

DCX CABLE ASSEMBLIES PRIVATE LIMITEDAEROSPACE SEZ SECTOR, PLOT NOS. 29, 30 AND 107, HITECH DEFENCE AND AEROSPACE PARK, KAVADASANAHALLI BENGALURU RURAL
Bangalore-562110

CIN: U31908KA2011PTC061686

Statement of Profit & Loss for the year ended March 31, 2021

Particulars	Note No.	March 31, 2021	March 31, 2020
I Revenue from Operations	20	6,41,16,28,541	4,49,26,14,809
II Other Income	21	42,07,89,552	15,76,50,066
III TOTAL REVENUE (I + II)		6,83,24,18,093	4,65,02,64,875
IV EXPENSES			
Cost of Materials Purchased	22	7,42,93,44,129	4,78,69,92,813
Changes in Inventories	23	(1,24,46,50,435)	(70,77,02,244)
Employee Benefit Expenses	24	6,00,19,296	6,51,94,442
Finance Costs	25	9,92,18,372	7,78,77,776
Depreciation and Amortization Expenses	26	2,42,92,259	85,86,528
Other Expenses	27	6,51,27,658	29,23,16,614
TOTAL EXPENSES		6,43,33,51,281	4,52,32,65,929
V Profit before Exceptional and Extraordinary Items and Tax (III-IV)		39,90,66,812	12,69,98,946
VI Exceptional Items		-	-
VII Profit before Extraordinary Items and Tax		39,90,66,812	12,69,98,946
VIII Extraordinary Items		-	-
IX Profit Before Tax		39,90,66,812	12,69,98,946
X Tax Expense		7,80,75,573	(3,29,20,395)
Current Tax		8,21,04,890	(3,74,09,896)
Deferred Tax		(40,29,317)	(4,50,909)
Prior Years Tax Changes		-	49,40,410
MAT Credit Available		-	-
XI Profit/(Loss) for the period from Continuing Operations (IX-X)		32,09,91,239	9,40,78,552
XII Profit/(Loss) from Discontinuing Operations		-	-
XIII Tax Expense of Discontinuing Operations		-	-
XIV Profit/(Loss) from Discontinuing Operations (after tax) (XII-XIII)		-	-
XV Profit/(Loss) for the Period (XI+XIV)		32,09,91,239	9,40,78,552
XVI Earnings per Equity Share			
- Basic	30	91.71	26.88
- Diluted	30	91.71	26.88

The Notes referred to above form an integral part of the Financial Statement

Madhavan & Co
As per our report of even date attached

For Madhavan & Co

Chartered Accountants

ICAI FRN: 0019095

Neeraj S Mitra

Partner

Membership No: 235401

Date: 30/08/2021

Place: Bangalore

UDIN: 21235401AAAAPK1559

For and on behalf of the Board of Directors

Raghavendra RAO HOSAKOTE
RAGHAVENDRA RAO HOSAKOTE · SURESH BABU ANAND SHAMARAO

Managing Director

DIN: 00379249

Date: 30/08/2021

Place: Bangalore

Director

DIN: 09200071

Date: 30/08/2021

Place: Bangalore



DCX CABLE ASSEMBLIES PRIVATE LIMITED

AEROSPACE SEZ SECTOR, PLOT NOS. 29, 30 AND 107, HITECH DEFENCE AND AEROSPACE PARK, KAVADADASANAHALLI BENGALURU RURAL Bangalore-56211
CIN: U31908KA2011PTC061686

Balance sheet as at March 31, 2021

Particulars		Note No.	March 31, 2021		March 31, 2020	
I. EQUITY AND LIABILITIES						
1	Shareholders' Funds					
	(a) Share Capital	3	3,50,00,000		3,50,00,000	
	(b) Reserves and Surplus	4	45,53,97,557		13,44,06,318	
	(c) Money Received Against Share Warrants			49,03,97,557		16,94,06,318
2	Share Application money pending allotment					
3	Non-Current Liabilities					
	(a) Long-Term Borrowings		-		-	
	(b) Deferred Tax Liabilities (Net)		-		-	
	(c) Other Long-Term Liabilities		-		-	
	(d) Long-Term Provisions	5	82,93,822	82,93,822	82,13,620	82,13,620
4	Current Liabilities					
	(a) Short-Term Borrowings	6	1,36,37,89,863		1,33,97,74,623	
	(b) Trade Payables					
	Total outstanding dues of micro enterprises	7	99,65,067		23,90,541	
	Total outstanding dues of creditors other	7	1,28,80,32,676		1,50,45,98,036	
	(c) Other Current Liabilities	8	4,55,05,55,863		3,95,16,90,231	
	(d) Short-Term Provisions	9	24,41,61,544	7,45,65,05,013	1,01,06,278	6,80,85,59,709
	Total			7,95,51,96,392		6,98,61,79,647
II.						
1	Non-Current Assets					
	(a) Property, Plant & Equipment					
	(i) Tangible Assets	10	15,42,27,334		16,51,19,802	
	(ii) Intangible Assets	10	17,74,252		8,72,849	
	(iii) Capital work-in-progress		-		-	
	(iv) Intangible assets under development		-		-	
	(b) Non-Current Investments		-		-	
	(c) Deferred Tax Assets (Net)	11	53,48,916		13,19,599	
	(d) Long-Term Loans and Advances	12	12,97,965		46,98,057	
	(e) Other Non-Current Assets		-	16,26,48,467	-	17,20,10,307
2	Current Assets					
	(a) Current Investments	13	-		10,00,000	
	(b) Inventories	14	2,01,67,69,763		77,21,19,329	
	(c) Trade Receivables	15	12,31,39,797		87,97,10,350	
	(d) Cash and Cash Equivalents	16	5,49,56,34,603		4,16,82,61,526	
	(e) Short-Term Loans and Advances	17	7,86,20,877		95,19,53,266	
	(f) Other Current Assets	18	7,83,82,885	7,79,25,47,925	4,11,24,869	6,81,41,69,340
	Total			7,95,51,96,392		6,98,61,79,647
	Contingent Liabilities and Commitments	19		4,10,47,26,958		1,90,71,86,030
	Significant Accounting Policies	2				

