



**AVALON TECHNOLOGIES PRIVATE
LIMITED**

**Audited Financial Report
FY 2020 (Apr'2019 – Mar'2020)**

By

Karpagam Krishnan & Natrajan

Chartered Accountants

Independent Auditor's**Report To the Avalon Technologies Private Limited****Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Avalon Technologies Private Limited ('the Company'), which comprise the balance sheet as at 31 March 2020, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial

statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this Report are in agreement with the books of account;

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors as on 31 March 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2020 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 over financial reporting of the company the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

- i. The company has enclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 32 to the financial statements
- ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and
- iii, There are no amounts, required to be transferred, to the investor Education and Protection Fund by the Company.

Place: Chennai
Date: 27.11.2020

For Karpagam Krishnan and Natarajan
Chartered Accountants.
Firm's registration number:001748S


S.Srikanth
Partner
Membership number: 026588
UDIN:20026588AAAAIZ7705



Annexure A to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2020, we report that:

- i. a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.

b) We are informed that the Fixed Assets have been physically verified by the management at the end of the year which in our opinion is reasonable having regards to the size of the company and nature of its assets and that no material discrepancies were noticed on such verification.

c) According to the information and explanations given to us, and on the basis of the records of the company examined by us including lease deeds in respect of leasehold property, we report that the title deeds of immovable properties are held in the name of the company.
- ii. We are informed that the physical verification of inventory has been conducted by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- iii. a) The Company has granted unsecured loans, which as explained to us in the nature of a current account, to two parties covered in the register maintained under section 189 of the Companies Act.

b) In respect of unsecured loans given as above in our opinion and according to the information and explanations given to us, rate of interest and other terms and conditions of loans are not prime facie prejudicial to the interest of the company.

c) As per the information and explanations given to us, since the loan is in the nature of a current account, there is no stipulation as to the repayment of principal/interest, and hence, relative reporting requirements are not commented upon by us.
- iv. According to the information and explanations given to us and the records of the company examined by us, the company has complied with the provisions of section 185 and 186 of Act in respect of investments and guarantees in respect of transactions entered during the year.
- v. The company has not accepted any deposits from the public during the year and hence, the derivatives issued by the Reserve Bank of India and the provisions of the Section 73 to 76 or any other relevant provisions of the Act and rules framed thereunder are not applicable.

- vi. To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act for the Company.
- vii. (a) As per the information and explanations given to us and according to our examination of the records of the company, the company has generally been regular in depositing undisputed statutory dues including Provident fund, Employees' state insurance, Income tax, Sales tax, Duty of excise, Duty of customs, Service tax, Value added tax, Goods and Services tax, cess and other statutory dues, as applicable to the company to the appropriate authorities during the year and no undisputed amounts in respect of material statutory dues were in arrears as at 31 March 2020 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and the records of the company examined by us, there were no dues of income tax, sales tax, service tax, duty of customs, duty of excise and goods and services tax which have not been deposited on account of any dispute as at 31 March 2020, except as given;

Nature of Due: Income Tax (with Surcharge, Cess and Interest Amount thereon under Income Tax Act 1961

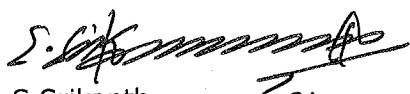
Amount (in Rs.)	Period to which the amount relates	Forum where dispute is pending
56,20,620	AY 2011-12	Income Tax Appellate Tribunal
29,75,250	AY 2010-11	
1,13,16,820	AY 2009*-10	
*Net of Rs.1,00,00,000 deposited under protest		

- (viii) In our opinion and according to the information and explanations given to us and the records of the company examined by us, the Company has not defaulted in repayment of loans to the banks and Non-Banking financial companies. The Company has neither taken any loan or borrowings from any financial institutions, nor has it issued any debentures.
- (ix) According to the information and explanations given to us and the records of the company examined by us, no money were raised by way of initial public offer or further public offer (including debt instruments). Terms loans availed during the year has been applied for the purpose for which the loan was taken.

- (x) During the course of our examination of the books and records of the company carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instances of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have been informed of any such case by the management.
- (xi) Since the Company is a private limited Company, Provisions of Section 197 read with Schedule V to the Act is not applicable and hence the relative reporting requirements under the order is not commented upon.
- (xii) The Company is not a Nidhi company. Accordingly, the reporting requirements under clause (xii) of paragraph 3 of the Order are not applicable.
- (xiii) According to the information and explanations given to us and records of the company examined by us, all the transactions with related parties are in compliance with section 188 of the Act wherever applicable, and the details thereof have been duly disclosed in Note No.28 to the financial statements as required under the applicable accounting standards. Section 177 is not applicable to the company, and hence, the relative reporting requirement under the Order is not commented upon.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) During the financial year 2019-20 Avalon Technologies Pvt Ltd, purchased 60695 number of shares from shareholders of Avalon Technology & Services Pvt Ltd by issuing 8386 number of shares in Avalon Technologies Pvt Ltd at a face value of Rs.100 with a premium of Rs.12599.95 in exchange therefor, Other than the company has not entered into any non-cash transactions with directors or persons connected with the directors.
- (xvi) According to the information and explanations give to us and the records of the company examined by us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, the reporting requirement under clause (xvi) of paragraph 3 of the Order is not applicable.

Place: Chennai
Date: 27.11.2020

For Karpagam Krishnan and Natarajan,
Chartered Accountants.
Firm's registration number: 001748S


S.Srikanth
Partner
Membership number: 026588
UDIN: 20026588AAAAIZ7705



ANNEXURE B

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 over financial reporting of Avalon Technologies Private Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal financial controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by the Institute of Chartered Accountants of India and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit Internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respect.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purpose in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting


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

Opinion

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

Place: Chennai
Date: 27.11.2020

For Karpagam Krishnan and Natarajan
Chartered Accountants.
Firm's registration number:001748S


S.Srikanth
Partner
Membership number: 026588
UDIN: 20026588AAAAIZ7705



AVALON TECHNOLOGIES PRIVATE LIMITED			
Balance Sheet as at 31st Mar, 2020			
All figures in INR Lacs			
Particulars	Note No.	Audited	Audited
		As at 31st Mar, 2020	As at 31st Mar, 2019
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	2	503.00	494.61
(b) Reserves and Surplus	3	18,518.53	16,938.58
2 Non-Current Liabilities			
(a) Long Term Borrowings	4	752.20	35.32
(b) Long-Term Provisions	5	424.89	335.63
3 Current Liabilities			
(a) Short-Term Borrowings	6	11,751.42	12,598.97
(b) Trade Payables	7	6,576.84	5,414.50
(c) Other Current Liabilities	8	1,089.97	793.72
(d) Short-Term Provisions	9	635.67	848.28
TOTAL		40,252.52	37,459.60
II. ASSETS			
1 Non-Current Assets			
(a) Fixed assets			
(i) Tangible Assets (Property, Plant & Equipment)	10	3,057.38	2,651.68
(ii) Intangible Assets	10	19.57	18.86
(iii) Capital Work In Progress	11	266.93	160.54
(b) Investment	10a	1,115.29	-
(c) Deferred Tax Asset	12	23.81	60.05
(d) Long-Term Loans and Advances	13	233.61	239.60
2 Current Assets			
(a) Inventories	14	12,834.69	9,644.98
(b) Trade Receivables	15	18,479.82	18,815.46
(c) Cash and Bank Balances	16	2,342.51	1,322.43
(d) Short-Term Loans and Advances	17	1,702.66	4,240.20
(e) Other Current Assets	18	176.25	305.82
TOTAL		40,252.52	37,459.60

Summary of Significant Accounting Policies and Other Notes to Accounts 1 & 26 to 38

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

For and on behalf of the Board of Directors

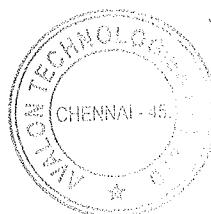
As per our report of even date attached
Karpagam Krishnan And Natarajan
Chartered Accountants
FRN No: 001748S

T.P Imbichammad
Managing Director
DIN 00634769

Kunhamed Bicha
Director
DIN 00819707

S.Srikanth
Partner
M No. 026588

Place: Chennai
Date: 27.Nov.2020



AVALON TECHNOLOGIES PRIVATE LIMITED			
Statement of Profit & Loss for the year ended 31.03.2020			
All figures in INR Lacs			
Particulars	Note No.	Audited	Audited
		Current Year 2019-20	Previous Year 2018-19
Revenue from Operations	19	32,715.34	36,695.75
Other Income	20	65.46	153.11
Total Revenue		32,780.80	36,848.86
Expenses:			
Cost of Materials	21	26,056.10	27,873.90
Increase/(Decrease) in Inventory of Finished goods/ WIP	22	(1,607.91)	219.78
Employee Benefits Expense	23	3,138.39	2,702.37
Finance Costs	24	2,009.21	1,958.24
Depreciation and Amortization Expense	10	421.87	606.52
Other Expenses	25	2,018.96	2,445.59
Total expenses		32,036.63	35,806.40
Profit/(loss) before tax		744.17	1,042.46
Tax Expense:			
(1) Current Tax		142.42	349.38
(2) Tax of Earlier Years		-	204.45
(3) Deferred Tax		36.24	14.80
Profit for the Period		565.52	473.83
Earnings per equity share of Rs. 100 Each	26		
- Basic (INR)		380.04	327.66
- Diluted (INR)		380.04	327.66

Summary of Significant Accounting Policies and Other Notes to Accounts 1 & 26 to 38

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

For and on behalf of the Board of Directors

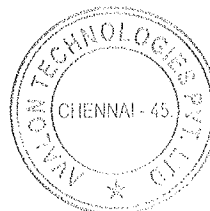
As per our report of even date attached
Karpagam Krishnan And Natarajan
Chartered Accountants
FRN No: 001748S

T.P Imbichammad
Managing Director
DIN 00634769

Kunhamed Bicha
Director
DIN 00819707

S.Srikanth
Partner
M No. 026588

Place : Chennai
Date : 27.Nov.2020



AVALON TECHNOLOGIES PRIVATE LIMITED

Cash Flow Statement for the year ended 31st March, 2020

All figures in INR Lacs

Particulars	For the Year Ended 31st March 2020		For the Year Ended 31st March 2019	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/(Loss) for the year before extraordinary items		565.52		473.83
Add: Adjustments for Non-Cash items/ Non operating items:				
Provision for Income Tax	142.42		349.38	
Provision for Deferred Tax	36.24		14.80	
Provision for Gratuity	85.11		39.74	
Provision for Compensated Benefits	31.01		18.67	
Depreciation	421.87		606.52	
Interest Income	(65.46)		(153.11)	
Loss/(Profit) on Sale of Asset			7.70	
Interest Expenses	1,569.23		1,562.30	
Bad Debts Written off/Provision				
Balances no longer recoverable Written off				
		2,220.41		2,446.00
Operating Profit before Working Capital Changes		2,785.93		2,919.83
Adjustment for changes in:				
(Increase)/ Decrease Inventories	(3,189.71)		(115.47)	
(Increase)/ Decrease Trade Receivables	335.64		1,033.66	
(Increase)/ Decrease Loans and Advances	2,543.53		1,186.46	
(Increase)/ Decrease Other Current Assets	129.57		(0.46)	
Increase/ (Decrease) Trade Payables & Other Current liabilities	1,426.39	1,245.41	468.87	2,573.06
Cash generated from Operations		4,031.35		5,492.89
Income Tax Paid		438.95		540.18
TOTAL (A)		3,592.39		4,952.71
B. CASH FLOW FROM INVESTING ACTIVITIES				
Sale of Fixed Assets			7.15	
Purchase of Fixed Assets	(934.67)		(231.32)	
Interest Income	65.46		153.11	
TOTAL (B)		(869.21)		(71.06)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Increase/ (Decrease) in Long term borrowings	716.88		(14.99)	
Increase/ (Decrease) in Short term borrowings	(847.55)		(2,488.23)	
Increase/ (Decrease) in Long term Provisions	89.27			
Interest on Borrowings	(1,569.23)		(1,562.30)	
Proposed Dividend	(42.20)		(42.31)	
Issue of Shares/ Share Application Money received	(50.27)			
TOTAL (C)		(1,703.10)		(4,107.83)
TOTAL CASH FLOW FOR THE YEAR (A + B + C)		1,020.09		773.81
Add: Opening Cash and Cash Equivalents		1,322.43		548.61
CLOSING CASH AND CASH EQUIVALENTS (Refer Note 1 below)		2,342.51		1,322.43

