total
- Projects in progress	250.74	23.98	-	-	274.72
- Projects temporarily suspended	-	-	-	-	-
Total	**250.74**	**23.98**	-	-	**274.72**

Note : All the above projects are neither overdue, nor exceeded its cost compared to its approved budget.

--This space has been intentionally left blank---------------------------------

S.R. BATLIBOI & CO. LLP NEW DELHI *

INR in lacs, unless otherwise stated

4.1 Property, plant and equipment and capital work-in-progress

Reconciliation of carrying amount

Particulars	Land	Building	Plant and machinery	Furniture and fittings	Vehicle	Office equipment	Computers	Total	Capital work in progress
Gross block									
Balance at April 01, 2020	1,235.62	4,137.53	11,809.04	89.53	33.22	216.27	141.17	17,662.38	299.46
Add: Additions made during the year	-	73.26	360.94	0.47	-	8.69	3.84	447.20	989.88
Less: Disposals / adjustments during the year	-	(37.40)	(267.43)	(3.42)	-	(1.45)	(1.02)	(310.72)	(1,014.62)
Balance at March, 31 2021	**1,235.62**	**4,173.39**	**11,902.55**	**86.58**	**33.22**	**223.51**	**143.99**	**17,798.85**	**274.72**
Balance at April 01, 2021	1,235.62	4,173.39	11,902.55	86.58	33.22	223.51	143.99	17,798.85	274.72
Add: Additions made during the year	-	-	692.46	-	-	6.88	7.08	706.42	757.01
Less: Disposals / adjustments during the year	-	-	(49.25)	-	-	-	-	(49.25)	(772.55)
Balance at March, 31 2022	**1,235.62**	**4,173.39**	**12,545.76**	**86.58**	**33.22**	**230.39**	**151.07**	**18,456.02**	**259.18**
Accumulated depreciation									
Balance at April 01, 2020	-	470.73	3,966.01	44.44	14.14	107.24	83.31	4,685.87	-
Add: Depreciation charged for the year	-	160.77	1,145.80	6.89	5.61	35.03	26.23	1,380.33	-
Less: Disposals / adjustments during the year	-	(11.25)	(252.49)	(3.25)	-	(1.27)	(0.97)	(269.23)	-
Balance at March, 31 2021	-	**620.25**	**4,859.32**	**48.08**	**19.75**	**141.00**	**108.57**	**5,796.96**	-
Balance at April 01, 2021	-	620.25	4,859.32	48.08	19.75	141.00	108.57	5,796.96	-
Add: Depreciation charged for the year	-	159.68	1,418.01	5.63	4.47	30.03	24.29	1,642.11	-
Less: Disposals / adjustments during the year	-	-	(27.26)	-	-	-	-	(27.26)	-
Balance at March, 31 2022	-	**779.93**	**6,250.07**	**53.71**	**24.22**	**171.03**	**132.86**	**7,411.81**	-
Net Block:									
At March 31, 2022	**1,235.62**	**3,393.46**	**6,295.69**	**32.87**	**9.00**	**59.36**	**18.21**	**11,044.21**	**259.18**
At March 31, 2021	**1,235.62**	**3,553.14**	**7,043.23**	**38.50**	**13.47**	**82.51**	**35.42**	**12,001.89**	**274.72**

4.2 The Company does not hold any Immovable Property not held in the name of the Company as at March 31, 2022.

4.3 The Company had elected Ind AS 101 exemption and continued with the carrying value for all of its property, plant and equipment as per the previous GAAP as its deemed cost as at the date of transition to Ind AS.

4.4 The Company had elected Ind AS 101 exemption and continued with the carrying value for all of its property, plant and equipment as per the previous GAAP as its deemed cost as at the date of transition to Ind AS.

S.R. BATLIBOI & CO. LLP * NEW DELHI *

INR in lacs, unless otherwise stated

5 Intangible Assets

a) Details of intangible assets:

Particulars	As at March 31, 2022	As at March 31, 2021
Intangible assets		
- Computer software	4.98	20.20
Total	**4.98**	**20.20**

b) Disclosures regarding gross block of intangible assets, accumulated amortisation and net block are as given below:

Particulars	Software	Total
Gross block		
Balance at April 01, 2020	**108.96**	**108.96**
Add: Additions during the year	22.43	22.43
Balance at March 31, 2021	**131.39**	**131.39**
Add: Additions during the year	-	-
Balance at March 31, 2022	**131.39**	**131.39**
Accumulated amortisation		
Balance at April 01, 2020	**83.36**	**83.36**
Add: Amortisation charge for the year	27.83	27.83
Balance at March 31, 2021	**111.19**	**111.19**
Add: Amortisation charge for the year	15.22	15.22
Balance at March 31, 2022	**126.41**	**126.41**
Net Block:		
At March 31, 2022	**4.98**	**4.98**
At March 31, 2021	**20.20**	**20.20**

--This space has been intentionally left blank--

INR in lacs, unless otherwise stated

6A Investments

a) Breakup of investments:

	Particulars	As at March 31, 2022	As at March 31, 2021
i.	**Investments at fair value through OCI (fully paid face value of Rs. 10 each)**		
	Unquoted equity shares		
	3,15,523 (March 31, 2021: 3,15,523) number of equity shares of Green Infra Wind Energy Theni Limited	15.77	14.60
	1,724 (March 31, 2021: 1,724) number of equity shares of Shree Mother Capfin and Securities Private Limited	0.17	0.17
	2,700 (March 31, 2021: 2,700) number of equity shares of Semb Corp Mulanur Wind Energy Limited	0.27	0.27
	Total fair value through OCI investments	**16.21**	**15.04**
ii.	**Investments at fair value through PL (fully paid)**		
	Investment in LLP		
	Paras Green Power LLP	2.60	2.60
	Investments in quoted mutual funds		
	1,627.54 (March 31, 2021: 1,627.54) units of SBI liquid fund	53.89	52.13
	17,216.86 (March 31, 2021: 17,216.86) units of ICICI prudential liquid fund	53.91	52.18
	1,296.35 (March 31, 2021: 1,296.35) units of HDFC liquid fund	53.82	52.08
	Total fair value through PL investments	**164.22**	**158.99**
	Total investments (i+ii)	**180.43**	**174.03**
	Aggregate book value of quoted investments	161.62	156.39
	Aggregate market value of quoted investments	161.62	156.39
	Aggregate value of unquoted investments	18.81	17.64

b) Breakup of investments:

Particulars	As at March 31, 2022	As at March 31, 2021
Non- current investments		
Green Infra Wind Energy Theni Limited	15.77	14.60
Shree Mother Capfin and Securities Private Limited	0.17	0.17
Semb Corp Mulanur Wind Energy Limited	0.27	0.27
Paras Green Power LLP	2.60	2.60
Total Non- current investments	**18.81**	**17.64**
Current investments		
SBI liquid fund	53.89	52.13
ICICI prudential liquid fund	53.91	52.18
HDFC liquid fund	53.82	52.08
Total current investments	**161.62**	**156.39**
Total investments	**180.43**	**174.03**

INR in lacs, unless otherwise stated

6B Financial assets

a) Breakup of financial assets:

Particulars	As at March 31, 2022	As at March 31, 2021
A. Investments (refer note 6A)		
Non- current	18.81	17.64
Current	161.62	156.39
Total (A)	**180.43**	**174.03**
B. Trade receivables (refer note 10)	13,865.71	11,396.19
C. Cash and cash equivalents (refer note 11)	3,009.47	2,676.06
D. Other financial assets		
Non- current		
Security Deposits	65.14	99.26
Other bank balances (bank deposits)	-	30.15
	65.14	**129.41**
Current		
Salary advances	15.13	16.83
Accrued interest & others	13.56	31.61
	28.69	**48.44**
Total (D)	**93.83**	**177.85**
Total (A + B + C + D)	**17,149.44**	**14,424.13**
Non- current	83.95	147.05
Current	17,065.49	14,277.08
Total	17,149.44	14,424.13

b) Break up of financial assets:

Particulars	As at March 31, 2022	As at March 31, 2021
At amortised cost		
Trade receivables	13,865.71	11,396.19
Cash and cash equivalents	3,009.47	2,676.06
Other financial assets	93.83	177.85
At fair value through other comprehensive income		
Investments in unquoted equity shares	16.21	15.04
At fair value through profit or loss		
Investment in LLP	2.60	2.60
Investments in quoted mutual funds	161.62	156.39
Total	**17,149.44**	**14,424.13**

7A Tax Assets (Net)

Particulars	As at March 31, 2022	As at March 31, 2021
Non- current		
Non current tax assets	56.84	-
Current		
Current tax assets	-	49.63
Total	56.84	49.63

7B Tax liabilites (net)

Particulars	As at March 31, 2022	As at March 31, 2021
Non- current		
Non current tax liabilites	-	230.62
Current		
Current tax liabilites	38.68	-
Total	**38.68**	**230.62**

8 Other assets

(Unsecured, considered good, unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
Non- current		
Advances for property, plant and equipment	36.50	52.77
Prepaid expenses	9.92	-
Total (A)	46.42	52.77
Current		
Advance to suppliers and service providers	164.15	313.85
Balance with Government authorities	686.78	171.22
Prepaid expenses	156.49	55.62
Government grant receivable	56.71	56.71
MEIS scrips / export incentive receivable	11.28	38.08
Total (B)	**1,075.41**	**635.48**
Total (A+B)	**1,121.83**	**688.25**

9 Inventories

a) Details of inventories:

Particulars	As at March 31, 2022	As at March 31, 2021
Raw materials and components [Goods in transit - Nil (March 31, 2021 Rs. 0.71 lacs)]	2,590.62	1,250.29
Work-in-progress	305.73	1,075.67
Finished goods [Goods in transit - Nil (March 31, 2021 Rs. 94.44 lacs)]	550.52	660.79
Tools and dies	594.79	-
Stores and spares	241.46	584.76
Total	**4,283.12**	**3,571.51**

b) Inventories are valued at lower of cost or net realisable value.

10 Trade receivables

a) Details of trade receivables:

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured - considered good	13,865.71	11,396.19
Credit impaired	23.83	-
	13,889.54	**11,396.19**
Less: Impairment loss on trade receivables	23.83	-
Total	**13,865.71**	**11,396.19**

b) Trade receivables due from related parties amounts to Rs 3,979.65 lacs as at March 31, 2022 (March 31, 2021 : Rs 3,206.04 lacs).

c) Trade receivables are non-interest bearing and are generally on terms of not more than 30-60 days.

S.R. BATLIBOI & CO. LLP NEW DELHI

INR in lacs, unless otherwise stated

Trade receivable ageing schedule

As at March 31, 2022:

Particulars	Current but not due	Outstanding for following periods from due date of payment					
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed trade receivables – considered good	12,081.34	1,764.73	17.75	1.86	0.03	-	**13,865.71**
Undisputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable – credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables – credit impaired	-	-	-	23.83	-	-	**23.83**
Total	**12,081.34**	**1,764.73**	**17.75**	**25.69**	**0.03**	**-**	**13,889.54**

As at 31 March 2021:

Particulars	Current but not due	Outstanding for following periods from due date of payment					
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed trade receivables – considered good	9,348.63	2,019.42	10.34	5.12	11.20	1.48	**11,396.19**
Undisputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable – credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables – credit impaired	-	-	-	-	-	-	-
Total	**9,348.63**	**2,019.42**	**10.34**	**5.12**	**11.20**	**1.48**	**11,396.19**

11 Cash and cash equivalents

Particulars	As at March 31, 2022	As at March 31, 2021
Balance with Banks		
- in Current account	1,908.80	575.16
- Deposits with original maturity of three months or less	1,100.00	2,100.00
Cash on hand	0.67	0.90
Total	**3,009.47**	**2,676.06**

S.R. BATLIBOI & CO. LLP * NEW DELHI

12 Equity share capital

a) Details of share capital

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	Amount	Number of shares	Amount
Authorised equity share capital:				
Equity shares of Rs.10/- each	2,01,00,000	2,010.00	2,01,00,000	2,010.00
Issued, subscribed and paid up				
Equity shares of Rs.10/- each	2,00,98,040	2,009.80	2,00,98,040	2,009.80

b) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	Amount	Number of shares	Amount
Shares outstanding at the beginning of the year	2,00,98,040	2,009.80	2,00,98,040	2,009.80
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	**2,00,98,040**	**2,009.80**	**2,00,98,040**	**2,009.80**

c) Shares held by holding company

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	% of holding	Number of shares	% of holding
Minda Industries Limited	2,00,98,034	100%	1,02,49,994	51%

d) Terms and rights attached to equity shares:

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend, if proposed by the Board of Directors, is subject to the approval of the shareholders in the Annual General Meeting.