The Notes referred to above form an integral part of the Financial Statement

Madhavan & Co

As per our report of even date attached

For Madhavan & Co

Chartered Accountants

ICAI FRN: 001909S

Neeraj S. Mitran
Partner
Membership No. 235401
Date: 30/08/2021
Place: Bangalore
UDIN: 21235401AAAAFK1559

For and on behalf of the Board of Directors

Raghavendra Rao Hosakote Shamarao
Managing Director
DIN: 00379249
Date: 30/08/2021
Place: Bangalore

Suresh Babu Anand
Director
DIN: 09200071
Date: 30/08/2021
Place: Bangalore

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DCX CABLE ASSEMBLIES PRIVATE LIMITEDAEROSPACE SEZ SECTOR, PLOT NOS. 29, 30 AND 107, HITECH DEFENCE AND AEROSPACE PARK, KAVADADASANAHALLI BENGALURU
RURAL Bangalore-562110

CIN: U31908KA2011PTC061686


Cash Flow Statement for the year ended March 31, 2021

Particulars	March 31, 2021	March 31, 2020
Cash Flow from Operating activities:		
Operating Profit before Working capital Changes	32,09,91,239	9,40,78,552
Adjustments For:		
Depreciation	2,42,92,259	85,86,528
Deferred tax	(40,29,317)	4,50,909
Income from investment in mutual fund	(1,76,650)	(1,73,270)
Interest Income	(22,39,63,417)	(14,68,68,037)
Changes in Inventories	(1,24,46,50,435)	(70,77,02,244)
Dividend Income	-	-
Trade & Other Receivables	1,59,60,45,018	22,45,75,730
Trade & Other Payable	64,80,25,507	2,01,69,77,108
Cash Flow From Operating Activities	1,11,65,34,205	1,48,99,25,275
Cash Flow From Before Extraordinary Items	1,11,65,34,205	1,48,99,25,275
Extra ordinary items:	-	-
Net Cash Flow From Operating Activities (A)	1,11,65,34,205	1,48,99,25,275
Cash Flow From Investing Activities:		
Investment in Fixed Asset	(1,43,01,194)	(10,28,28,015)
Sale of investment securities	10,00,000	4,00,00,000
Interest Income	22,39,63,417	14,68,68,037
Income from investment in mutual fund	1,76,650	1,73,270
Net Cash Flow From Investing Activities (B)	21,08,38,873	8,42,13,292
Cash Flow From Financing Activities		
Increase in equity Share Capital	-	-
Share application pending allotment	-	-
Dividend Income	-	-
Net Cash From Financing Activities (C)	-	-
Net Increase/Decrease in Cash & Cash Equivalents (A+B+C)	1,32,73,73,078	1,57,41,38,568
Opening Cash & Cash Equivalents as at 1st April	4,16,82,61,526	2,59,41,22,958
Closing Cash and Cash Equivalents as at 31st March	5,49,56,34,603	4,16,82,61,526

Note: This cash flow statement is prepared in indirect method, as set out in para 18b of AS-3, companies (Accounting Standard) rules 2006

Madhavan & Co.
As per our report of even date attached
For Madhavan & Co
Chartered Accountants
ICAI FRN: 001909S

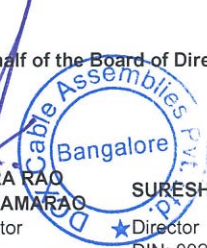
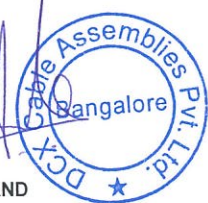
Neeraj S Mitran
Partner
Membership No: 235404
Date: 30/08/2021
Place: Bangalore
UDIN: 21235401AAAAFK1559



For and on behalf of the Board of Directors

Raghavendra Rao
RAGHAVENDRA RAO
HOSAKOTE SHAMARAO
Managing Director
DIN: 00379249
Date: 30/08/2021
Place: Bangalore

Suresh Babu Anand
SURESH BABU ANAND
Director
DIN: 09200071
Date: 30/08/2021
Place: Bangalore

DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021
CIN: U31908KA2011PTC061688

1 Background

DCX is leading source for engineered MIL/AERO high performance interconnect products. The company designs, engineers and produces Cable & Harness Assemblies, Fine Wire Cable Assemblies, Flex Flat Cable Assemblies, EMI Shielded Cable Harness, Wired Enclosures, Backpane Assemblies, Diagnostic Test Sets and Conduit Assemblies. The company is striving to be the market leader in the future years to come.