For and on behalf of the Board of Directors

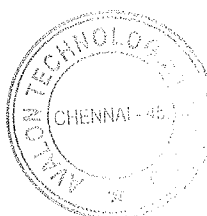
As per our report of even date attached
Karpagam Krishnan And Natarajan
Chartered Accountants
FRN No: 0017485

T.P. Imbichammad
Managing Director
DIN 00634769

Kunhamed Bicha
Director
DIN 00819707

S. Srikanth
Partner
M No. 026588

Place: Chennai
Date: 27.Nov.2020



AVALON TECHNOLOGIES PRIVATE LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

General Information:

Company Background:

Avalon Technologies Pvt. Ltd. ("the Company") is a private limited company incorporated and domiciled in India, governed by the Companies Act, 2013 ("Act") and with corporate identification number U30007TN1999PTC043479. The company has its registered office situated at **B-7, First Main Road, MEPZ-SEZ, Tambaram, Chennai - 600 045**. The main activities of the company are those relating to the business of contract manufacturing of **Printed Circuit Board Assemblies (PCBA's), Harness Cables and associated box build products**. Company is recognized as **Medium Category enterprises**, under the MSME Act, 2006 by Ministry of Micro, Small, Medium Enterprises, Government of India.

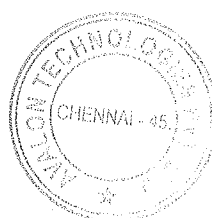
SIGNIFICANT ACCOUNTING POLICIES

Note -1

1) Basis of preparation of financial statements

The financial statements are prepared under historical cost convention in accordance with the Generally Accepted Accounting Principles in India and comply in all material respects with the accounting standards specified under the section 133 of the Act read with rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis of accounting except for certain financial assets and liabilities (as per the accounting policy below), which have been measured at fair value.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013.



A handwritten signature in black ink, appearing to be "An".

Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/ non-current classification of assets and liabilities

2) Use of Estimates

The preparation of financial statements requires management to make certain judgments, estimates and assumptions. The management believes that these estimates and assumptions are reasonable and prudent and affect the application of accounting policies and the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results could differ from these estimates.

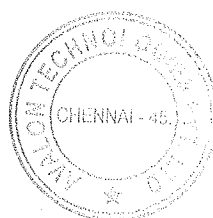
Estimates and underlying assumptions are reviewed on an ongoing basis. Any Revision to accounting estimates are recognized prospectively in the current period and future periods.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in the relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

3) Fixed Assets, Depreciation and Amortization

a) Property, Plant& Equipment (Tangible Assets)

Property, Plant& Equipment are initially recognized at cost and subsequently carried at a revalued amount, being its fair value at the date of the revaluation less subsequent accumulated depreciation and subsequent accumulated impairment if any, except in case of leasehold assets and vehicles which are carried at cost less accumulated depreciation/impairment losses.



A handwritten signature in black ink, appearing to be "4/12".

Revaluation of the above class of property, plant and equipment are made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the balance sheet date.

Cost includes purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, other costs directly attributable to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management and an initial estimate of the costs of dismantling, removing the item and restoring the site on which it is located, if any.

Property, Plant & Equipment does not use under construction as at the year end including directly identifiable expenses thereon are carried forward as Capital Work In Progress.

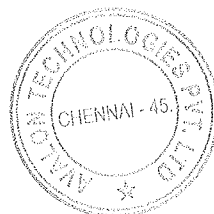
Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

The cost of spares and tools are capitalized only when it is probable that future benefits associated with these will flow to the company and the cost of the item can be measured reliably.

The carrying amount of any component accounted for as separate asset is derecognized when replaced. All other repairs and maintenance are charged to Profit or Loss during the reporting period in which they are incurred. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

b) Intangible Assets

Intangible assets are stated at cost, net of accumulated amortization and accumulated impairment losses, if any. Expenses incurred during development phase are recognized as intangible assets under development and capitalized as intangible assets on completion of the development phase and are amortized on straight line basis over its useful life.



A handwritten signature in black ink, appearing to be "AB".

c) Depreciation and Amortization

Depreciation on Property , Plant & Equipment is computed under Straight line method based on the useful life of assets prescribed in Schedule II to the Companies Act, 2013, except in case of tools and dies the life of which is ascertained based on independent technical evaluation. Depreciation on assets added/ disposed of during the year has been provided on pro rata basis with reference to the date of addition / disposal.

Intangible Asset are amortized as per management's estimate of the useful life of such Assets not exceeding five years.

Depreciation/ amortization methods, useful lives and residual value of assets are reviewed and adjusted, if appropriate, for each reporting period at the end of each financial year.

Tools and dies used are depreciated based on quantity of components manufactured and the life of tools and dies, subject to a maximum of 5 years.

Tools and dies used for low volume products are depreciated at higher rate.

On tangible fixed assets added / disposed of during the year, depreciation is charged on pro-rata basis from the date of addition / till the date of disposal

4) Impairment of Assets

Management periodically assesses, using external and internal sources, whether there is an indication that an asset (Property, Plant & Equipment (Tangible asset) and intangible asset) may be impaired. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value or the present value of future cash flows expected to arise from the continuing use of such assets. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.



Assets are tested for impairment by management using external and internal sources whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for, the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

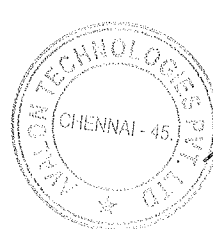
5) Leases

The determination of whether an agreement is, or contains, a lease is based on the substance of the agreement at the date of inception. Operating leases: The leases which are not classified as finance lease are operating leases. Lease rentals on assets under operating lease are charged to the Statement of Profit and Loss on a straight-line basis over the term of the relevant lease.

6) Foreign currency transactions

Functional and presentation currency Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). i.e., in Indian rupee (INR) and all values are stated at actual values.

- Initial recognition – foreign currency transactions are recorded in the reporting currency, by applying the foreign currency rate prevailing at the date of transaction.
- Conversion – Foreign currency monetary assets and liabilities are translated at the yearend rate. Non-Monetary items, which are carried in terms of historical cost



denominated in a foreign currency, are valued at the exchange rate prevailing at the date of the transaction.

- Exchange Differences – Exchange Differences arising on the settlement or conversion of monetary items are recognized as income or as expenses in the period in which they arise.

7) Inventories

Inventories are valued at lower of weighted average cost and net realizable value.

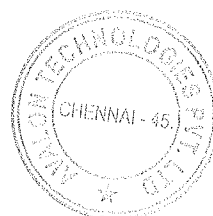
Cost of raw materials, components, stores, and spares are ascertained on a moving weighted average basis

Cost of finished goods and work-in-progress comprise of direct materials, direct labour and an appropriate proportion of variable and fixed overhead, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on the basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. Materials and supplies held for use in production of inventories are not written down if the finished products in which they will be used are expected to be sold at or above cost. Slow and non-moving material, obsolescence, defective inventories are duly provided for.

Finished goods and stock in process include proportionate cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Obsolete inventories as identified by the management are duly provided for/written down to the realizable value, as the case maybe.

8) Revenue recognition

Revenue from sales has been recognized when risk and reward is transferred to the buyer which normally coincides with the delivery of goods. The revenue recognized in the books



A handwritten signature in black ink, located to the right of the circular stamp. The signature appears to be 'A. M.' or similar, written in a cursive style.

is the net of value of customer consigned goods used in the manufacture /conversion of finished products, if any.

9) Employee Benefits:

a) Defined Contribution Plan

Defined contribution plans are Provident Fund Scheme and Employees' State Insurance Scheme administered by Government for all eligible employees. The Company's contribution to defined contribution plans are recognized in the profit and loss account in the financial year to which they relate.

b) Defined Benefit Plan Gratuity

The Company provides for the Gratuity based on Actuarial valuation as per the Projected Unit Credit method in accordance with the Accounting Standard 15 (Revised), "Employee benefits". All actuarial gains/ losses are charged to Profit and Loss account in the year these arise.

c) Compensated Absences

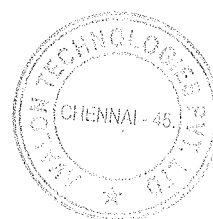
Accrued liability towards Compensated Absences is provided for based on actuarial valuation as per Projected Unit Credit method in accordance with Accounting Standard 15(Revised) "Employee benefits". All actuarial gains/ losses are charged to the Profit and Loss statement in the year these arise.

10) Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction, or production of fixed assets, which take substantial period to get ready for their intended use, are capitalized. Other borrowing costs are recognized as expenditure in the period in which they are incurred.

11) Provisions and Contingent Liabilities

- i. **Provision:** A provision is recorded when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated. Provisions are measured at the present value of management's best estimate



A handwritten signature in black ink.

of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

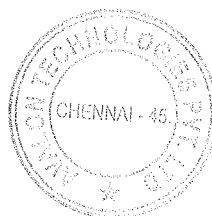
- ii. **Contingent liabilities:** Wherever there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because (a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or (b) the amount of the obligation cannot be measured with sufficient reliability are considered as contingent liabilities. Show because notices are not considered as Contingent Liabilities unless converted into demand.

12) Cash and cash equivalents

Cash and Cash equivalents For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet. Trade receivables Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

13) Taxes on Income

Provision for Current Tax is made based on the Tax liability computed in accordance with the provisions of Income Tax Act, 1961.



A handwritten signature in black ink, appearing to be "A. M." or similar, written in a cursive style.

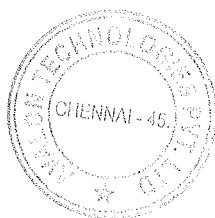
Deferred Tax is recognized on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. In respect of undertaking, the income of which is claimed to be exempt under Section 10AA of the Income Tax Act, 1961, Deferred Tax Asset/ liability on account of timing differences arising but getting reversed during the tax holiday period has not been recognized.