During the year, interim dividend amounting to Rs. 502.45 lacs (March 31, 2021: nil) has been paid by the Company.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of any preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) Details of shareholders holding more than 5% shares in the Company

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% Holding	No. of Shares	% Holding
Minda Industries Limited	2,00,98,034	100.00%	1,02,49,994	51.00%
F S Fehrer Automotive GmbH	-	0.00%	98,48,040	49.00%

f) As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

g) Details of shares held by promoters:

As at March 31, 2022

Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total shares	% Change
Minda Industries Limited	1,02,49,994	98,48,040	2,00,98,034	100%	49.00%
F S Fehrer Automotive GmbH	98,48,040	(98,48,040)	-	0%	-49.00%

As at March 31, 2021

Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total shares	% Change
Minda Industries Limited	1,02,49,994	-	1,02,49,994	51%	0.00%
F S Fehrer Automotive GmbH	98,48,040	-	98,48,040	49%	0.00%

S.R. BATLIBOI & CO. LLP NEW DELHI

Harita Fehrer Limited
Notes to the financial statements for the year ended March 31, 2022
INR in lacs, unless otherwise stated

13 Other Equity

Particulars	As at March 31, 2022	As at March 31, 2021
Securities premium	9,248.79	9,248.79
General reserves	81.67	81.67
Retained earnings	9,056.26	8,138.43
Total	**18,386.72**	**17,468.89**

14 Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
Non-current		
Provision for leave encashment	-	82.71
Provision for gratuity (refer note 31)	-	81.98
Total (A)	-	**164.69**
Current		
Provision for employee benefits		
Provision for leave encashment	122.16	6.26
Provision for gratuity (refer note 31)	74.37	-
Other provision		
Warranty	30.70	24.62
Total (B)	**227.23**	**30.88**
Total (A+B)	**227.23**	**195.57**

15 Trade payables

a) Details of trade payables:

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured		
Total outstanding dues of micro enterprises and small enterprises (refer note no. 35)	1,526.23	1,015.46
Total outstanding dues of creditors other than micro enterprises and small enterprises	10,820.78	9,007.68
Total	**12,347.01**	**10,023.14**

b) Trade payables are non-interest bearing and are normally settled on 30-60 days terms.

c) Trade payables to related parties amounts to as at March 31, 2022 Rs. 1,894.42 lacs (March 31, 2021- Rs. 445.23 lacs).

--This space has been intentionally left blank--

INR in lacs, unless otherwise stated

d) Trade payables ageing schedule

As at 31 March 2022

Particulars	Unbilled	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Total outstanding dues of micro enterprises and small enterprises	-	1,526.23	-	-	-	**1,526.23**
Total outstanding dues of creditors other than micro enterprises and small enterprises	750.70	9,984.71	0.07	3.18	2.93	**10,741.60**
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	79.18	-	-	**79.18**
Total	**750.70**	**11,510.94**	**79.25**	**3.18**	**2.93**	**12,347.01**

As at 31 March 2021:

Particulars	Unbilled	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Total outstanding dues of micro enterprises and small enterprises	-	1,015.46	-	-	-	**1,015.46**
Total outstanding dues of creditors other than micro enterprises and small enterprises	487.84	8,393.83	14.73	10.55	3.85	**8,910.81**
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	96.86	-	-	-	**96.86**
Total	**487.84**	**9,506.16**	**14.73**	**10.55**	**3.85**	**10,023.14**

16 Other financial liabilities

a) Details of other financial liabilities:

Particulars	As at March 31, 2022	As at March 31, 2021
Security deposits	-	2.10
Employee dues	325.90	-
Payable against capital goods	129.26	207.77
Total	**455.16**	**209.87**

b) Break up of financial liabilities carried at amortised cost

Particulars	As at March 31, 2022	As at March 31, 2021
Lease liabilities	57.72	12.90
Trade payables	12,347.01	10,023.14
Other financial liabilities	455.16	209.87
Total	**12,859.89**	**10,245.91**

17 Other current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Statutory dues	207.58	70.17
Employee dues	-	305.02
Advances from customers	322.90	484.40
Total	**530.48**	**859.59**

S.R. BATLIBOI & CO. LLP NEW DELHI

Harita Fehrer Limited
Notes to the financial statements for the year ended March 31, 2022
INR in lacs, unless otherwise stated

18 Deferred tax liabilities (Net)

Particulars	As at March 31, 2022	As at March 31, 2021
Impact of expenditure charged to statement of profit and loss in the current year but allowed for tax purpose on payment basis	(55.46)	(22.39)
Deferred tax (assets)	**(55.46)**	**(22.39)**
Fair valuation of investments	(3.97)	(30.44)
ROU asset	(0.41)	-
Depreciation	388.24	493.33
Net deferred tax liabilities	**328.40**	**440.50**

Movement in deferred tax liabilities:

Particulars	Depreciation	Impact of expenditure charged to statement of profit and loss in the current year but allowed for tax purpose on payment basis	ROU asset	Fair valuation of investments	Total
Balance as at April 1, 2020	**523.09**	**(22.71)**	-	**1.36**	**501.74**
(Charged)/credited:					
- to profit or loss	(29.75)	24.68	-	(27.54)	(32.61)
- to other comprehensive income	-	(24.37)	-	(4.26)	(28.63)
As at March 31, 2021	**493.34**	**(22.40)**	-	**(30.44)**	**440.50**
(Charged)/credited:					
- to profit or loss	(105.09)	(22.99)	(0.41)	26.18	(102.31)
- to other comprehensive income	-	(10.08)	-	0.29	(9.79)
As at March 31, 2022	**388.25**	**(55.47)**	**(0.41)**	**(3.97)**	**328.40**

19 Revenue from contracts with customers

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Sale of products	52,894.11	39,910.41
Other operating revenues		
- Scrap sales	217.75	119.62
Total revenue from contract with customers	**53,111.86**	**40,030.03**

Notes:

(i) Timing of revenue recognition

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Goods transferred at a point in time	53,111.86	40,030.03
Total revenue from contract with customers	**53,111.86**	**40,030.03**

(ii) Revenue by location of customers

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Within India	51,594.55	38,303.81
Outside India	1,517.31	1,726.22
Total revenue from contract with customers	**53,111.86**	**40,030.03**

INR in lacs, unless otherwise stated

(iii) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue as per contracted price	53,465.11	40,376.92
Cash discount	(353.25)	(346.89)
Revenue from operations as per Statement of profit and loss	**53,111.86**	**40,030.03**

(iv) Performance obligation:

Information about the Company's performance obligation is summarised below:

Sale of products: Performance obligation in respect of sale of goods and scrap is satisfied when control of the goods is transferred to the customer, generally on delivery of the goods and payment is generally due as per the terms of contract with customers.