2 Significant Accounting Policies

2.01 Basis of preparation

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') and comply with the mandatory Accounting Standards ('AS') prescribed by the Companies (Accounting Standards) Rules, 2015 and the relevant provisions of the Companies Act, 2013 (the Act) and the relevant amendment rules issued thereafter.

2.02 Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management of the Company to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates. The significant estimates used by the management in the preparation of these financial statements include estimation of the economic lives of fixed assets and provision for employee benefits. Any revision to accounting estimates is recognised prospectively in the current and future periods.

2.03 Estimation of uncertainties relating to the global health pandemic from COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables and unbilled revenues.

The company has further assessed the vendor quality to ensure that they bear no threat to the purchases to be completed at a later date. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including client related information and economic forecasts. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

2.04 Revenue recognition

Revenue is recognized at the time of transfer of significant risks and rewards of ownership to the buyer and Invoices raised and excludes the amount collected towards goods and service tax.

Revenue from service are recognized as and when services are rendered and related costs are incurred in the accordance with terms and conditions of the agreement entered into by the company with its customers.

Interest on Bank Deposits

Interest on bank deposits is recognised on the time proportion method, using the underlying interest rates.



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

CIN: U31900KA2011PTC061686

2.05 Property, Plant and Equipment (PPE)

2.05a Property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the Property, plant and equipment if the recognition criteria are met. All other repair and maintenance costs are recognised in the Statement of Profit and Loss as incurred. An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognised.

Expenditure directly relating to expansion is capitalised only if it increases the life or functionality of an asset beyond its original standard of performance.

Borrowing costs directly attributable to acquisition of those assets which necessarily take a substantial period of time to get ready for their intended use are capitalised. However, there are no qualifying assets for the year under audit.

Advances paid towards the acquisition of Property, Plant and Equipment assets outstanding at each balance sheet date and the cost of those assets not ready for their intended use before such date are disclosed either as advances or capital work-in-progress.

2.06 Depreciation

Depreciation on Property, Plant and Equipment (PPE/asset) is provided on written down value basis over the estimated economic useful life of the assets as prescribed in schedule II of the Companies Act, 2013 or as determined based on a technical evaluation by the company periodically.

The management's assessment of the useful life of the assets and the depreciation rates are as follows:

Asset category	Estimated useful life (years)
Building	30
Computer hardware	3
Software	5 - 10
Electrical Installations	10
Office equipments	10
Plant and Machinery	10
Tools & Equipments	10
Furniture & Fixtures	10

Individual assets costing INR 5,000 or less are depreciated in full, in the year of purchase.

2.07 Software cost

The cost incurred in acquiring application software for use in operation and administration of the Company are capitalised in the year of acquisition. Subscriptions to software are treated as revenue expenses as the economic life of such software does not exceed one year.

2.08 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Profit and Loss Account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount, subject to a maximum of depreciated historical cost. No such impairment exists for the year under audit.



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

CIN: U31908KA2011PTC061686

2.09 Foreign currency transactions

Initial Recognition

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

Conversion

Foreign currency monetary items are reported using the closing exchange rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

Exchange Differences

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

2.10 Employee benefits

Provident fund

The Company contributes to the statutory provident fund of the Regional Provident Fund Commissioner, in accordance with Employees provident fund and Miscellaneous Provision Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

Gratuity

The Company provides for the gratuity, a defined benefit retirement plan covering all employees. The plan provides for lump sum payments to employees upon death while in employment or on separation from employment after serving for the stipulated years mentioned under 'The Payment of Gratuity Act, 1972'. The Company accounts for liability of future gratuity benefits based on an external actuarial valuation on projected unit credit method carried out for assessing liability as at the reporting date.

Actuarial gains and losses arising from experience adjustments and change in actuarial assumptions are recognized in the statement of profit and loss in the period in which they arise.

The total liability of Gratuity as on the reporting date is INR 57,61,238, of which INR 2,79,453 is current and INR 54,81,785 is non current. The company does not have a separate fund for settling the gratuity amounts of the employees and is intending to settle the said amounts through the consolidated funds available with the company. The company has during the current year paid INR 277,294 as gratuity.