14) Borrowings:

Borrowings are initially recognized at fair value, net of transaction cost incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction cost) and the redemption amount is recognized in profit or loss over the period of the borrowings, using the effective interest method. Fees paid on the established loan facilities are recognized as transaction cost of the loan, to the extent that it is probable that some or all the facility will be drawn down. Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled, or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss as other gain/(loss). Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Borrowing costs General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period to get ready for their intended use or sale. Other borrowing costs are expensed in the period in which they are incurred.

15) Current and Non-current classification:

The Company presents assets and liabilities in the balance sheet based on current / non-current classification. Cash or cash equivalent is treated as current, unless restricted from



A handwritten signature in black ink, appearing to be "A. M." or similar.

being exchanged or used to settle a liability for at least twelve months after the reporting period. In respect of other assets, it is treated as current when it is:

- expected to be realized or intended to be sold or consumed in the normal operating cycle
- held primarily for the purpose of trading
- expected to be realized within twelve months after the reporting period.

All other assets are classified as non-current.

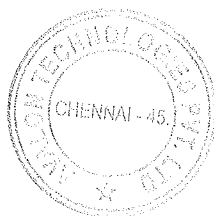
A liability is treated as current when:

- It is expected to be settled in the normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

16) Earnings Per share

- i. Basic Earnings per share is computed by dividing the Net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year.
- ii. Diluted Earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving the Basic Earnings per Share and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.



A handwritten signature in black ink, appearing to be "Am".

17) Segment reporting

The Company is mainly engaged in the business of manufacture and sale of printed circuit boards, harness cables and associated box build products. which is its primary segment. The reportable geographic segments are export sales and domestic sales. Segment revenue & segment results include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable estimate. The expenses/incomes which are not directly attributable to any of the business segments are shown as unallocated expenditure.

The segment information is prepared in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company.

18) Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing, and financing activities. Cash flow from operating activities is reported using indirect method, adjusting the net profit for the effects of:

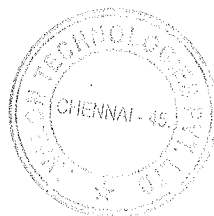
- i. Changes during the period in inventories and operating receivables and payables transactions of a non-cash nature.
- ii. Non-cash items such as depreciation, provisions and deferred taxes
- iii. All other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as on the date of Balance Sheet.

19) Related Party Transaction

Terms and conditions of transactions with the related parties

- (1) Transactions with the related parties are made on normal commercial terms and conditions and at market rates.
- (2) The Company is seconding its personnel to Subsidiary Companies as per the terms and conditions agreed between the Companies. The cost incurred by the group towards superannuation and employee benefits are recovered from these Companies.



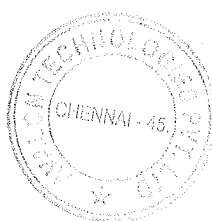
Handwritten signature.

- (3) Outstanding balances (other than loan) of Subsidiaries and Associate at the year - end; are unsecured.

This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

20) COVID IMPACT

The Company has assessed the impact of COVID-19 on its financial statements based on the internal and external information upto the date of approval of these financial statements and expects to recover the carrying amounts of its investments, intangible assets, trade receivable and inventories. The Company will continue to monitor the future economic conditions and update its assessment



A handwritten signature in black ink, consisting of a stylized 'A' followed by a cursive 'M'.

Avalon Technologies Private Limited

Notes to Accounts

All figures in INR Lacs

	As at 31st Mar, 2020	As at 31st Mar, 2019
NOTE 2		
SHARE CAPITAL		
Authorised Capital		
2,00,000 (2,00,000) Equity Shares of Rs.100/- each	200.00	200.00
5,00,000 (-) Preference shares of Rs.100/- each	500.00	500.00
	700.00	700.00
Issued, Subscribed & Paid up		
1,52,997 (1,44,611) Equity Shares of Rs.100/- each fully paid up	153.00	144.61
3,50,000 (-) 10% Optionally Convertible Preference Shares of Rs.100/- each fully paid up	350.00	350.00
Total	503.00	494.61

2.1:- Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period:-

Equity Shares	As At 31st March 2020		As At 31st March 2019	
	Number	Amount	Number	Amount
Balance as at the beginning of the year	1,44,611	144.61	1,44,611	144.61
Shares Issued during the year	8,386	8.39	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,52,997	153.00	1,44,611	144.61

Preference Shares	As At 31st March 2020		As At 31st March 2019	
	Number	Amount	Number	Amount
Balance as at the beginning of the year	3,50,000	350.00	3,50,000	350.00
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	3,50,000	350.00	3,50,000	350.00

2.2:- Rights, Preferences And Restrictions Attached To Shares**Equity Shares:-**

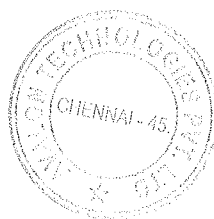
The Company has only one class of equity shares having par value of Rs.100/ each. Each holder of the Equity Share is entitled to one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders at the ensuing Annual General Meeting.

During the financial year 2019-20 Avalon Technologies Pvt. Ltd., purchased 60695 number of shares from shareholders of Avalon Technology and Services Pvt. Ltd. by issuing 8386 number of shares in Avalon Technologies Pvt. Ltd. at a face value of Rs100 with a premium of Rs.12599.95 in exchange therefor. This Share exchange/Share swap was approved by the Board of Directors of Avalon Technologies Pvt. Ltd. on 18th September 2019 By virtue of this Avalon Technology and Services Pvt. Ltd. has become a wholly-owned subsidiary of Avalon Technologies Pvt. Ltd. with effect from 25th September 2019

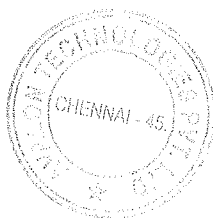
Preference Shares:-

The company has allotted Cumulative, Non participating ,10% Optionally Convertible Preference shares (OCPS) of Rs. 100 each, exercisable within a period of 4 years (Conversion period) from the date of issue.

The OCPS shall be redeemed any time, at the option of the holder, upon expiry of Conversion period but not later than 20 years in accordance with the provisions of the Act and AOA.



Avalon Technologies Private Limited					
Notes to Accounts				All figures in INR Lacs	
				As at 31st Mar, 2020	As at 31st Mar, 2019
2.3. - Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:-					
Equity Shares:-					
SI NO	Name of Shareholder	As at 31 March 2020		As at 31 March 2019	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	TP Imbichammad	3,802	2.49%	2,500	1.73%
2	Kunhamed Bicha	63,675	41.62%	60,000	41.49%
3	Bhaskar Srinivasan	52,384	34.24%	50,000	34.58%
4	Luquman Veedu Ediyannam	14,461	9.45%	14,461	10.00%
5	Sareday Sheshu Kumar	11,250	7.35%	11,250	7.78%
6	Others	7,425	4.85%	6,400	4.43%
		1,52,997	100%	1,44,611	100%
Preference Shares:-					
SI NO	Name of Shareholder	As at 31 March 2020		As at 31 March 2019	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	M/s M.A. Murugappan Holdings Private Limited	2,33,281	66.65%	2,33,281	66.65%
2	Mr. M.A.M.Arunachalam	1,16,719	33.35%	1,16,719	33.35%
		3,50,000		3,50,000	
NOTE 3					
Reserves & Surplus:-					
A Capital Reserve					
Balance as at the beginning of the year				22.35	22.35
Add: Current Year Transfer				-	-
Balance as at the end of the year				22.35	22.35
B Securities Premium Account					
Balance as at the beginning of the year				3,563.15	3,563.15
Add : Securities premium credited on Share issue				1,056.63	-
Balance as at the end of the year				4,619.79	3,563.15
C Revaluation Reserve					
Balance as at the beginning of the year				705.21	765.79
Add: Revaluation on Assets [Refer Note No. 11.2 (a)]				-	-
Less: Transfer to Statement of Profit & Loss Statement/ Surplus				-56.67	-60.58
Balance as at the end of the year				648.54	705.21
D Special Economic Zone Re-investment Allowance Reserve					
Balance as at the beginning of the year				1,617.00	1,202.12
Add: Transfer from Statement of Profit & Loss				412.32	503.49
Less : Transferred to Surplus (out FY 2016-17 Reserve)				-688.40	-88.61
Less : Transferred to Surplus (out FY 2017-18 Reserve)				-84.44	-
Balance as at the end of the year				1,256.48	1,617.00



Handwritten signature

Avalon Technologies Private Limited
Notes to Accounts
All figures in INR Lacs

	As at 31st Mar, 2020	As at 31st Mar, 2019
E Surplus		
Balance as at the beginning of the year	11,030.87	10,953.64
Add: Profit For The Year	565.52	473.83
Add: Transfer from SEZ Reserve (out FY 2016-17 Reserve)	688.40	88.61
Add: Transfer from SEZ Reserve (out FY 2017-18 Reserve)	84.44	-
Add: Transfer from Revaluation Reserve	56.67	60.58
Less: Provision for Preference dividend	-35.00	-35.00
Less: Provision for Dividend Distribution Tax	-7.20	-7.31
Less: Transfer to Special Economic Zone Re-investment Allowance Reserve Account	-412.32	-503.49
Balance as at the end of the year	11,971.37	11,030.87
Total	18,518.53	16,938.58

NOTE 4
Long Term Borrowings

From Banks- Foreign Currency Term Loan	-	-
From Others- Vehicle Loan	21.27	35.32
From Others- NBFC- unsecured	730.94	-
	752.20	35.32

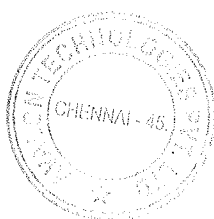
4.1	Loan	31.03.2020	31.03.2019	Details of Repayment/ Security
	Vehicle Loan from Bank of Baroda- Benz	15.85	24.65	Repayable in 60 Equated Monthly Installments commencing from 18th May, 2017. Secured by personal guarantee of T.P. Imbichammad & Vehicle Purchased mortgaged as security.
	Vehicle Loan from Bank of Baroda- Honda	5.20	5.94	Repayable in 60 Equated Monthly Instalments commencing from 30th December , 2017. Secured by personal guarantee of T.P. Imbichammad & Vehicle Purchased mortgaged as security.
	Vehicle Loan from Bank of Baroda- Ertiga	0.22	4.72	Repayable in 36 Equated Monthly Instalments commencing from 8th March, 2018. Secured by personal guarantee of T.P. Imbichammad & Vehicle Purchased mortgaged as security.
	Hewlett Packard Financial Service	496.14	-	Unsecured Loan repayable in 36 Equated Monthly Instalments
	Siemens Equipment Finance	234.79	-	Repayable in 36 Equated Monthly Instalments. Secured by respective Equipment financed

NOTE 5
Long Term Provisions
Provision for Employee Benefits (See Note 5.1)

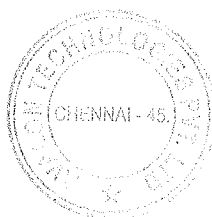
Provision for Gratuity	318.17	256.39
Provision for Compensated Absences	106.73	79.24
	424.89	335.63