20 Other income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest income	31.55	75.45
MEIS income	2.35	31.61
RoDTEP scheme	8.44	-
Net gain on sale of investment/ fair valuation	5.23	-
Rental income	99.70	95.76
Duty drawback	16.24	18.92
Foreign exchange gain (net)	0.80	-
Net gain on sale of property, plant and equipment	2.46	-
Excess gratuity provision written back	47.67	46.10
Total	**214.44**	**267.84**

--This space has been intentionally left blank--

S.R. BATLIBOI & CO. LLP * NEW DELHI

Harita Fehrer Limited
Notes to the financial statements for the year ended March 31, 2022
INR in lacs, unless otherwise stated

21 Cost of raw material and components consumed

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Inventory at the beginning of the year	1,250.29	910.92
Add: Purchase of raw materials and components	38,990.41	28,647.65
	40,240.70	**29,558.57**
Less : Inventory at the end of the year	2,590.62	1,250.29
Total	**37,650.08**	**28,308.28**

22 Decrease / (Increase) in inventory of finished goods and work-in-progress

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Stock at the beginning of the period:		
Work-in-progress	1,075.67	817.40
Finished goods	660.79	370.62
Total A	**1,736.46**	**1,188.02**
Stock at the end of the year:		
Work-in-progress	305.73	1,075.67
Finished goods	550.52	660.79
Total B	**856.25**	**1,736.46**
Increase in inventories of finished goods and work-in-progress		
Work-in-progress	769.94	(258.27)
Finished goods	110.27	(290.17)
Total (A-B)	**880.21**	**(548.44)**

23 Employee benefits expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salary, wages and bonus	4,776.19	4,336.22
Contribution to provident and other funds	151.98	197.99
Staff welfare expenses	856.70	695.27
Total	**5,784.87**	**5,229.48**

The Code on Social Security 2020 (Code), which received the Presidential Assent on September 28, 2020, subsumes nine laws relating to social security, retirement and employee benefits, including the Employees Provident Fund and Miscellaneous Provisions Act, 1952 and the Payment of Gratuity Act, 1972. The effective date of the Code is yet to be notified and related rules are yet to be framed. The impact of the changes, if any, will be assessed and recognised post notification of the relevant provision.

24 Finance costs

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest expense	25.93	0.02
Other borrowing cost	14.38	21.61
Interest on lease liabilities	4.60	10.69
Interest on income tax expenses	32.88	27.16
Total	**77.79**	**59.48**

25 Depreciation and amortization expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation on property plant and equipment	1,642.11	1,380.33
Depreciation on right of use asset	43.05	168.87
Amortisation on intangible assets	15.22	27.83
Total	**1,700.38**	**1,577.03**

S.R. Batliboi & Co. LLP New Delhi

Harita Fehrer Limited
Notes to the financial statements for the year ended March 31, 2022
INR in lacs, unless otherwise stated

26 Other expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Consumption of stores and spare parts	550.15	442.52
Power and fuel	716.40	621.71
Rent	178.44	-
Rates and taxes	48.99	39.41
Repairs - building	67.64	40.15
Repairs - plant and equipment	562.72	465.47
Repairs - others	21.91	22.61
Insurance	125.87	102.26
Payment to auditors*	15.27	16.33
Transportation expense	844.16	670.53
Sales promotion	15.69	0.82
Legal and professional charges	141.20	232.03
Travelling and conveyance	84.81	28.41
Data processing	69.86	78.82
Security detective charges	132.31	119.28
Printing & stationery	23.18	26.32
Foreign exchange loss (Net)	-	30.21
Bank charges	12.52	14.31
Trade and other receivables written off	-	2.14
Provision for doubtful trade receivables	23.83	-
Corporate social responsibility expenses	58.00	65.00
Loss on sale of fixed assets / write off (net)	-	33.54
Net loss on sale of investment/ fair valuation	-	15.71
Corporate expenses & other shared services	1,428.75	-
Miscellaneous expenses	112.85	103.72
Total	**5,234.55**	**3,171.30**

***Payment made to auditors is as follows:**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
As auditor:		
- Audit fee	8.00	14.00
- Limited review	4.40	-
In other capacity:		
- For taxation matters	-	1.00
- For other services	-	1.00
- Reimbursement of expenses	2.87	0.33
Total	**15.27**	**16.33**

27 Income tax expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
A. Income tax expense		
Current tax	651.35	657.75
Current tax on profits for the year	**651.35**	**657.75**
B. Deferred tax expense		
Decrease / (increase) in deferred tax assets	26.18	24.68
(Decrease) / increase in deferred tax liabilities	(128.49)	-57.29
Total deferred tax expenses	**(102.31)**	**(32.61)**
Total tax expenses (A+B)	**549.04**	**625.14**

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit before tax	1,998.42	2,500.74
Tax using Company's domestic tax rate	25.168%	25.168%
Expected income tax expense	502.96	629.39
Impact of items inadmissible:		
Corporate social responsibility expenditure	14.60	8.18
Others	31.48	(12.43)
Income tax expense	549.04	625.14

S.R. Batliboi & Co. LLP New Delhi

28 Earnings per share (EPS)

a) Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

b) Diluted EPS amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

c) The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit attributable to the equity share holders of the Company	1,449.38	1,875.60
Weighted average number of equity shares for basic and diluted EPS (in lacs)	200.98	200.98
Basic and diluted earnings per share (face value Rs. 10 per share)	**7.21**	**9.33**

d) There have been no transactions involving equity shares or potential equity shares between the reporting date and the date of authorisation of these financial statements.

29 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

Assessment of lease term:

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated). The assessment is reviewed if a significant event or a significant change in circumstances occurs which affects this assessment and that is within the control of the lessee.

Revenue from contracts with customers

The Company applied the following judgments that significantly affect the determination of the amount and timing of revenue from contracts with customers:

Certain contracts for the sale of products include a right of price revision on account of change of commodity prices/purchase price that give rise to variable consideration. In estimating the variable consideration, the Company is required to use either the expected value method or the most likely amount method based on which method better predicts the amount of consideration to which it will be entitled.

The Company determined that the most likely method is the appropriate method to use in estimating the variable consideration for the sale of products. The selected method that better predicts the amount of variable consideration was primarily driven by the number of volume thresholds contained in the contract. The most likely amount method is used for those contracts with a single volume threshold, while the expected value method is used for contracts with more than one volume threshold.