Leave encashment

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay because of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

The total liability of leave encashment as on the reporting date is INR 29,46,839, of which INR 134,802 is current and INR 28,12,037 is non current. The company does not have a separate fund for settling the leave encashment amounts of the employees and is intending to settle the said amounts through the consolidated funds available with the company. The company has during the current year paid INR 1,79,447 as leave encashment.



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021
CIN U31909KA2011PTC061686

2.11 Operating leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account with reference to lease terms & other considerations. There are no operating lease during the reporting year.

2.12 Taxes on income

Current tax

Income tax is determined as the amount of income tax payable under Indian Income Tax Act, 1961 in respect of taxable income for the period. During the current year, the company has recognised a liability of INR 8,21,04,890/- for taxes payable.

Deferred tax

Deferred tax is recognised, subject to the consideration of prudence in respect of deferred tax asset, on timing differences, being the timing differences between taxable income and accounting income that originate in one period and are capable of being reversed in one or more subsequent periods. For the current year, the company has recognised a deferred tax (Asset) of INR 40,29,317/- .

2.13 Earnings per share

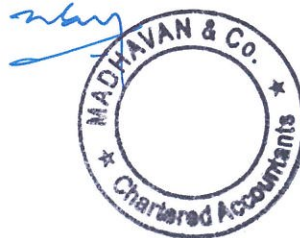
Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

2.14 Provisions and contingent liabilities

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. The company has created a provision for INR 17,07,34,591 towards for the current year.

Provision for onerous contracts i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of obligating event, based on a reliable estimate of such obligation.

The company has provided bank guarantees to its customers for a total of INR 410,47,26,958/- as on the reporting date.



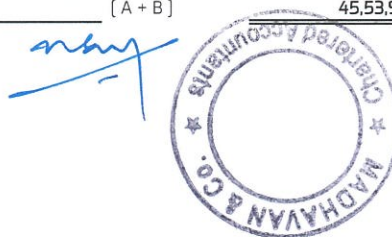
DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021
CIN: U31908KA2011PTC061666

Share Holders' Funds

3	Share Capital	March 31, 2021		March 31, 2020	
		Number	Amount (INR)	Number	Amount (INR)
3.01	Authorised share capital				
	Equity shares of INR. 10 each	35,00,000	3,50,00,000	35,00,000	3,50,00,000
	Preference shares of INR. 100 each	1,50,000	1,50,00,000	1,50,000	1,50,00,000
		36,50,000	5,00,00,000	36,50,000	5,00,00,000
3.02	Issued, subscribed and fully paid up				
	Equity shares of INR. 10 each	35,00,000	3,50,00,000	35,00,000	3,50,00,000
	Preference shares of INR. 0 each	-	-	-	-
	Total	35,00,000	3,50,00,000	35,00,000	3,50,00,000
3.03	Reconciliation of share capital	Equity		Equity	
		Number	Amount (INR)	Number	Amount (INR)
	Balance at the beginning of the year	35,00,000	3,50,00,000	35,00,000	3,50,00,000
	Add : Issued during the year	-	-	-	-
	Balance at the end of the year	35,00,000	3,50,00,000	35,00,000	3,50,00,000
3.04	Rights, preferences and restrictions attached to share	The Company has only one class of equity shares having a face value of INR. 10 per share. Each holder of equity share is entitled to one vote per share.			
3.05	Shares held by holding company, ultimate holding company, subsidiaries / associates of holding company or ultimate holding company				
	Shareholder	Number	Amount (INR)	Number	Amount (INR)
	M/s VNG Technology Pvt Ltd	17,85,000	1,78,50,000	17,85,000	1,78,50,000
	M/s NCBG Holdings Inc	9,10,000	91,00,000	9,10,000	91,00,000
		26,95,000	2,69,50,000	26,95,000	2,69,50,000
3.06	Shareholders holding more than 5% of the shares	Number	%	Number	%
	Equity shares of INR. 10 each				
	Mr. Dinesh Poonamchand Shah	8,04,850	22.996%	8,04,850	22.996%
	M/s NCBG Holdings Inc	9,10,000	26.000%	9,10,000	26.000%
	M/s VNG Technology Pvt Ltd	17,85,000	51.000%	17,85,000	51.000%

4	Reserves and Surplus	March 31, 2021		March 31, 2020	
4.01	Surplus in Profit and loss account				
	Balance at the beginning of the year		13,44,06,318		4,03,27,767
	Add: Profits for the year		32,09,91,239		9,40,78,551
	Balance at the end of the year	[B]	45,53,97,557	13,44,06,318	
	Total	[A + B]	45,53,97,557	13,44,06,318	



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

CIN: U31906KA2011PTC061686

Non Current Liabilities

5	Long-Term Provisions	March 31, 2021	March 31, 2020
5.01	Provision for employee benefits		
	- Gratuity (Non Funded)	54,81,785	54,04,988
	- Leave encashment.	28,12,037	28,08,632
5.02	Other long-term provisions	-	-
	Total	82,93,822	82,13,620

Read with Note 31.