Avalon Technologies Private Limited					
Notes to Accounts		All figures in INR Lacs			
	As at 31st Mar, 2020	As at 31st Mar, 2019			
5.1 Employee Benefits : Disclosure required under AS - 15 (Revised) "Employee Benefits"					
i. DEFINED CONTRIBUTION PLAN Defined Contribution Plan, recognized as expenses for the year as under:					
Particulars	31.03.2020	31.03.2019			
Employer's Contribution to Provident fund	102.56	84.29			
Employers' contribution to Employee State Insurance Corporation	28.34	40.18			
ii. DEFINED BENEFIT PLANS Gratuity –Unfunded Obligation Assumption of future salary increases takes into account of inflation, seniority, promotions and other relevant factors such as supply and demand in the employment market.					
a) Actuarial Assumptions for the year					
Particulars	31.03.2020	31.03.2019			
Discount Rate (per annum)	6.74%	7.48%			
Salary Escalation Rate	10.00%	10.00%			
Resignations Rates per annum	16.07%	16.07%			
Mortality	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives (2006-08) Ultimate			
b) Reconciliation of present value of obligations					
Particulars	31.03.2020	31.03.2019			
Present Value of Obligation at beginning at the beginning of the year	286.65	246.92			
Current Services Cost	47.00	42.21			
Past Services Cost	-	-			
Interest Cost	21.22	16.81			
Actuarial (gain)/loss	22.93	8.85			
Benefits Paid	(6.04)	(28.13)			
Acquisitions/Divestures /Transfers Out	-	-			
Present Value of Obligation at the end of the year	371.77	286.65			
c) Net (Asset) / Liability recognized in the Balance Sheet as at year end					
Particulars	31.03.2020	31.03.2019	31.03.2018	31.03.2017	31.03.2016
Present value of obligations at the end of the year	371.77	286.65	246.92	231.54	187.64
Fair Value of Plan Assets	-	-	-	-	-
Net (Asset) / Liability recognized in Balance Sheet	371.77	286.65	246.92	231.54	187.64
d) Expenses recognized in the Statement of Profit and Loss					
Particulars	31.03.2020		31.03.2019		
Current Service Cost	47.00		42.21		
Past Services Cost	-		-		
Interest Cost	21.22		16.81		
Expected Return on Plan asset	-		-		
Corrections effected to Assets, but not reflected in last year's Disclosure Table	-		-		
Actuarial (gain) / loss recognized in the period	22.93		8.85		
Total expenses recognized in the Profit and Loss Account for the year	91.15		67.87		



Avalon Technologies Private Limited		
Notes to Accounts		All figures in INR Lacs
	As at 31st Mar, 2020	As at 31st Mar, 2019
Compensated Absences-Unfunded Obligation		
a) Actuarial Assumption for the Year.		
Particulars	31.03.2020	31.03.2019
Discount Rate (per annum)	6.74%	7.48%
Salary Escalation Rate	10.00%	10.00%
Mortality Table	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives (2006-08) Ultimate
Resignation Rate per annum	16.07%	16.07%
b) Reconciliation of Present Value of Obligations		
Particulars	31.03.2020	31.03.2019
Present Value of Obligation at the beginning of the year	106.04	87.37
Current Services Cost	32.10	28.37
Interest Cost	7.53	5.66
Actuarial (gain)/loss	2.18	2.46
Benefits Paid	(10.80)	(17.83)
Acquisitions/Divestures /Transfers Out	-	-
Present Value of Obligation at the end of the year	137.05	106.04
c) Net (Asset) / Liability recognized in the Balance Sheet as at year end		
Particulars	31.03.2020	31.03.2019
Present value of obligations at the end of the year	137.05	106.04
Fair Value of Plan Assets	-	-
Net (Asset) / Liability recognized in Balance Sheet	137.05	106.04
d) Expenses recognized in the Profit and Loss Account		
Particulars	31.03.2020	31.03.2019
Current Service Cost	32.10	28.37
Interest Cost	7.53	5.70
Actuarial (gain) / loss recognized in the period	2.18	2.46
Past Service Cost	-	-
Total expenses recognized in the Profit and Loss Account for the year	41.81	36.53
The above disclosures including the break up of liability as Short term and long term are based on information certified by the independent actuary and relied upon by the auditors.		
NOTE 6		
Short-term borrowings		
Loans		
From Banks - Repayable on Demand	11,650.66	12,394.53
From related parties	100.76	204.44
Total	11,751.42	12,598.97
The above amount includes:-		
Secured Borrowings	11,650.66	12,394.53
Unsecured Borrowings	100.76	204.44
	11,751.42	12,598.97



Handwritten signature

Avalon Technologies Private Limited
Notes to Accounts
All figures in INR Lacs

	As at 31st Mar, 2020	As at 31st Mar, 2019
6.1 Details of Security		
Details of Facility	31.03.2020	31.03.2019
Bank of India - Packing Credit Foreign Currency Loan (USD)	2,338.80	2,070.42
ICICI Bank Ltd. - Packing Credit Foreign Currency Loan (USD)	1,662.13	2,609.73
Standard Chartered Bank - Packing Credit Foreign Currency Loan / Bill Discounting (USD/INR)	1,953.09	1,950.79
Axis Bank Ltd. - Packing Credit Foreign Currency Loan (USD)	1,246.63	1,280.82
Axis Bank Ltd.- Cash Credit	1,454.82	1,490.88
Indian Bank - Packing Credit (EPC) Foreign Currency Loan (USD/INR)	2,995.18	2,991.89
<p>First pari passu charge by way of hypothecation of stocks and book debts of the company and Cash Margin on LC (10%). Second pari passu charge over the existing super structure/buildings constructed or to be constructed on the leased land situated at Plot No: B-7 & B-8, MEPZ Tambaram and other movable Fixed Assets of the company.</p> <p>First pari passu charge by way of hypothecation of entire current assets which include the entire current Assets , unencumbered movable fixed assets, and existing super structure. Corporate Guarantee of ABV Electronics, Inc.,USA and Personal Guarantee of Mr. T P Imbichammad and Mr. Kunhamed Bicha.</p> <p>First pari passu charge on stock and book debts, present and future of the company. Second pari passu hypothecation on movable fixed assets of the company except those specifically charged to term lenders. Personal Guarantees of Mr. T P Imbichammed, Mr. Kunhamed Bicha and Mr. Bhaskar Srinivasan. Corporate Guarantees of ABV Electronics, Inc.,USA. (Known as Sienna Corporation).</p> <p>Pari Pasu first charge on the entire current assets of the company. Pari Pasu second charges on the entire movable fixed assets of the company excluding the movable fixed assets exclusively charged to other banks. Pari Pasu second charge on land and building constructed on the leased land situated at MEPZ Tambaram. Personal Guarantees of Mr. T P Imbichammed, Mr. Kunhamed Bicha and Mr. Bhaskar Srinivasan. Corporate Guarantees of ABV Electronics, Inc.,USA. (Known as Sienna Corporation).</p> <p>First pari passu charge on the entire current assets of the company both present and future along with other lenders under Multiple Banking Arrangement . First pari passu charge on the movable fixed assets of the company. 1st Pari Passu charge on the superstructure constructed on the leased lands situated on the leased lands situated in B7 & B8, MEPZ, Phase 1 & 2, Tambaram, Chennai. Personal Guarantees of Mr. T P Imbichammed, Mr. Kunhamed Bicha and Mr. Bhaskar Srinivasan. Corporate Guarantees of ABV Electronics, Inc.,USA. (Known as Sienna Corporation).</p>		
NOTE 7		
Trade Payables		
- Outstanding dues to Micro & Small Enterprises (Refer Note 7.1)	-	-
- Outstanding dues other than above	6,576.84	5,414.50
	6,576.84	5,414.50
<p>The company is regularly following-up to obtain the information from its vendors under the Micro, Small and Medium Enterprise Development Act, 2006. The Company has received and recorded such details to the extent of the information received. As per the Act and to the extent of information received, the amount outstanding to MSME vendors for more than 45 days is Rs. 5.76 Lacs.</p>		
NOTE 8		
Other Current Liabilities		
Current maturities of Long term debt	393.90	15.38
Advances from Customers	465.00	591.78
Statutory Dues Payable	134.18	153.01
Dues for Capital Purchase	39.19	30.59
Dividend Accrued but not due	35.00	2.97
	1,067.27	793.72



Avalon Technologies Private Limited
Notes to Accounts
All figures in INR Lacs

	As at 31st Mar, 2020	As at 31st Mar, 2019
NOTE 9		
Short-Term Provisions		
Provision for Employee Benefits (See Note 6.1)		
Provision for Compensated Absences	30.33	26.80
Provision for Gratuity	53.60	30.27
	83.93	57.07
Other Provisions		
Provision for tax (Earlier Years)	409.33	441.84
Provision for tax - Current Year	142.42	349.38
	635.67	848.28

9.1 Provision for Current Tax is made as per the managements' estimate of probable tax liability under the Income Tax Act, 1961.

NOTE 10a

Investment in Avalon Technology and Services Pvt. Ltd.

1,115.29

-

1,115.29

-

During the financial year 2019-20 Avalon Technologies Pvt. Ltd, purchased 60,695 number of shares from shareholders of Avalon Technology and Services Pvt. Ltd. by issuing 8,386 number of shares in Avalon Technologies Pvt. Ltd. at a face value of Rs. 100 with a premium of Rs.12599.95 in exchange therefor. This Share exchange/Share swap was approved by the Board of Directors of Avalon Technologies Pvt. Ltd. on 18th September 2019 By virtue of this Avalon Technology and Services Pvt. Ltd. has become a wholly-owned subsidiary of Avalon Technologies Pvt. Ltd. with effect from 25th September 2019

NOTE 12
Deferred Tax Assets (Net)
A Deferred Tax Liability

On excess of net book value over Income tax written down value of fixed assets

60.05

74.85

B Deferred Tax Assets

On Provisions

-

-

(36.24)

14.80

-

-

Deferred Tax Assets (Net) (B- A)

23.81

60.05

NOTE 13
Long-Term Loans and Advances
Unsecured, Considered good

Capital Advances

0.48

39.18

Security Deposits

131.67

98.96

Income Tax paid under Protest (Refer Note No. 32.1)

100.00

100.00

Deposit with Tax Authorities

1.46

1.46

233.61

239.60

NOTE 14
Inventories

Raw Material (See Note 14.1)