Before including any amount of variable consideration in the transaction price, the Company considers whether the amount of variable consideration is constrained. The Company determined that the estimates of variable consideration are not constrained based on its historical experience, business forecast and the current economic conditions. In addition, the uncertainty on the variable consideration will be resolved within a short time frame.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Property, plant and equipment

The useful lives and residual values of property, plant and equipment are determined by the management based on technical assessment by the management. The Company believes that the derived useful life best represents the period over which the Company expects to use these assets.

Intangible assets

The useful lives and residual values of intangible assets are determined by the management based on technical assessment by the management.

Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations, changes in tax laws, and the amount and timing of future taxable income. Given the wide range of business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The Company establishes provisions, based on reasonable estimates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority.

Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective domicile of the companies.

Gratuity benefit

The cost of defined benefit plans (i.e. Gratuity benefit) is determined using actuarial valuations. An actuarial valuation involves making various assumptions which may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexity of the valuation, the underlying assumptions and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. In determining the appropriate discount rate, management considers the interest rates of long term government bonds with extrapolated maturity corresponding to the expected duration of the defined benefit obligation. The mortality rate is based on publicly available mortality tables for the country. Future salary increases and pension increases are based on expected future inflation rates for the country. Further details about the assumptions used, including a sensitivity analysis, are given in note 31.

Impairment of financial assets

The impairment provisions of financial assets are based on assumptions about risk of default and expected loss rates. the Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

Impairment of non-financial assets

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use.

The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a DCF model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes. These estimates are also relevant to other intangibles. During the year, the Company has done the impairment assessment of non-financial assets and have concluded that there is no impairment in value of non-financial assets as appearing in the financial statements.

Lease incremental borrowing rate

The Company cannot readily determine the interest rate implicit in the lease, therefore its incremental borrowing rate (IBR) to measure lease liability. The IBR is the rate of interest that the Company would have to pay to borrow over similar term, and with a similar security, the fund necessary to obtain an asset of a similar value to the right of use assets in a similar economic environment. The IBR therefore effects what the Company "would have to pay" which requires estimates when no observable rates are available or when they need to be adjusted to reflect the term and conditions of the lease. The Company estimates the IBR using observable inputs such as market interest rates when available.

Provision for warranty

Warranty provisions are measured at discounted present value using pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the liability. Warranty provisions is determined based on the historical percentage of warranty expense to sales for the same types of goods for which the warranty is currently being determined. The same percentage to the sales is applied for the current accounting period to derive the warranty expense to be accrued. It is adjusted to account for unusual factors related to the goods that were sold, such as defective inventory lying at the depots. It is very unlikely that actual warranty claims will exactly match the historical warranty percentage, so such estimates are reviewed annually for any material changes in assumptions and likelihood of occurrence.

S.R. BATLIBOI & CO. LLP * NEW DELHI *

30 Commitments and contingencies

(a) Capital commitments are Rs. 70.75 lacs (March 31, 2021: Rs. 66.32 lacs), net of advances.

(b) Contingent liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Sales tax (deposit paid- Rs.19.90 lacs) (March 31, 2021 - Rs.38.78 lacs)	19.90	81.67
Income tax	138.92	204.27
Others (payment of bonus)	28.18	28.18
	187.00	**314.12**

Note

i. The future cash flows on the above items are determinable only on receipt of the decisions / judgments that are pending at various forums / authorities.

ii. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.

(c) The Hon'ble Supreme Court of India ("SC") by their order dated February 28, 2019, set out the principles based on which allowances paid to the employees should be identified for inclusion in basic wages for the purposes of computation of Provident Fund contribution. Review petition against this decision is pending before the SC for disposal. Further, there are interpretative challenges and considerable uncertainty, including estimation in the computation of amount retrospectively. Pending the outcome of the review petition and directions from the Employee Provident Fund Organisation, the impact for past periods, if any, is not ascertainable reliably and consequently no financial effect has been provided for in the these financial statements.

31 Gratuity and other post-employment benefit plans

a) Defined contribution plans

The Company makes provident fund and ESI contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs. 151.98 lacs (March 31, 2021: Rs. 197.99 lacs) for provident fund and ESI contributions in the Statement of Profit and Loss (Refer Note 23). The contributions payable to these plans by the Company are at rates specified in the rules of the Schemes.

b) Defined benefit plan

The employees' Gratuity Fund Scheme, which is a defined benefit plan, is managed by the "Harita Fehrer Limited Employees Group Gratuity Scheme" which maintains its investments with Life Insurance Corporation of India (LIC). The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the gratuity plan, every employee who has completed at least five years of service usually gets a gratuity on departure 15 days of last drawn basic salary for each completed year of service. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

---This space has been intentionally left blank---

S.R. & CO. LLP NEW DELHI

INR in lacs, unless otherwise stated

i. Changes in the present value of defined benefit obligations:

Particulars	Present value of obligation	Fair value of plan assets	Net amount
April 1, 2020 (A)	**322.15**	**266.77**	**55.38**
Current service cost	41.55	-	41.55
Interest expense/(income)	21.65	20.20	1.45
Total amount recognized in Statement of profit and loss (B)	**63.20**	**20.20**	**43.00**
Remeasurements			
(Gain) from change in financial assumptions	(13.18)	-	**(13.18)**
Experience losses	110.02	-	**110.02**
Total amount recognized in Other comprehensive income (C)	**96.84**	-	**96.84**
Employer contributions	-	113.24	**(113.24)**
Benefit payments	(108.45)	(108.45)	-
Total cash flow (D)	**(108.45)**	**4.79**	**(113.24)**
March 31, 2021 (A)+(B)+(C)+(D)	**373.74**	**291.76**	**81.98**
April 1, 2021 (A)	**373.74**	**291.76**	**81.98**
Current service cost	31.02	-	31.02
Interest expense	26.03	20.32	5.71
Gap in opening asset value	-	84.40	(84.40)
Total amount recognized in Statement of profit and loss (B)	**57.05**	**104.72**	**(47.67)**
Remeasurements			
Loss from change in demographic assumptions	5.13	-	**5.13**
Loss from change in financial assumptions	98.34	-	**98.34**
Experience (gain)	(58.25)	-	**(58.25)**
Return on plan assets	-	5.16	**(5.16)**
Total amount recognized in Other comprehensive income (C)	**45.22**	**5.16**	**40.06**
Benefit payments	(16.29)	(16.29)	-
Total cash flow (D)	**(16.29)**	**(16.29)**	-
March 31, 2022 (A)+(B)+(C)+(D)	**459.72**	**385.35**	**74.37**

ii. The net liability disclosed above relates to funded plans are as follows:

Particulars	As at March 31, 2022	As at March 31, 2021
Present value of funded obligations	459.72	373.74
Fair value of plan assets	385.35	291.76
Deficit of funded plan	**74.37**	**81.98**

iii. Significant estimates: actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

Particulars	As at March 31, 2022	As at March 31, 2021
Discount rate	7.20%	6.97%
Salary growth rate	8.00%	5.50%
Attrition rate:		
upto 30 years	3.00%	3.00%
from 31- 44 years	2.00%	3.00%
above 44 years	1.00%	3.00%
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14

S.R. BATLIBOI & CO. LLP * NEW DELHI

INR in lacs, unless otherwise stated

Note:

1) Assumptions regarding future mortality for pension and medical benefits are set based on actuarial advice in accordance with published statistics and experience.