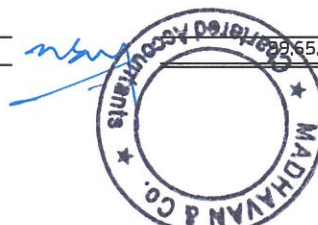
Current Liabilities

6	Short-Term Borrowings	March 31, 2021	March 31, 2020
6.01	Secured		
	Loans repayable on demand		
	- From banks	1,36,37,89,863	1,33,97,74,623
	- From other parties	-	-
6.02	Unsecured		
	Loans repayable on demand		
	- From banks	-	-
	- From other parties	-	-
	Total	1,36,37,89,863	1,33,97,74,623

7	Trade Payables	March 31, 2021	March 31, 2020
7.01	Micro, small and medium enterprise	99,65,067	23,90,541
7.02	Dues to other creditors	1,28,80,32,676	1,50,45,98,036
	Total	1,29,79,97,743	1,50,69,88,577

As per the records and information available with the company, the enterprises/ vendors who have declared to the company regarding the status of the registration under Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 have been accordingly classified as on the reporting date.

7.03	Micro, Small and Medium Enterprises Development Act, 2006	March 31, 2021	March 31, 2020
	(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year.	99,65,067	23,90,541
	(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
	(iii) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond appointed day during each accounting year	-	-
	(iv) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
	(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
	(vi) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-
	Total	99,65,067	23,90,541



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

CIN: U31908KA2011PTC061686

8	Other Current Liabilities	March 31, 2021	March 31, 2020
	Employee dues		
	- Salary payable	37,42,208	30,48,117
	- Accrued bonus	3,84,115	12,03,020
	Statutory dues		
	- Payable towards taxes deducted at source	18,87,594	17,50,416
	- Payable towards GST	10,27,229	68,94,728
	- Payable towards other taxes & Cess	5,74,013	6,63,238
	Other payables		
	- Trade Advances	4,53,74,13,078	3,93,66,47,295
	- Other payables	55,27,625	14,83,417
	Total	4,55,05,55,863	3,95,16,90,231
9	Short-Term Provisions	March 31, 2021	March 31, 2020
	Provision for employee benefits		
	- Gratuity	2,79,453	2,65,814
	- Leave encashment	1,34,802	1,34,386
	Others		
	- Provision for expenses	16,10,12,399	-
	- Provision for Audit fee	6,30,000	3,96,000
	- Provision for Income Tax	8,21,04,890	93,10,078
	Total	24,41,61,544	1,01,06,278
Non Current Assets			
11	Deferred Tax Assets (Net)	March 31, 2021	March 31, 2020
	Deferred tax assets		17,70,508
	- On timing differences of depreciation between Companies Act 2013 and Income Tax Act 1961	27,01,269	-
	- On timing difference of expenditure	26,47,647	-
	Less: Deferred tax liabilities		
	On timing differences of depreciation between Companies Act 2013 and Income Tax Act 1961	-	4,50,909
	Total	53,48,916	13,19,599
12	Long-Term Loans and Advances	March 31, 2021	March 31, 2020
12.02	Unsecured, considered good		
	Capital advances		
	- Capital Advance for land	5,00,000	5,00,000
	- Deposit with government authorities	59,788	59,788
	Loans and advances to related parties	-	-
	Other loans and advances		
	- Security deposits, Unsecured considered good	7,38,177	41,38,269
	Total	12,97,965	46,98,057

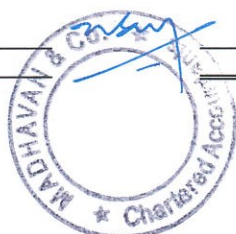


DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021
CIN: U31906KA2011PTCO61686

Current Assets

		March 31, 2021	March 31, 2020
13	Current Investments		
	· Investments in mutual funds	-	10,00,000
	Total	-	10,00,000
	The company had invested the above mentioned sum in Canara Robeco Capital Protection Oriented Fund, ISIN INF760K01103. The NAV as on 31.03.2020 was INR 11.89 and the value of the fund is INR 11,89,000 as on March 31, 2020. The company has redeemed all units and holds no investment as at the end of the reporting period.		
14	Inventories		
	· Raw materials	1,30,43,32,132	47,93,44,390
	· Work-in-progress	69,24,64,712	14,34,43,170
	· Finished goods	1,99,72,919	14,93,31,769
	Total	2,01,67,69,763	77,21,19,329
15	Trade Receivables		
15.01	Outstanding for less than 6 months		
	- Unsecured, considered good	97,35,159	87,49,45,207
15.02	Outstanding for more than 6 months		
	- Unsecured, considered good	11,34,04,638	47,65,144
	Total	12,31,39,797	87,97,10,350
16	Cash and Cash Equivalents		
16.01	Balances with banks		
	· in current accounts	85,88,21,446	56,40,71,323
	· Against Guarantees	3,97,88,20,677	2,38,87,91,627
	Bank deposits with original maturity of more 3 months but less than 12 months	65,79,85,635	1,21,53,98,576
16.02	· Cash on hand	6,845	-
	Total	5,49,56,34,603	4,16,82,61,526
17	Short-Term Loans and Advances		
17.01	Unsecured, considered good	-	-
	· Loans and advances to related parties	11,98,857	11,98,857
	· other advances	7,74,22,020	95,07,54,409
	Total	7,86,20,877	95,19,53,266
18	Other Current Assets		
	· Unsecured, considered good		
	- Deposits with Government authorities	6,29,81,996	3,60,40,160
	- Prepaid expenses	1,54,00,888	49,83,044
	- Advance salary	-	1,01,665
	Total	7,83,82,885	4,11,24,869
19	Contingent Liabilities and Commitments		
19.01	Contingent liabilities		
	· Guarantees	4,10,47,26,958	1,90,71,86,030
	Total	4,10,47,26,958	1,90,71,86,030