9,692.54

8,117.35

Work in Progress

1,630.56

916.92

Finished Goods

1,445.88

551.62

Consumables

-

16.51

Tools & Dies

65.71

42.58

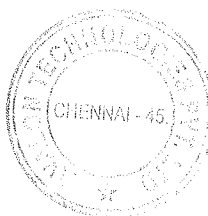
12,834.69

9,644.98

Less: Provision for Non- Moving inventory

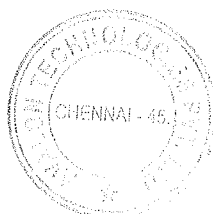
12,834.69

9,644.98



Avalon Technologies Private Limited
Notes to Accounts
All figures in INR Lacs

	As at 31st Mar, 2020	As at 31st Mar, 2019
14.1 Non-/ Slow moving inventories which are technically identified by the management as no longer usable amounting to Rs. NIL (PY Rs. NIL) have been written down to the estimated realisable value with the consequent effect on material consumption .		
NOTE 15		
Trade Receivables		
Unsecured, Considered Good (Refer Note No. 15.1)		
Outstanding for a period exceeding 6 months from the date they are due for payment	6,519.53	7,228.41
Less: Provision	50.00	50.00
	6,469.53	7,178.41
Others	12,010.29	11,637.04
	18,479.82	18,815.46
15.1 Trade Receivables include net amounts receivable from companies in which directors are interested aggregating to Rs. 161,23.26 Lacs (PY Rs. 146,52.79 Lacs)		
15.2 The above amount includes dues from ABV Electronics, Inc.,USA, a company in which some of the directors are interested amounting to Rs.140,09.91 Lacs. As the above dues arose mostly on account of supplies made to the said party for the purpose of execution of orders received by that company from well established companies in USA, the management does not anticipate any serious concern in realization of these dues and to meet the current liabilities		
NOTE 16		
Cash and Bank Balances		
Cash and Cash Equivalents		
Balances with Banks in Current Accounts	1,409.88	510.16
Cash on Hand	7.25	7.00
	1,417.14	517.16
Other Bank Balances		
Fixed deposit (See Note No 16.1)	925.38	805.27
	2,342.51	1,322.43
16.1 Fixed Deposits are held as security for availing Letter of Credit/Bank guarantee facilities/Loans from Banks and have a maturity period of less than 12 months.		
NOTE 17		
Short-Term Loans & Advances		
Unsecured, considered good		
Advances Recoverable in cash or in kind	0.06	0.12
Loans to Related Parties	207.16	187.73
Advance to Suppliers (See Note 17.1)	1,379.81	3,854.70
Prepaid Expenses	105.21	115.07
Balance with Statutory Authorities	10.41	82.57
	1,702.66	4,240.20
	1,702.66	4,240.20
17.1 Advance to Suppliers include amounts receivable from a company in which directors are interested amounting to Rs. 5,79.96 Lacs (PY Rs. 34,33.38 Lacs) Intention of the management is to adjust these dues against future supplies.		
NOTE 18		
Other Current Assets		
Unsecured, considered good		
Stipend Receivable	176.25	252.30
Others	(0.00)	46.74
Interest Receivables	-	6.79
	176.25	305.82



All figures in INR Lacs

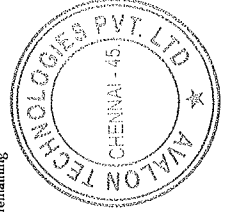
Particulars																		
Gross Block at Cost																		
DEPRECIATION																		
WRITTEN DOWN VALUE																		
AS AT	Phase 1	Phase 2	Adjustment to Gross Block on Revaluation in Previous Years	ADDITIONS	Gross Block	Phase 2	DELETION \$	Adjustment to Gross Block on Revaluation in Current Year	AS AT	AS AT	Accumulated Depreciation on assets sold/ Transferred Asset	Current year Depreciation			Depreciation Adjustment for Asset Revaluation	Current year Depreciation	AS AT	AS AT
31.03.2019			R-1 & 2					R-2	31.03.2020	31.03.2019		Book value	Rev-1	Rev 2		R1 + R2	31.03.2020	31.03.2019
Household Land			-	-	-	-	-	-	151.30	9.81	-	1.55	-	-	-	-	139.94	141.50
Free hold Buildings	1,027.32	-	1,135.27	-	-	-	-	-	2,162.59	905.14	-	27.51	-	-	-	36.25	1,193.69	1,257.44
Household Building	0.00	-	-	-	-	-	-	-	0.00	-	-	-	-	-	-	-	0.00	0.00
Plant & Equipments	3,808.89	-	950.77	772.83	-	-	-	-	5,532.49	3,763.23	-	262.55	-	-	-	17.86	4,043.63	1,488.87
Air conditioners	271.18	-	36.25	-	-	-	-	-	307.43	262.13	-	10.82	-	-	-	1.09	274.05	33.38
Computer	364.91	-	-	42.72	-	-	-	-	407.63	308.63	-	33.08	-	-	-	0.03	341.74	65.89
Electrical Fittings	300.27	-	38.55	5.70	-	-	-	-	344.52	334.05	-	0.65	-	-	-	0.09	334.78	9.73
Furniture and Fittings	256.39	-	65.25	3.84	-	-	-	-	325.48	293.59	-	5.53	-	-	-	0.93	300.06	25.42
Vehicle	214.25	-	-	-	-	-	-	-	214.25	110.80	-	17.65	-	-	-	-	128.45	85.80
Office Equipments	61.61	-	9.66	-	-	-	-	-	71.28	64.88	-	1.61	-	-	-	0.00	66.49	4.78
Fire Protection Equipments	43.22	-	11.73	-	-	-	-	-	54.95	42.88	-	1.77	-	-	-	0.43	45.07	9.87
Total Tangible Assets	6,490.34	-	2,247.48	825.09	-	-	-	-	9,571.91	6,095.14	-	362.72	-	-	-	56.67	6,514.53	3,057.38
Intangible Assets																		
Software	378.10	-	-	3.18	-	-	-	-	381.28	359.23	-	2.48	-	-	-	-	361.71	19.57
Total Intangible Assets	378.10	-	-	3.18	-	-	-	-	381.28	359.23	-	2.48	-	-	-	-	361.71	19.57
Less: Withdrawal from revaluation reserve																		
GROSS TOTAL	6,877.44	-	2,247.48	828.28	-	-	-	-	9,953.19	6,454.38	-	365.19	-	-	-	56.67	6,876.25	3,076.95
																		2,670.54

CWIP

Particulars	AS AT	Additions in Current Year	Capitalised to FA in CY	AS AT
	01.04.2020			31.03.2020
Factory Building Under Construction	160.54	106.40	-	266.93
GROSS TOTAL	160.54	106.40	-	266.93

During the year ended 31st March, 2012, the company had revalued its fixed assets (except software and vehicles) at the beginning of that year, at the reinstatement value, restricted to the market value of the assets, wherever applicable. The approved external valuer determined the reinstatement value based on appropriate cost indices and the market value applying appropriate depreciation factor. The revaluation as above has resulted in an increase in the Gross Block of the assets as on 1st April, 2011 by Rs. 10,09,01 Lacs and the accumulated depreciation as on that date by Rs. 2,94,23 Lacs. The net increase in the written down value of Fixed Assets amounting to Rs. 7,14,78 Lacs had been credited to Revaluation reserve. The additional depreciation charge on the revalued figure for the year amounting to Rs. 38,52 Lacs (FY Rs. 48,40 Lacs) has been withdrawn from revaluation reserve by crediting the Statement of Profit & Loss under 'Depreciation'.

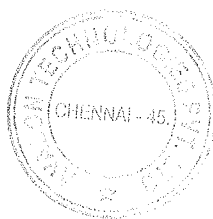
- (a) Further, on 31st March, 2016, the company has again revalued its fixed assets (except software and vehicles) at the reinstatement value, restricted to the market value of the assets, wherever applicable. The approved external valuer determined the reinstatement value based on appropriate cost indices and the market value applying appropriate depreciation factor. The revaluation as above has resulted in an increase in the Gross Block of the assets as on 31st March, 2016 by Rs. 12,91,32 Lacs and the accumulated depreciation as on that date by Rs. 8,28,36 Lacs. The net increase in the written down value of Fixed Assets amounting to Rs. 4,62,97 Lacs had been credited to Revaluation reserve.
- (b) In the year 2016, the management has carried out improvements in some of the fixed assets by utilising certain items of raw materials. The cost of such improvements aggregating to Rs. 8,48,60 Lacs has been capitalised as additions to fixed assets during the year, to the extent such additions have resulted in an improvement in the remaining useful life of the assets, which has been determined based on a technical evaluation by an independent technical valuer. The carrying value of such assets as on the date of improvement, along with the depreciation over the remaining revised useful life of such assets, determined by the external valuer.



Avalon Technologies Private Limited		
NOTES TO ACCOUNTS		All figures in INR Lacs
	Current Year2019-20	Previous Year2018-19
19 NOTE 19		
<u>Revenue From Operation:-</u>		
Sale of Products		
Export Sales	17,598.25	23,312.48
Domestic Sales	15,117.09	13,383.26
Total Revenue from Operations	32,715.34	36,695.75
20 NOTE 20		
<u>Other Income</u>		
Interest Income	65.46	153.11
	65.46	153.11
21 NOTE 21		
<u>Cost of Material Consumed</u>		
Inventory at the beginning of the period	8,117.35	7,839.89
Add : Purchases	27,631.29	28,151.36
	35,748.64	35,991.25
Less : Inventory at the end of the period	9,692.54	8,117.35
Cost of Material Consumed	26,056.10	27,873.90
22 NOTE 22		
<u>(Increase)/Decrease in Inventory of Finished Goods/ WIP</u>		
Inventory at the end of the period	3,076.44	1,468.53
Inventory at the beginning of the period	1,468.53	1,688.32
	-1,607.91	219.78
23 NOTE 23		
<u>Employee Benefits Expenses</u>		
Salaries Wages & Bonus	2,696.49	2,297.54
Contribution to Provident & Other Funds	131.12	124.67
Gratuity [Refer Note No. 5.1 (ii)(a)]	91.15	67.87
Compensated Absences [Refer Note No. 5.1 (ii) (b)]	41.41	36.53
Staff Welfare	178.22	175.76
	3,138.39	2,702.37
24 NOTE 24		
<u>Finance Cost</u>		
Interest Cost	1,569.23	1,562.30
Bank Charges	439.98	395.94
	2,009.21	1,958.24



Avalon Technologies Private Limited		
NOTES TO ACCOUNTS		All figures in INR Lacs
	Current Year2019-20	Previous Year2018-19
25 NOTE 25		
<u>Other Expenses</u>		
Rent	64.35	94.01
Rates & Taxes	33.88	51.99
Power & Fuel	264.18	309.51
Consumables	66.13	64.82
Tools & Dies	16.85	9.85
Freight Outwards	512.87	865.63
Repairs & Maintenance		
Buildings	90.34	63.03
Plant & Equipments	147.54	43.75
Others	5.43	81.64
Vehicle Maintenance	26.27	26.65
Printing & Stationery	34.27	31.97
Insurance	177.26	156.35
Communication Expenses	22.29	18.93
Auditor's Fees (See Note 25.1)	11.50	11.50
Travelling & Conveyance	67.24	68.33
Professional Charges	87.01	49.63
Business Promotion expenses	8.44	12.53
Bad Debts written off	-	-
Foreign Exchange Gain/ (Loss) [Net]	327.60	412.67
Security Charges	21.63	21.59
Donations	1.15	3.52
Loss on sale of assets	-	7.70
General Expenses	32.74	39.99
	2,018.96	2,445.59
25.1 Remuneration to Auditors		
a) Statutory Audit Fee	8.50	8.50
b) Other services		
i) Tax Audit	2.00	2.00
ii) Transfer Pricing Certification	1.00	1.00
Total	11.50	11.50
26 NOTE 26		
<u>Earnings per equity share</u>		
<i>Figures in INR</i>		
Profit after Tax	5,65,51,689	4,73,83,393
Weighted Average Number of Equity Shares (Face Value of Rs. 100 Each)	1,48,804	1,44,611
Earnings per share - Basic	380.04	327.66
Weighted Average Number of Equity Shares (Including Dilutive Shares) (Face Value of Rs. 100 Each)	1,48,804	1,44,611
Earnings per share - Diluted	380.04	327.66



Avalon Technologies Private Limited
Other Notes

All figures in INR Lacs

27 Some of the Sundry Debtors, Loans, Advances and Sundry Creditors are subject to confirmation/reconciliation. In the management's opinion, differences if any, upon conclusion of the reconciliation is not expected to be material.