2) These assumptions translate into an average life expectancy in years for a pensioner retiring at age :58 Years

iv. Sensitivity analysis

A quantitative sensitivity analysis for significant assumption as at March 31, 2022 is as shown below:

Particulars	As at March 31, 2022	As at March 31, 2021
0.5% increase in discount rate	427.85	353.33
0.5% decrease in discount rate	494.83	395.99
0.5% increase in salary escalation rate	492.07	396.20
0.5% decrease in salary escalation rate	429.60	352.97
5% increase in attrition rate	459.31	374.63
5% decrease in attrition rate	460.10	372.81
5% increase in mortality rate	459.65	373.82
5% decrease in mortality rate	459.75	373.64

v. Risk exposure

Through its defined benefit plans. The company is exposed to a number of risks, the most significant of which are detailed below:

Asset volatility

The plan liabilities are calculated using a discount rate set with reference to bond yields; if plan assets underperform this yield, this will create a deficit.

Changes in bond yields

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of the plans bond holdings.

Expected benefit payments

Undiscounted amount of expected benefit payments for next 10 years are as follows:

Particulars	As at March 31, 2022	As at March 31, 2021
Within 1 year	8.58	14.42
2-5 years	74.69	93.62
6-10 years	160.75	134.19
More than 10 years	1,349.80	

INR in lacs, unless otherwise stated

32 Fair value

i) Financial instruments by category

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

A. Fair value of financial assets:

Particulars	Carrying value		Fair value	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Investments	180.43	174.03	180.43	174.03
Trade receivables	13,865.71	11,396.19	13,865.71	11,396.19
Cash and cash equivalents	3,009.47	2,676.06	3,009.47	2,676.06
Other financial assets	93.83	177.85	93.83	177.85
Total	17,149.44	14,424.13	17,149.44	14,424.13

B. Fair value of financial liabilities:

Particulars	Carrying value		Fair value	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Financial liabilities whose fair value approximate their carrying value				
Trade payables	12,347.01	10,023.14	12,347.01	10,023.14
Other financial liabilities	455.16	209.87	455.16	209.87
Financial liabilities whose fair value is determined using incremental borrowing rate				
Lease liabilities	57.72	12.90	57.72	12.90
Total	12,859.89	10,245.91	12,859.89	10,245.91

Discount rate used in determining fair value

The interest rate used to discount estimated future cash flows, where applicable, are based on the incremental borrowing rate of borrower which in case of financial liabilities is average market cost of borrowings of the Company and in case of financial asset is the average market rate of similar credit rated instrument. The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

ii) Fair value hierarchy

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.
Level 2: Valuation techniques for which the lowest level input that has a significant effect on the fair value measurement are observable, either directly or indirectly.

Level 3: Valuation techniques for which the lowest level input which has a significant effect on the fair value measurement is not based on observable market data.

S.R. BATLIBOI & CO. LLP * NEW DELHI

INR in lacs, unless otherwise stated

Quantitative disclosures of fair value measurement hierarchy as on March 31, 2022:

Particulars	Carrying Value	Level 1	Level 2	Level 3
Financial assets:				
Investment in mutual funds	161.62	161.62	-	-
Investment in unquoted shares	16.21	-	-	16.21
Investment in LLP	2.60	-	-	2.60
Trade receivables	13,865.71	-	-	13,865.71
Cash and cash equivalents	3,009.47	-	-	3,009.47
Other financial asset	93.83	-	-	93.83
Total	**17,149.44**	**161.62**	-	**16,987.82**
Financial liabilities:				
Lease liability	57.72	-	-	57.72
Trade payables	12,347.01	-	-	12,347.01
Other financial liabilities	455.16	-	-	455.16
Total	**12,859.89**	-	-	**12,859.89**

Quantitative disclosures of fair value measurement hierarchy as on March 31, 2021:

Particulars	Carrying Value	Level 1	Level 2	Level 3
Financial assets:				
Investment in mutual funds	156.39	156.39	-	-
Investment in unquoted shares	15.04	-	-	15.04
Investment in LLP	2.60	-	-	2.60
Trade receivables	11,396.19	-	-	11,396.19
Cash and cash equivalents	2,676.06	-	-	2,676.06
Other financial asset	177.85	-	-	177.85
Total	**14,424.13**	**156.39**	-	**14,267.74**
Financial liabilities:				
Lease liability	12.90	-	-	12.90
Trade payables	10,023.14	-	-	10,023.14
Other financial liabilities	209.87	-	-	209.87
Total	**10,245.91**	-	-	**10,245.91**

Note:
There have been no transfers between Level 1 and Level 2 during the period.

33 Financial risk management objectives and policies

The Company's principal financial liabilities comprise of trade and other payables, lease liabilities and payables for property, plant and equipment. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, cash, fixed deposits and security deposits that derive directly from its operations.
The Company is exposed to market risk, credit risk and liquidity risk. The Company's management oversees the management of these risks. The Company's management is supported by finance department that advises on financial risks and the appropriate financial risk governance framework for the Company. The finance department provides assurance to the Company's management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

(A) Credit risk
Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments.

S.R. BATLIBOI & CO. LLP * NEW DELHI *

Trade receivables

Customer credit risk is managed by the Company subject to the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating. Outstanding customer receivables are regularly monitored. At March 31, 2022, the Company had three customers (March 31, 2021: three customers) that owed the Company more than Rs. 1,500 lacs each and accounted for approximately 74% (March 31, 2021: 73%) of all the receivables outstanding.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The maximum exposure to credit risk at the reporting date is the carrying value of financial assets (trade receivable) disclosed in Note 10.

(B) Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including loans from banks at an optimised cost.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

As at March 31, 2022	On Demand	Less than 3 months	3 to 12 months	1 to 5 years	More than 5 Years	Total
Trade payables	-	12,347.01	-	-	-	**12,347.01**
Other financial liabilities	-	455.16	-	-	-	**455.16**

As at March 31, 2021	On Demand	Less than 3 months	3 to 12 months	1 to 5 years	More than 5 Years	Total
Trade payables	-	10,023.14	-	-	-	**10,023.14**
Other financial liabilities	-	209.87	-	-	-	**209.87**

The maturity analysis of lease liabilities is disclosed in note 37.