10 Non Current Assets

10.01	Property, Plant & Equipment	Particulars	TANGIBLE ASSETS										INTANGIBLE ASSETS		Total			
			Computers	Office Equipments	Furniture and Fixtures	Leasehold Improvements	Tools & Equipments	Electrical Installations	Plant & Machinery	Leasehold Land	Building	Vehicles	Software					
	Gross block																	
	Balance as at March 31, 2020		4873,277	20,48,313	34,82,243	83,38,780	50,14,497	98,12,088	3,86,76,913	3,81,01,391	7,46,03,353	76,18,153	79,55,431	20,05,24,439				
	Additions		11,14,302	81,039	4,21,821	-	1,00,464	2,82,902	4,84,300	-	1,19,64,307	-	13,88,246	1,58,37,381				
	Disposals		-	-	-	-	-	-	-	-	-	-	-	-				
	Reclassification		-	-	-	-	-	-	-	-	(15,36,187)	-	-	(15,36,187)				
	Balance as at March 31, 2021		59,87,579	21,29,352	39,04,064	83,38,780	51,14,961	1,00,94,990	3,91,61,213	3,81,01,391	8,50,31,473	76,18,153	93,43,677	21,14,82,633				
10.02	Accumulated depreciation and																	
	Balance as at March 31, 2020		4,15,979	16,86,503	11,37,964	83,38,780	34,46,052	7,58,706	65,84,070	-	6,00,292	7,36,880	70,82,582	3,45,31,787				
	Depreciation charge		7,41,601	1,02,049	6,92,499	-	4,30,029	23,87,898	96,40,358	-	76,74,321	2,14,9,022	4,86,844	24,30,062				
	Reversal on disposal of assets		-	-	-	-	-	-	-	-	(12,361)	-	(12,361)					
	Reclassification		-	-	-	-	-	-	-	-	-	-	-					
	Balance as at March 31, 2021		49,01,580	17,88,552	18,30,443	83,38,780	38,76,081	31,46,604	1,62,24,428	-	82,62,252	28,85,902	75,69,426	5,88,24,047				
	Net block																	
	Balance as at March 31, 2021		10,85,999	3,40,800	20,73,621	-	12,38,880	69,48,386	2,29,36,785	3,81,01,391	7,67,69,221	47,32,251	17,74,252	15,60,01,586				
	Balance as at March 31, 2020		713,298	3,61,810	23,44,299	-	15,68,445	90,53,382	3,20,92,843	3,81,01,391	7,40,03,061	68,81,273	8,72,849	16,59,92,652				
	Summary		March 31, 2021	March 31, 2020														
	Total of Tangible Assets		15,42,27,334	15,42,27,334														
	Total of Intangible Assets		17,74,252	17,74,252														
	Total		15,60,01,586	15,60,01,586														


MADHAVAN & Co.
 Chartered Accountants

DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

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		<u>March 31, 2021</u>	<u>March 31, 2020</u>
25	Finance Costs		
	Interest expense	4,73,90,457	5,49,76,241
	Other borrowing costs		
	- Bank charges	98,53,540	80,46,051
	- Bank Guarantee charges	4,19,74,375	1,48,55,484
	Total	9,92,18,372	7,78,77,776
26	Depreciation and Amortization Expense		
	Depreciation of tangible & intangible assets (also refer note 10)	2,42,92,259	85,86,528
	Total	2,42,92,259	85,86,528
27	Other Expenses		
	Payment to Auditors		
	- as auditor	7,00,000	4,40,000
	Power & Fuel	23,08,530	18,79,161
	Rent	-	59,96,388
	Repairs to buildings	1,14,523	11,48,564
	Repairs and maintenance - Machinery	8,49,628	16,18,232
	Insurance	12,99,734	19,46,476
	Rates and taxes (excluding taxes on income)	39,32,521	35,07,721
	Net loss on foreign currency translation	-	24,29,57,973
	Miscellaneous expenses		
	- Business promotion expenses	1,32,031	2,52,243
	- Communication expenses	5,27,042	4,98,371
	- Transportation expenses	1,14,81,502	1,30,31,678
	- Printing & stationery and Postage	2,87,279	3,92,649
	- Professional fees	2,53,22,382	91,14,912
	- Travelling & conveyance expenses	4,44,917	29,13,337
	- Other expenses	1,77,27,571	66,18,908
	Total	6,51,27,658	29,23,16,614