28 In the opinion of the Directors, the Current assets, Loans and Advances have the value at which they are stated in the Balance Sheet, if realised in the ordinary course of business.

29 Related Party Disclosures

The particulars required to be disclosed in terms of Accounting Standard 18 issued by the Companies (Accounting Standard) Rules, 2006 are furnished below:

a. Details of Related Parties

Subsidiary Company	Avalon Technology and Services Pvt. Ltd.
Key Management Personnel	Managing Director - Mr. T.P.Imbichammad
	Whole Time Director - Mr. Kunhamed Bicha
	Chief Financial Officer - Mr. RM Subramanian
Relatives of Key Management Personnel	Mrs. Mariyam Bicha - Wife of Managing Director
Enterprises over which key management personnel or their relatives are able to exercise significant influence	ABV Electronics, Inc., USA (Sienna Corporation)
	Sienna Technology & Services Pvt. Ltd.
	Sienna Ecad Technologies Pvt. Ltd.
	Elesienna LLC, USA

b. Details of Transactions with Related Parties

Figures in INR Lacs

Particulars	Party	Enterprises which are under common control (Associates)		Subsidiary company		Key Management Personnel (KMP)	
		2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
Purchase of Raw Materials and Components	ABV Electronics, Inc., USA (Sienna Corporation)	7,718.76	10,013.43	-	-	-	-
	Avalon Technology and Services Pvt. Ltd.	-	-	1,638.34	2,068.13	-	-
	Sienna Ecad Technologies Pvt. Ltd.	-	0.07	-	-	-	-
	Avalon Advanced Technologies & Repair Inc, USA	-	-	-	-	-	-
Purchase of Fixed Assets	ABV Electronics, Inc., USA (Sienna Corporation)	665.50	-	-	-	-	-
Sales	ABV Electronics, Inc., USA (Sienna Corporation)	9,669.91	12,637.66	-	-	-	-
	Elesienna LLC, USA	34.82	19.12	-	-	-	-
	Avalon Technology and Services Pvt. Ltd.	-	-	93.40	132.59	-	-
Sale of Fixed assets	Avalon Technology and Services Pvt. Ltd.	-	-	-	9.33	-	-
Loan advanced/ (repayment of Loan)	Avalon Technology and Services Pvt. Ltd.	-2,029.00	-2,029.00	-	-	-	-
Interest on Trade Advances	Avalon Technology and Services Pvt. Ltd.	-	-	-	85.67	-	-
Interest on other Advances	Sienna Ecad Technologies Pvt. Ltd.	21.59	19.56	-	-	-	-
Common Expenses Allocation	Avalon Technology and Services Pvt. Ltd.	-	-	317.05	212.01	-	-
Remuneration	Mr. T P Imbichammad	-	-	-	-	180.00	180.00
	Mr. Kunhamed Bicha	-	-	-	-	145.10	132.84
	Mr. RM Subramanian	-	-	-	-	39.84	-
Closing Balance	ABV Electronics, Inc., USA (Sienna Corporation) - (Trade Receivables)	14,009.91	14,435.93	-	-	-	-
	Elesienna LLC, USA - (Trade Receivables)	52.65	13.72	-	-	-	-
	Avalon Technology and Services Pvt. Ltd. (Trade Receivables)	-	-	2,416.57	3,433.38	-	-
	Sienna Ecad Technologies Pvt. Ltd. (Trade Receivables/Other Advances)	23.90	23.90	-	-	-	-
	Sienna Ecad Technologies Pvt. Ltd. (Trade Receivables/Other Advances)	407.38	392.66	-	-	-	-



Handwritten signature

30 Segment Information

The Company is mainly engaged in the business of Assembly and sale of Printed Circuit Boards (PCBs) which is its primary segment. However, based on geographical factors, reportable geographic segments have been identified as export sales and domestic sales. Information in respect of secondary segments is as follows:

		Figures in INR Lacs		
	Particulars	Export	Domestic	Total
a)	Segment Revenue	17,637.54 (23,312.48)	15,077.80 (13,383.26)	32,715.34 (36,695.75)
b)	Segment Results	907.68 (1,335.41)	775.95 (766.63)	1,683.63 (2,102.04)
	Less: Unallocated Expenses (Net of unallocated income)			940.59 (1,059.58)
	Total Profit/ Loss Before Tax			743.04 (1,042.46)

*Figures in Brackets represent Previous year Figures

- 29.1 There is no significant non-cash expenses, included in segment expenses, other than depreciation and amortisation expenses in respect of fixed assets.
- 29.2 Capital employed as also assets and liabilities of the company are not capable of being stated separately as segment wise, Since all the assets and liabilities are held under composite undertaking for both the geographic segments.

- 31 The company's obligation under Section 135 of the Companies Act, 2013, towards Corporate Social Responsibility (CSR) for the current year is Rs: 22.04 Lacs (PY Rs. 28.84 Lacs) . The company is in the process of identifying suitable projects for meeting the above obligation pending which, no amounts have been incurred towards the same in the current year.

32 Contingent Liability :

Figures in INR Lacs

Particulars	31.03.2020	31.03.2019
1. Claims against the company not acknowledged as debts		
(a) Income Tax Demands	199.13	208.70
(b) Others (Refer Note No. 15.3 (b))	-	-
2. Estimated amount of contracts remaining to be executed on Capital Account(net of advances) not provided for	NIL	NIL

- 32.2 (a) It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above, pending resolution of the
- (b) The Company does not expect any reimbursements from third parties in respect of the above contingent liabilities.

33 Details of Dividend remitted in Foreign Exchange

Particulars	Current Year	Previous Year
Number of Non Resident Shareholders	3	3
Number of Equity Shares	78,095	75,711
Amount Remitted (In INR)	NIL	NIL

34 Category Wise quantitative data about derivate instruments outstanding at the Balance Sheet Date

Particulars		31.03.2020	31.03.2019
Foreign Currency Exposures that are not directly hedged by a derivative instrument or otherwise			
Due to Creditors	CHF	66	66
	EUR	1,36,266	87,102
	GBP	2,916	32,824
	JPY	93,68,41,854	51,38,56,310
	SGD	-	-
	USD	39,89,737	40,65,195
Advance to Creditors	EUR	90,218	36,019
	CHF	1,337	-
	GBP	1,493	11
	USD	10,14,886	4,37,982
	JPY	-	-
Due from Debtors	USD	2,13,06,597	2,20,28,739
	EUR	1,11,605	1,39,161
	JPY	-	-
Advance from debtors	USD	7,85,371	7,36,756
	EUR	479	3,656
Foreign Currency Loan	USD	88,14,707	1,14,11,343
	EUR	-	-



35 Additional Information

(a) Value of imports calculated on CIF basis

Particulars	31-03-2020	31-03-2019
Raw Materials	24,330.44	22,387.48
Capital Goods	845.96	126.14
Total	25,176.40	22,513.61

(b) Expenditure in Foreign Currency

Particulars	31-03-2020	31-03-2019
Interest & Bank Charges	29.42	73.26
Repairs and Maintenance	2.40	0.44
Others	12.53	6.21
Total	44.35	79.91

(c) Details of Consumption of imported and indigenous items

Particulars	31-03-2020		31-03-2019	
Raw Materials (including Stores, Spares & Consumables)	Amount	%	Amount	%
Imported	20,962.81	80.5%	22,369.52	80.3%
Indigenous	5,093.30	19.5%	5,504.38	19.7%
Total	26,056.10	100%	27,873.90	100%

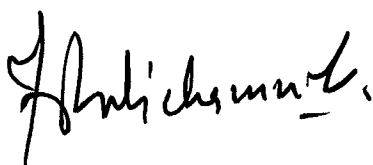
Earnings in Foreign Exchange	31-03-2020	31-03-2019
Export of goods on FOB basis	17,625.55	23,312.48

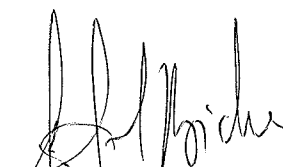
36 The company is operated under the overall control, direction and supervision of the Directors. The company has only a few levels of management who work under the close guidance and direction of the directors. Hence, there are adequate internal controls for all areas of operation including financial reporting process, having regard to the nature and size of its operations.

37 Figures given in brackets represent previous year's figures, unless otherwise stated. Previous Year's figures have been regrouped/recast, wherever necessary to confirm to current year's layout.

For and on behalf of the Board of Directors

As per our report of even date attached
For Karpagam Krishnan And Natarajan
Chartered Accountants
FRN No: 001748S


T.P. Umbichammad
Managing Director
DIN 00634769


Kunhamed Bicha
Director
DIN 00819707

S.Srikanth
Partner
M No. 026588

Place: Chennai
Date: 27.Nov.2020





AVALON TECHNOLOGIES PRIVATE LIMITED

Your global manufacturing partner
BOARDS' REPORT

Dear Shareholders,

On behalf of the Board of Directors, it is our pleasure to present the 21st Annual Report together with the Audited Financial Statements of **Avalon Technologies Private Limited** ("the Company") for the financial year ended 31st March, 2020.s

Financial Performance

The summarized standalone results of your Company are given in the table below.

Particulars	Standalone (INR in lakhs)	
	31/03/2020 (in INR)	31/03/2019 (in INR)
Total revenue for the year	32,780.80	36,848.86
Less: Total expenditure for the year (Excluding Depreciation and Finance Cost)	29,605.55	33,241.64
Profit/(loss) before Interest, Depreciation & Tax (EBITDA)	3,175.25	3,607.22
Less: Depreciation	421.87	606.52
Less: Finance Cost	2,009.21	1,958.24
Profit/ (Loss) before Tax	744.17	1,042.46
Less: Tax Expense for the year	178.65	568.63
Net Profit/(Loss) After Tax	565.52	473.83

Performance of the Company

During the year, the Company has earned revenue of Rs. 32,780.80 Lakhs as against the revenue of Rs. 36,848.86 Lakhs earned in the previous year. During the year, the Company has made a Net profit of Rs. 565.52 Lakhs as against the previous year profit of Rs. 473.83 Lakhs.

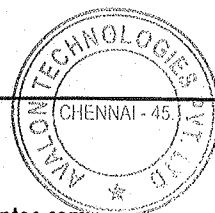
Dividend

The Directors of your Company have recommended dividend of Rs. 3,500,000/- (excluding dividend

Reg. Office : "TPI BLOCK" B7, First Main Road, MEPZ-SEZ, Tambaram, Chennai - 600 045.

Corporate Identification Number : U30007TN1999PTC043479

Tel. : 91-44-4222 0400 Fax : 91-44-2262 0097 E-mail : info@avalontec.com Company Website : www.avalontec.com





distribution tax) on 10% Optionally Convertible Preference Shares (OCPS).