(C) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises interest rate risk and currency risk.

The sensitivity analyses in the following sections relate to the position as at March 31, 2022 and March 31, 2021.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency).

The Company transacts business in local currency as well as in foreign currency. The Company has foreign currency trade payables and trade receivables and is therefore, exposed to foreign exchange risk. The Company may use currency swaps or forward contracts towards hedging risk resulting from changes and fluctuations in foreign currency exchange rate as per the risk management policy.

Foreign currency risk sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in foreign exchange rates, with all other variables held constant. The impact on the Company's profit before tax due to changes in the fair value of monetary assets and liabilities is given below:

March 31, 2022

Particulars	Foreign Currency	Indian Rupees	1% increase	1% decrease
Trade receivables and advance to suppliers				
USD	2.97	225.52	2.26	(2.26)
EUR	1.12	94.86	0.95	(0.95)
GBP	0.15	14.68	0.15	(0.15)
Trade payables and advance from customer				
USD	1.87	141.65	(1.42)	1.42
EUR	0.45	38.01	(0.38)	0.38

March 31, 2021

Particulars	Foreign Currency	Indian Rupees	1% increase	1% decrease
Trade receivables and advance to suppliers				
USD	3.70	270.94	2.71	(2.71)
EUR	1.84	158.23	1.58	(1.58)
GBP	0.16	16.17	0.16	(0.16)
SGD	0.08	4.32	0.04	(0.04)
Trade payables and advance from customer				
USD	1.35	98.70	(0.99)	0.99
EUR	4.53	388.86	(3.89)	3.89

S.R. BATLIBOI & CO. LLP NEW DELHI

INR in lacs, unless otherwise stated

(ii) Interest Rate Risk

The Company is not exposed to any interest rate risk as it does not have financial assets or liabilities the value of which will be effected on account of change in market interest rates.

34 Capital management

For the purpose of the Company's capital management, capital includes issued equity capital and all equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholders' value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, less cash and cash equivalents. At present, company is nil debt.

35 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

Particulars	As at March 31, 2022	As at March 31, 2021
i) The principal amount and interest due thereon remaining unpaid to any supplier at the end of each accounting year:		
a) Principal	1,526.23	1,015.46
b) Interest	14.94	-
ii) The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.	-	-
iv) The amount of interest accrued and remaining unpaid at the end of accounting year.	14.94	-
v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act, 2006	-	-

36 Corporate Social Responsibiltiy

As per provisions of section 135 of the Companies Act, 2013, the Company has to incur at least 2% of average net profits of the preceding three financial years towards Corporate Social Responsibility ("CSR"). Accordingly, a CSR committee has been formed by the Company. Details of amount required to be spent and actual amount spent is below :

Particulars		For the year ended March 31, 2022	For the year ended March 31, 2021
A) Gross Amount required to be spent by the Company during the year		57.83	65.00
	In Cash	**Yet to be paid in cash**	**Total**
B) Amount spent during the year ended on March 31, 2022			
(i) Construction / acquisition of assets	-	-	-
(ii) On purposes other than (i) above	58.00	-	58.00
C) Amount spent during the year ended on March 31, 2021			
(i) Construction / acquisition of assets	-	-	-
(ii) On purposes other than (i) above	65.00	-	65.00

INR in lacs, unless otherwise stated

37 Right of use asset (ROU) and Lease liability

The Company has entered into commercial leases of Land and factory Shed. Leases entered for Land usage has life of 99 years whereas leases entered for building have a life of 2 years with renewal option included in the contracts. There are no restrictions placed upon the Company by entering into these leases. The Company has availed exemption available as per Ind AS 116 for leased building which has lease period of 11 months. The Company has opted for the exemption of short term leases.

i) Set out below are the carrying amounts of ROU assets recognised and the movements during the period:

Particulars	Land	Factory Shed	Total
Gross block			
Balance at April 01, 2020	430.57	344.17	774.74
Add: Additions made during the year	-	-	-
Less: On disposals / adjustments during the year	-	(2.53)	(2.53)
Balance at March 31, 2021	**430.57**	**341.64**	**772.21**
Balance at 1 April 2021	430.57	341.64	772.21
Add: Additions made during the year	-	84.10	84.10
Less: On disposals / adjustments during the year	-	-	-
Balance at March 31, 2022	**430.57**	**425.74**	**856.31**
Depreciation expense			
Balance at April 01, 2020	16.38	166.41	182.79
Add: Depreciation charged for the year	4.35	164.52	168.87
Less: On disposals / adjustments during the year	-	-	-
Balance at March 31, 2021	**20.73**	**330.93**	**351.66**
Balance at 1 April 2021	20.73	330.93	351.66
Add: Depreciation charged for the year	4.35	38.70	43.05
Less: On disposals / adjustments during the year	-	-	-
Balance at March 31, 2022	**25.08**	**369.63**	**394.71**
Net carrying amounts			
At March 31, 2022	405.49	56.11	461.60
At March 31, 2021	409.84	10.71	420.55

ii) Set out below are the carrying amounts of lease liabilities and the movements during the year:

Particulars	As at March 31, 2022	As at March 31, 2021
Opening balance	12.90	217.39
Add: Additions	84.10	-
Add: Interest expense	4.60	10.69
Less: Lease payment	43.88	215.18
Closing balance	57.72	12.90
Non current	15.08	-
Current	42.64	12.90

iii) The maturity analysis of contractual undiscounted cash flow in respect of lease recognised under IND AS 116:-

March 31, 2022

Particulars	Less than 1 year	1 to 5 years	More than 5 year
Land	-	-	-
Factory Shed	46.10	15.37	-
Total Cash Outflow	46.10	15.37	-

March 31, 2021

Particulars	Less than 1 year	1 to 5 years	More than 5 year
Land	-	-	-
Factory Shed	30.74	61.47	-
Total Cash Outflow	30.74	61.47	-

iv) The following are the amounts recognised in the statement of profit and loss:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation on ROU assets	43.05	168.87
Interest expense on lease liabilities	4.60	10.69
Total amount recognised in Statement of profit and loss	47.66	179.56

S.R. BATLIBOI & CO. NEW DELHI

Harita Fehrer Limited
Notes to the financial statements for the year ended March 31, 2022
INR in lacs, unless otherwise stated