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

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Other Disclosures

		<u>March 31, 2021</u>	<u>March 31, 2020</u>
28	Earnings in Foreign Currency		
	Professional service	-	-
	Export sales	6,11,93,34,351	3,94,02,99,216
	Other Income	19,60,53,356	45,339
29	Expenditure in Foreign Currency		
	Import of Raw materials	4,25,79,92,190	2,13,35,33,454
	Local purchase of Raw materials	2,95,25,53,445	-
	Travelling Expense	-	10,71,200
	IT Accessories Expenses	71,799	65,162
	Bank Guarantee Charges	30,47,072	46,50,914
	Professional expense	1,38,55,757	54,36,377
	Fixed Assets	-	2,59,50,506
	LD charges	1,08,00,641	-
	Miscellaneous expenses	3,64,600	13,008
	Frieght Charges	-	23,058
30	Earning Per Share		
	Nominal value of equity shares (INR)	10	10
	Net profit after tax	32,09,91,239	9,40,78,552
	Basic number of Equity shares of INR. 10 each outstanding during the year	35,00,000	35,00,000
	Weighted average number of Equity shares of INR. 10 each outstanding during the year	35,00,000	35,00,000
	Basic earnings per share (INR)	91.71	26.88
	Diluted earnings per share (INR)	91.71	26.88



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021

CIN: U31908KA2011PTC061686

31 Gratuity and Leave Encashment plans

The Company has an unfunded defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on separation at 15 days' salary (last drawn salary) for each completed year of service.

	31 March 2021 (INR)		31 March 2020 (INR)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Expense recognized in statement of profit and loss (as employee cost)				
Current service cost	7,97,820	4,43,454	7,58,413	4,29,749
Interest cost on benefit obligation	3,85,615	2,00,125	3,42,634	1,48,541
Expected return on plan assets	-	-	-	-
Net actuarial (gain) / loss recognized in the year	(8,15,705)	(4,60,311)	3,65,454	-
Past service cost	-	-	-	6,03,461
Net (benefit) / expense	3,67,730	1,83,268	14,66,501	11,81,751

	31 March 2021 (INR)		31 March 2020 (INR)	
	Gratuity	Leave Encashment	Gratuity	Encashment
Amount recognized in Balance Sheet				
Opening Net Liability	(56,70,802)	(29,43,018)	(44,21,086)	(19,16,662)
Expenses as above	(3,67,730)	(1,83,268)	(14,66,501)	(11,81,751)
Employer Contribution	2,77,294	1,79,447	2,16,785	1,55,395
Acquisition Adjustment	-	-	-	-
Closing Net Liability	(57,61,238)	(29,46,839)	(56,70,802)	(29,43,018)

	31 March 2021 (INR)		31 March 2020 (INR)	
	Gratuity	Leave Encashment	Gratuity	Encashment
Changes in the present value of defined benefit obligation are as follows:				
Opening defined benefit obligation	56,70,802	29,43,018	44,21,086	19,16,662
Current service cost	7,97,820	4,43,454	7,58,413	4,29,749
Interest cost	3,85,615	2,00,125	3,42,634	1,48,541
Past service cost	-	-	-	-
Benefits paid	(2,77,294)	(1,79,447)	(2,16,785)	(1,55,395)
Actuarial (gains) / losses on obligation	(8,15,705)	(4,60,311)	3,65,454	6,03,461
Closing defined benefit obligation	57,61,238	29,46,839	56,70,802	29,43,018

The Company has not contributed any amount to gratuity during the year ended March 31, 2021 and March 31, 2020, as the scheme is unfunded.

The principal actuarial assumptions used in determining gratuity and leave encashment obligations for the Company's plans are shown below

	March 31, 2021	March 31, 2020
Discount Rate	6.81% per annum	6.80% per annum
Rate of increase in Compensation levels	8.00% per annum	8.00% per annum
Rate of Return on Plan Assets	Not Applicable	Not Applicable
Expected Future Service	29.94 years	28.33 years

	31 March 2021 (INR)		31 March 2020 (INR)	
	Gratuity	Leave Encashment	Gratuity	Leave
Experience adjustment table				
Present value of obligation at the end of the period	57,61,238	29,46,839	56,70,802	29,43,018
Plan assets	-	-	-	-
Funded Status	(57,61,238)	(29,46,839)	(56,70,802)	(29,43,018)
Actuarial gain/(loss) in PBO	8,15,705	4,60,311	(3,65,454)	(6,03,461)
Actuarial (gain)/loss for the year - Plan Assets	-	-	-	-



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2021
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32 Related Party Disclosures