In order to undertake and carry on the future plans, it is necessary to conserve the resources. Your directors are of the opinion of retaining the profits for the year within the Company, and thus have not recommended any dividend on equity shares for the year ending March, 2020.

Reserves & Surplus

During the year under review, your Company has not transferred any profits to the Reserves, except for Rs.412.32 Lakhs to Special Economic Zone Re-investment Allowance Reserve. The Company has also transferred Rs. 42.20 Lakhs including Dividend distribution tax as provision for paying dividend on Cumulative, Non- Participating 10% Optionally Convertible Preference Shares.

Change in Nature of Business, if any

During the year under review, there is no change in the nature of business of the Company.

Material Changes & Commitments Affecting Financial Position of The Company, occurring between the end of financial year and the boards report date

No material changes or commitments which are likely to affect the financial position of the Company, having an impact on the functioning and working of the Company have occurred between the end of the financial year to which the financial statements relate and the date of the report.

The operations of the Company have been effectively being managed and the Management reviews the performance from time to time in order to monitor the business activities of the Company.

Details of the Subsidiaries/ Associates/ Joint Ventures

During the year under review, the Company has acquired M/s.Avalon Technology and Services Private Limited on 25.09.2019 by acquiring the equity shares from the erstwhile shareholders of the company.

A report on the performance and financial position of each of the subsidiaries, associates and joint venture companies are presented as **Annexure I**.





Share Capital

The Capital structure of the Company is as follows:

Share Capital	31.03.2019 (In INR)	31.03.2018 (In INR)
Authorized Share Capital		
2,00,000 Equity Shares of Rs.100/- each	2,00,00,000	2,00,00,000
5,00,000 Preference Shares of Rs.100/- each	5,00,00,000	5,00,00,000
Issued, Subscribed and fully Paid up Share Capital		
1,52,997 Equity Shares of Rs. 100/- each	1,52,99,700	1,44,61,100
3,50,000 Preference Shares of Rs. 100/- each	3,50,00,000	3,50,00,000

During the year under review, 8,386 shares have been issued to the shareholders of M/s. Avalon Technology Services Private Limited in exchange for their shares in the said company under a swap arrangement.

Statutory Auditors

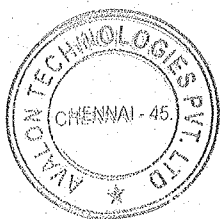
The Company in its Annual General Meeting held on 30th September, 2017, has appointed M/s.Karpagam Krishnan And Natarajan (Erstwhile M/s. Karpagam and Co), Chartered Accountants (FRN-001748S) as Statutory Auditors of the Company for a period of 5years to hold office till the conclusion of the Annual General Meeting of the Company to be held in the year 2022.

Audit Report

The Directors have examined the Auditors' Report on Financial Statements of the Company for the period ended March 31, 2020. The observations made in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

Internal Financial Control

The Company has in place adequate financial controls commensurate with the size of the business. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.





Composition of the Board

The Board is constituted as per the provisions of the Companies Act, 2013. The Board comprised of the following members as on 31.03.2020:

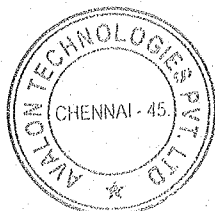
S.No	Name	Designation
1	Mr. T.P.Imbichammad	Managing Director
2	Mr. Kunhamed Bicha	Director
3	Mr. Srinivasan Bhaskar	Director
4	*Mr. Anand Kumar	Director
5	Mr. Sareday Seshu Kumar	Director
6	Mr. Luquman Veedu Ediyannam	Director

*Mr. Anand Kumar has resigned from the Board of the Company with effect from 02.05.2019.

Meeting of the Board

The Board meets at regular intervals to discuss and decide on various business strategies and policies, apart from routine operations. The Board of Directors met 11 times during the financial year 2019-20.

Date of the meeting	No. of Directors attended the meeting
20.05.2019	2
05.06.2019	2
27.06.2019	2
10.09.2019	2
20.09.2019	2
10.01.2020	2
16.01.2020	2
23.01.2020	3
01.02.2020	2
17.02.2020	2
26.02.2020	2





Deposits

During the period under review, your company has not invited or accepted any deposits from the Public.

Extract of Annual Return

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 as a part of this Annual Report is enclosed as **Annexure -II**.

Related Party Transactions

During the year under review, the Company has entered into transactions with related parties at Arm's Length Price. The particulars of contract/arrangements entered into with the related parties, during the year under review, have been enclosed as Form AOC – 2 in **Annexure – III**.

Risk Management Policy

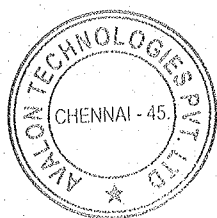
The Company in order to comply with the provisions of the Companies Act, 2013 and to provide an effective mechanism for implementing risk management system, had adopted the policy on risk management for evaluating and monitoring various risks that might arise in the Company. The Company had not faced any major risks and no major deviations from the actual as attained by the Company.

Vigil Mechanism Policy

Pursuant to Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Board of Directors had approved the Policy on Vigil Mechanism. This Policy *inter-alia* provides a direct access to the Managing Director of the Company. Your Company hereby affirms that no Director/ employee have been denied access to the Managing Director and that no complaints were received during the year under review.

Sexual Harassment Policy

The Company has zero tolerance for sexual harassment in the workplace and had adopted a policy in this regard. Presently, the Company has a proper mechanism to address the complaints that may





be received from the aggrieved and is in process of constituting the Internal Complaints Committee as required under the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

All employees are treated with dignity with a view to maintain a work environment free of sexual harassment whether physical, verbal or psychological. The Company has not received any complaints during the year under review.

Corporate Social Responsibility

Pursuant to Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, your Company at the Board Meeting held on September 8, 2014 constituted a CSR Committee.

The CSR Committee comprises of the following members:-

S.No	Name	Designation
1	Mr. T.P.Imbichammad	Managing Director
2	Mr. Kunhamed Bicha	Director
3	Mr. Srinivasan Bhaskar	Director

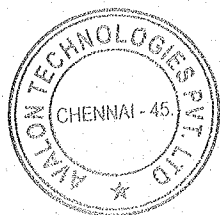
The company's obligation under Section 135 of the Companies Act, 2013, towards Corporate Social Responsibility (CSR) for the current year is Rs: 22.04 Lakhs (PY Rs.28.84 Lakhs).

The Company through its committee is in the process of identifying the viable, deserving projects to spend the amount for CSR especially in the forthcoming years.

The brief outline of the Corporate Social Responsibility (CSR) policy of the Company and the initiatives undertaken by the Company on CSR Activities during the year is enclosed as **Annexure IV**.

Significant and Material Orders passed by the Regulators

During the year under review, no significant and material orders were passed by the regulators or courts or tribunals impacting the going concern status and operations of the Company.





Particulars of Loans, Guarantees or Investments under Sec 186

During the financial year under review, your Company has not granted any Loans or Guarantees. The Company has acquired the entire equity stake of M/s.Avalon Technology Services Private Limited from its existing shareholders in exchange for equity shares in the company under a swap arrangement. M/s. Avalon Technology Services Private Limited has become the wholly owned subsidiary of your company.

Details of conservation of energy, technology absorption, foreign exchange earnings and outgo

A. Conservation of energy:

The Company has been making continuous efforts to achieve high productivity with reduced energy consumption to ensure optimum utilization of energy. The Management is striving to achieve cost reduction by economical usage of energy and to bring a general awareness about the energy conservation at all levels.

B. Technology Absorption:

1. Research and Development (R & D) : Nil
2. Technology absorption, adaptation and innovation : Nil

C. Foreign Exchange Earnings and Outgo:

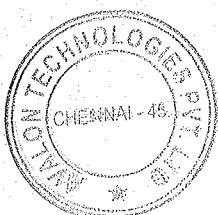
Foreign Exchange earnings : Rs. 17,625.55 Lakhs (PY 23,312.48)

Foreign Exchange outgo : Rs. 25,220.75 Lakhs (PY 22,593.52)

Directors' Responsibility Statement

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;





- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Acknowledgement

Your Directors place on record their appreciation for employees at all levels, who have contributed to the growth and performance of your Company.

Your Directors also thank the clients, vendors, bankers, shareholders and advisers of the Company for their continued support.

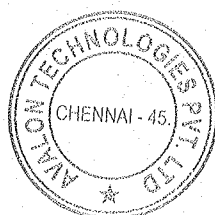
Your Directors also thank the Central and State Governments, and other statutory authorities for their continued support.

For and on behalf of the Board
Avalon Technologies Private Limited

T.P. Imbichammad
Managing Director
DIN: 00634769

Kunhamed Bicha
Director
DIN: 00819707

Place: Chennai
Date: 27.11.2020





Annexure I

FORM NO. AOC.1

**Statement containing salient features of the financial statement of
Subsidiaries/associate companies/joint ventures
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of
Companies (Accounts) Rules, 2014)**

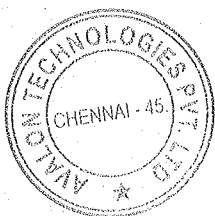
PART – A: Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs)

1.	Sl. No	1
2.	Name of the subsidiary	Avalon Technology And Services Private Limited
3.	CIN	U72100TN2008PTC068955
4.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	1 st April, 2019 - 31 st March, 2020
5.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	INR (In Lakhs)
6.	Share capital	6.07 lakhs
7.	Reserves & surplus	1,423.73 lakhs
8.	Total assets	10,120.34 lakhs
9.	Total Liabilities	8,925.53 lakhs
10.	Investments	235 lakhs
11.	Turnover	11,064.36 lakhs
12.	Profit before taxation	414.30 lakhs
13.	Provision for taxation	60.09 lakhs
14.	Profit after taxation	354.21 lakhs
15.	Proposed Dividend	Nil
16.	% of shareholding	100

The following information shall be furnished:-

1. Names of subsidiaries which are yet to commence operations - Nil
2. Names of subsidiaries which have been liquidated or sold during the year – Nil





Part "B": Associates and Joint Ventures

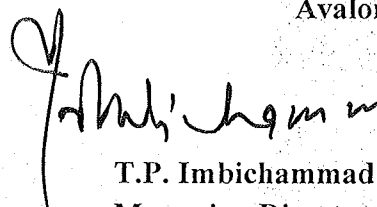
**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to
Associate Companies:**

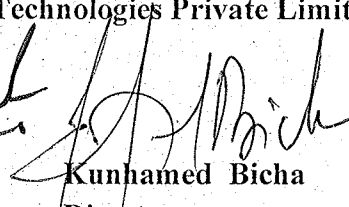
S.No	Name of Associates/ Joint Ventures	NA
1.	Latest audited Balance Sheet Date	-
2.	Shares of Associate/ Joint Ventures held by the Company on the year end.	-
a)	No.	-
b)	Amount of Investment in Associates/ Joint Ventures	-
c)	Extent of Holding %	-
3.	Description of how significant the influence	-
4.	Reason why the associate/joint venture is not consolidated	-
5.	Networth attributable to Shareholding as per latest audited Balance Sheet	-
6.	Profit / Loss for the year	-
a)	Considered in consolidation	-
b)	Not considered in consolidation	-