38 Related Parties Transactions

A. Names of related parties and related party relationship

Holding Company
Minda Industries Limited
Harita Seatings System Limited
(Merged into Minda Industries Limited)

Investing Associate (till March 03, 2022)
F.S. Fehrer Automotive GmbH, Germany

Fellow Subsidiary Companies:
Minda Kyoraku Limited
Mindarika Private Limited

Key Management Personnel (KMP)
Satish Sekhri (Independent Director)
Krishan Kumar Jalan (Independent Director)
Paridhi Minda (Director)
Sudhir Kashyap (Director)
Anke Kuhlmann Cattau (Director)
Christian Prause (Director)
Naveen Agarwal (CFO)
A.G. Giridharan (CEO)
Dipendra Chaudhary (CS)

B. Related party transactions:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
1 Purchases from:		
a) Minda Industries Limited	840.54	422.65
b) Minda Kyoraku Ltd	28.43	12.33
2 Sales to Harita Seating seats:		
a) Goods and components	-	3,879.77
b) Capital goods	-	70.15
3 Sales to Minda Industries Limited		
a) Polyster epoxy powder	-	2.23
b) Goods	5850.09	-
c) Capital goods	253.61	-
4 Rendering of Services to:		
a) Minda Industries Limited	342.06	190.45
b) Mindarika Private Limited	3.21	-
5 Receipt of Services from:		
a) Minda Industries Limited	1,981.81	-
b) F.S. Fehrer Automotive Gmbh	66.15	66.16
c) Harita Seating seats	-	638.48
d) Minda Kyoraku Limited	2.07	-
6 Dividend paid to related parties:		
a) Minda Industries Limited	256.25	-
b) F.S. Fehrer Automotive Gmbh	246.20	-
7 Remuneration to Key Management Personnel (KMP)	2.75	2.10

INR in lacs, unless otherwise stated

	Particulars	As at March 31, 2022	As at March 31, 2021
1	Payable to:		
	a) Minda Industries Limited	1,865.33	1.93
	b) F.S. Fehrer Automotive Gmbh	14.88	29.77
	c) Harita Seating seats	-	409.27
	d) Minda Kyoraku Limited	14.21	4.26
2	Receivable from:		
	a) Minda Industries Limited	3,976.44	0.88
	b) Mindarika Private Limited	3.21	-
	c) Harita Seating seats	-	3,205.52

39 Segment Information

The Company is engaged in the manufacturing of seat foams for the automotive industry. The entire operations are governed by the same set of risk and returns and, hence, the same has been considered as representing a single primary segment.

Since the Company's business activity falls within a single business segment, there are no additional disclosures to be provided under Ind AS-108 'Operating Segment' other than those already provided in the Financial Statements.

Geographical segments:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Within India	51,594.55	38,303.81
Outside India	1,517.31	1,726.22
Total revenue	**53,111.86**	**40,030.03**

S.R. BATLIBOI & CO. LLP NEW DELHI

Harita Fehrer Limited
Notes to the financial statements for the year ended March 31, 2022
INR in lacs, unless otherwise stated

40 Ratio Analysis and its elements

Ratio	Numerator	Denominator	March 31, 2022	March 31, 2021	% Change	Reason for variance
Current ratio	Current Assets	Current Liabilities	1.65	1.66	-0.9%	Not applicable
Debt- Equity Ratio	Total Debt*	Shareholder's Equity	-	-	0.0%	Not applicable
Debt Service Coverage Ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest and Lease Payments + Principal Repayments	27.57	14.83	85.9%	Majorly due to reduction in repayment of lease liability in comparison to last year
Inventory Turnover Ratio	Cost of goods sold	Average Inventory	9.81	8.92	10.0%	Not applicable
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	4.20	4.29	-1.9%	Not applicable
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	3.49	2.56	36.1%	Not applicable
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	6.02	5.41	11.3%	Not applicable
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	2.73%	4.69%	-41.8%	Majorly due to increase in corporate expenses & other shared services during the current year
Return on Capital Employed (in %)	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt* + Deferred Tax Liability	10.15%	13.13%	-22.7%	Not applicable
Return on Equity Ratio (in %)	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	7.27%	10.09%	-28.0%	Majorly due to increase in corporate expenses & other shared services during the current year
Return on Investment (in %)	Interest (Finance Income)	Investment	4.09%	-21.61%	-118.9%	Majorly due to increase in value of investments

*Total Debt includes lease liabilities

S.R. BATLIBOI & CO. LLP * NEW DELHI *

41 Other Statutory Information

(i) The Company does not have any benami property, where any proceeding has been initiated or pending against the Company for holding any benami property.

(ii) The Company does not have any transactions with companies struck off.

(iii) The Company does not have any charge or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.

(iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(v) The Company has not advanced or loaned to or invested funds in any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(vii) The Company has not entered into any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

(viii) The Company has sanctioned working capital limits in excess of Rs. five crores in aggregate from banks during the year on the basis of security of current assets of the Company and quarterly statements filed by the Company with such banks are in agreement with the books of accounts of the Company.

42 Impact of COVID-19 on financial statements

During the past two years, world have been impacted by COVID-19 pandemic. Businesses and operations of the Company were affected by lockdowns and certain restrictions imposed by Central Government and State governments in various parts/districts from time to time during the year. Recently, in some parts of world, the pandemic continues to spread and impacting businesses. Consequent to the uncertainties caused due to continuation of pandemic, the Company has prepared a cash flow projections and also, assessed the recoverability of receivables, inventories and other financial and non-financial assets, factored assumptions used in annual impairment testing of fixed assets up to the date of approval of these financial statements. On the basis of this evaluation and current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets and does not anticipate any impairment to these financial and non-financial assets. However, the Company will continue to closely monitor any material changes to future economic conditions, required, if any

43 Previous year's figures have been regrouped / reclassed, whereever necessary, to conform to this year's classification.

44 The figures for the year ended March 31, 2021 were audited by another firm of Chartered Accountants.

For **S.R.Batliboi & Co. LLP**
Chartered Accountants
Firm Registration No.301003E/E300005

S.R. BATLIBOI & CO. LLP * NEW DELHI *

per Amit Kumar Jain
Partner
Membership No. 097214

Place: New Delhi
Date: May 20, 2022

For and on behalf of the Board of Directors of
Harita Fehrer Limited

A.G. Giridharan
Managing Director
DIN No. 07946418

Paridhi Minda
Director
DIN No. 00227250

Naveen Agarwal
Chief Financial Officer

Dipendra Chaudhary
Company Secretary
Membership No. A34853