32.01 Parties where control exists includes:

<u>Name of party</u>	<u>Nature of relationship</u>
Hosakote Shamarao Raghavendra Rao	Managing Director
Dilip Poonam Shah	Director
Neal Jeremy Castleman	Director
Premkumar Ramachand Kaviath	Director
Ravikumara Eranna	Director
N Narendra	Director
R.Sankarakrishnan	Director
Vijaybhai Somabhai Patel	Director
VNG Technology Private Limited	Holding Company
NCBG Holdings Inc	Associate Company
DCX Chol Inc	Common Directorship
Vinyas Innovative Technologies Pvt Ltd	Common Directorship

32.02 Summary of transactions with related parties:

<u>Name of Party</u>	<u>Description of transaction</u>	<u>March 31, 2021</u>	<u>March 31, 2020</u>
DCX -CHOL Enterprises, Inc	Export of Goods	1,19,42,901	96,79,936
	Import of Goods	57,67,959	1,92,87,423
	Reimbursement of Expenses	17,11,096	32,41,605
	Reimbursement of Expenses Paid	(11,47,547)	(32,41,605)
Vinyas Innovative technology Pvt Ltd	Sale of Goods	8,63,156	6,47,864
	Local Purchase of Goods	96,75,92,838	25,23,80,155
Hosakote Shamarao Raghavendra Rao	Remuneration	88,75,520	1,10,86,698
	Reimbursement of Expenses	5,50,000	4,772
	Reimbursement of Expenses Paid	(5,50,000)	-
Premkumar Ramachand Kaviath	Remuneration	38,18,073	41,73,500
	Reimbursement of Expenses	3,071	32,190
	Reimbursement of Expenses Paid	(3,071)	(32,190)
Ravikumara Eranna	Remuneration	35,96,079	32,77,288
	Reimbursement of expenses	4,159	4,459
	Reimbursement of Expenses Paid	(3,452)	(4,459)
N Narendra	Reimbursement of expenses	1,08,149	-
Vijaybhai Somabhai Patel	Reimbursement of expenses	1,47,08,996	-
	Reimbursement of Expenses Paid	(1,41,91,996)	-

32.03 Closing balances with related parties:

<u>Name of Party</u>	<u>Description of transaction</u>	<u>March 31, 2021</u>	<u>March 31, 2020</u>
DCX Chol Ent Inc	Trade Payables/(Receivables)	10,36,717	1,05,68,076
DCX Chol Ent Inc	Reimbursement of Expenses Payable	5,63,548	-
Vinyas Innovative technology Pvt Ltd	Trade Payables/(Receivables)	20,42,02,553	-
Vinyas Innovative technology Pvt Ltd	Advance to Related party	(2,54,696)	-
Hosakote Shamarao Raghavendra Rao	Remuneration payable	11,07,402	5,37,340
Hosakote Shamarao Raghavendra Rao	Reimbursement of Expenses Payable	(9,44,161)	(9,44,161)
Premkumar Ramachand Kaviath	Remuneration payable	-	3,41,669
Premkumar Ramachand Kaviath	Reimbursement of Expenses Payable	-	11,445
Ravikumara Eranna	Remuneration payable	2,00,580	1,93,366
Ravikumara Eranna	Reimbursement of Expenses Payable	707	-
N Narendra	Reimbursement of Expenses Payable	1,08,149	-
Vijaybhai Somabhai Patel	Reimbursement of Expenses Payable	5,17,000	-



DCX CABLE ASSEMBLIES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31 2021
CIN: U31908KA2011PTCO61656

33 Transfer Pricing

The Company is required to use certain specified methods in computing arm's length price of international transactions between the associated enterprises and maintain prescribed information and documents relating to such transactions. The appropriate method to be adopted will depend on the nature of transactions / class of transactions, class of associated persons, functions performed and other factors, which have been prescribed. The Company is in the process of updating a study to ascertain whether such international transactions with associated enterprises are in compliance with the transfer pricing norms referred to above. Management is of the view that the Company is in compliance with transfer pricing norms for determination of arm's length prices and maintenance of relevant documentation in relation to international transactions with associated enterprises entered into during the period. Accordingly, no accrual for tax, interest or penalty payable in case of such non-compliance, if any, has been made in these financial statements.

34 Other Disclosures

- 34.01 Previous year figures have been regrouped wherever necessary.
34.02 In the opinion of the management, current assets, loans and advances have a value not less than what is stated in the accounts if realized in the ordinary course of business.
34.03 The company has received third party ledger confirmations and is in the process of reconciliation in case the same is not already reconciled.

Madhavan & Co

Signatures to Notes to Financial statements 1-34

As per our report of even date attached

For Madhavan & Co

Chartered Accountants

ICAI FRN: 009095

Neeraj S Mitran

Neeraj S Mitran

Partner

Membership No: 235401

Date: 30/08/2021

Place: Bangalore

UDIN: 2125100100051AAA FK1559



Raghavendra Rao

RAGHAVENDRA RAO
HOSAKOTE SHAMARAO

Managing Director

DIN: 0000379249

Date: 30/08/2021

Place: Bangalore

For and on behalf of the Board of Directors

Suresh Babu Anand

SURESH BABU ANAND

Director

DIN: 09200071

Date: 30/08/2021

Place: Bangalore