The following information shall be furnished:-

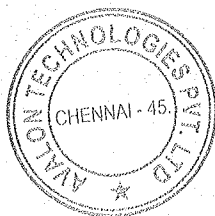
- Names of associates which are yet to commence operations: NIL
- Names of associates which have been liquidated or sold during the year: NIL

For and on behalf of the Board
Avalon Technologies Private Limited


T.P. Imbichammad
Managing Director
DIN: 00634769


Kunhamed Bicha
Director
DIN: 00819707

Place: Chennai
Date: 27.11.2020



**ANNEXURE - II TO THE DIRECTORS' REPORT****Form No. MGT-9****EXTRACT OF ANNUAL RETURN****as on the financial year ended on 31st March, 2020**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

1.	CIN	U30007TN1999PTC043479
2.	Registration Date	03-11-1999
3.	Name of the Company	AVALON TECHNOLOGIES PRIVATE LIMITED
4.	Category / Sub-Category of the Company	Private Limited Company-Non Government Company- Company Limited by Shares
5.	Address of the Registered office and contact details	B-7, First Main Road, MEPZ- SEZ, Tambaram, Chennai- 600045
6.	Whether listed company	Not Listed
7.	Name, address and contact details of Registrar and Transfer Agent, if any :	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 100% of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products /services	NIC Code of the Product/ service	% to total turnover of the company
1.	Manufacture of bare printed circuit boards, loading of components onto printed circuit boards; manufacture of interface cards (e.g. sound, video, controllers, network, modems	26104	88%
2	Manufacture of fibre optic cables for data transmission or live transmission of images	27310	12%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sl. No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Avalon Technology And Services Private Limited	U72100TN2008PTC068955	Subsidiary	100%	2(87)(ii)

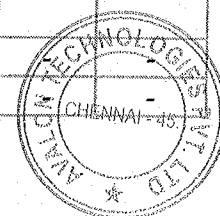




IV (A). SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

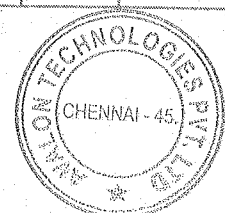
(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
1) Indian									
a) Individual/ HUF	-	3,750	3,750	2.59	-	5,196	5,196	3.40	1.00
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other.....	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	-	3,750	3,750	2.59	-	5,196	5,196	3.40	1.00
2) Foreign									
g) NRIs- Individuals	-	-	-	-	-	-	-	-	-
h) Other- Individuals	-	1,10,000	1,10,000	76.07	-	1,16,059	1,16,059	75.86	4.19
i) Bodies Corp.	-	-	-	-	-	-	-	-	-
j) Banks / FI	-	-	-	-	-	-	-	-	-
k) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	1,10,000	1,10,000	76.07	-	1,16,059	1,16,059	75.86	4.19
Total Promoter Shareholding (A) = (A) (1) + (A) (2)	-	1,13,750	1,13,750	78.66	-	1,21,255	1,21,255	79.26	5.19
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign	-	-	-	-	-	-	-	-	-





Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Venture Capital Funds									
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1)									
2. Non Institutions									
a) Bodies Corp. (i) Indian (ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
(ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	30,861	30,861	21.34	-	31,742	31,742	20.75	0.61
c) Others (Specify)	-	-	-	-	-	-	-	-	-
Sub-total(B) (2)	-	30,861	30,861	21.34	-	31,742	31,742	20.75	0.61
Total Public Shareholding (B) = (B) (1) + (B) (2)	-	30,861	30,861	21.34	-	31,742	31,742	20.75	0.61
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total(A+B+C)	-	1,44,611	1,44,611	100	-	1,52,997	1,52,997	100	5.80



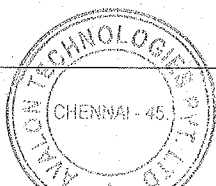


(ii) Share Holding of Promoters (Including Promoter Group)

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Mr. T.P. Imbichammad	2,500	1.73	Nil	3,802	2.49	Nil	0.76
2.	Mrs. Mariyam Bicha	1,250	0.86	Nil	1,394	0.91	Nil	0.05
3.	Mr. Srinivasan Bhaskar	50,000	34.58	Nil	52,384	34.24	Nil	(0.33)
4.	Mr. Kunhamed Bicha	60,000	41.49	Nil	63,675	41.62	Nil	0.12
	Total	1,13,750	78.66	Nil	1,21,255	79.26	Nil	0.6

(iii) Change in Promoter's Shareholding (Please Specify, if there is no change):

S.No				Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year			1,13,750	78.66	1,13,750	78.66
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):						
	Date	Event	Name of the Promoter				
	25.09.2019	Swap of shares for acquisition of M/s. Avalon Technology and Services private Limited	Mr. T.P. Imbichammad	2,500	1.73	3,802	2.49
			Mrs. Mariyam Bicha	1,250	0.86	1,394	0.91
			Mr. Srinivasan Bhaskar	50,000	34.58	52,384	34.24
			Mr.Kunhamed Bicha	60,000	41.49	63,675	41.62
3.	At the End of the year			1,21,255	79.26	1,21,255	79.26



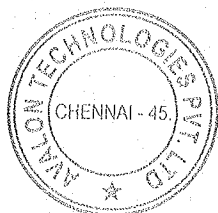


(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	Nil			
2.	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	Nil			
3.	At the End of the year (or on the date of separation, if Separated during the year)	Nil			

(v) Shareholding of Directors and Key Managerial Personnel

Sl.No	For each of the Directors	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the Company	No of shares	% of total shares of the Company
1	Mr. T. P. Imbichammad	2,500	1.73	3,802	2.49
2	Mr. Bhaskar Srinivasan	50,000	34.58	52,384	34.24
3	Mr. Sareday Seshu Kumar	11,250	7.78	11,250	7.35
4	Mr. Anand Kumar	5,150	3.56	6,031	3.94
5	Mr. Luquman Ediyannam	14,461	9.99	14,461	9.45
6	Mr. Kunhamed Bicha	60,000	41.49	63,675	41.62



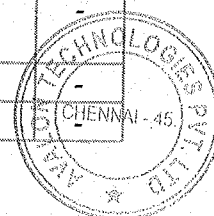


Sl.No	For each of the KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the Company	No of shares	% of total shares of the Company
1.	At the beginning of the year	Not applicable			
2.	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc);				
3.	At the End of the year				

IV (B). SHARE HOLDING PATTERN (Preference Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Dema	Physica	Total	% of Total Shares	t	Physical	Total	% of Total Shares	
A. Promoters									
3) Indian									
l) Individual/ HUF	-	-	-	-	-	-	-	-	-
m) Central Govt	-	-	-	-	-	-	-	-	-
n) State Govt(s)	-	-	-	-	-	-	-	-	-
o) Bodies Corp									
p) Banks / FI	-	-	-	-	-	-	-	-	-
q) Any Other.....	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	-	-	-	-	-	-	-	-	-
4) Foreign									
r) NRIs-Individuals	-	-	-	-	-	-	-	-	-
s) Other-Individuals	-	-	-	-	-	-	-	-	-
t) Bodies Corp.	-	-	-	-	-	-	-	-	-
u) Banks / FI	-	-	-	-	-	-	-	-	-



Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
v) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total Promoter Shareholding (A) = (A) (1) + (A) (2)	-	-	-	-	-	-	-	-	-
B. Public Shareholding									
2. Institutions									
j) Mutual Funds	-	-	-	-	-	-	-	-	-
k) Banks / FI	-	-	-	-	-	-	-	-	-
l) Central Govt	-	-	-	-	-	-	-	-	-
m) State Govt(s)	-	-	-	-	-	-	-	-	-
n) Venture Capital Funds	-	-	-	-	-	-	-	-	-
o) Insurance Companies	-	-	-	-	-	-	-	-	-
p) FIIs	-	-	-	-	-	-	-	-	-
q) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
r) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1)									
2. Non Institutions									
d) Bodies Corp. (i) Indian (ii) Overseas	-	2,33,281	2,33,281	66.65	-	2,33,281	2,33,281	66.65	Nil
e) Individuals									
(iii) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
(iv) Individual shareholders holding nominal share capital in excess of Rs. 1	-	1,16,719	1,16,719	33.35	-	1,16,719	1,16,719	33.35	Nil



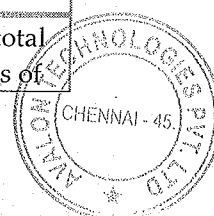
Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
lakh									
f) Others(Specify)	-	-	-	-	-	-	-	-	-
Sub-total(B) (2)	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B) = (B) (1) + (B) (2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	3,50,000	3,50,000	100	-	3,50,000	3,50,000	100	Nil

(iv) Share Holding of Promoters (Including Promoter Group)

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
								% change in share holding during the year
NIL								

(v) Change in Promoter's Shareholding (Please Specify, if there is no change)

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of	No. of shares	% of total shares of





		the company	the company
1.	At the beginning of the year	NIL	
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):		
3.	At the End of the year		

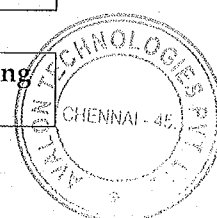
(vi) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	Nil			
2.	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	Nil			
3.	At the End of the year (or on the date of separation, if Separated during the year)	Nil			

(vii) Shareholding of Directors and Key Managerial Personnel

Sl.No	For each of the Directors	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the Company	No of shares	% of total shares of the Company
NIL					

Sl.No	For each of the KMP	Shareholding at the beginning of the year	Cumulative Shareholding during the year
-------	---------------------	---	---



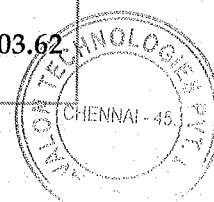


		No of Shares	% of total shares of the Company	No of shares	% of total shares of the Company
1.	At the beginning of the year	Not applicable			
2.	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
3.	At the End of the year				

INDEBTEDNESS

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

	Secured Loans excluding deposits Rs. In Lakhs	Unsecured Loans Rs. In Lakhs	Deposits	Total Indebtedness Rs. In Lakhs
Indebtedness at the beginning of the financial year	12,429.85	204.43	Nil	12,634.28
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not				
Total(i+ii+iii)	12,429.85	204.43	Nil	12,634.28
Change in Indebtedness during the financial year				
- Addition	Nil	627.27	Nil	627.27
- Reduction	(757.92)	Nil	Nil	(757.92)
Net Change	(757.92)	627.27	Nil	-130.66
Indebtedness at the end of the financial year	11,671.93	831.7	Nil	12,503.62
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	11,671.93	831.7	Nil	12,503.62





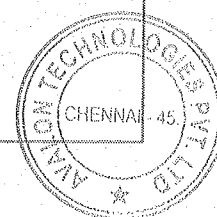
REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. No.	Particulars of Remuneration	Mr. T.P. Imbichammad Managing Director Rs. In Lakhs	Mr. Kunhamad Bicha Director Rs. In Lakhs	Total Amount in Rs. In Lakhs
	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	180	120	300
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		25.10	25.10
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			
1)	Stock Option	-	-	-
2)	Sweat Equity	-	-	-
3)	Commission - as % of profit - others, specify	-	-	-
4)	Others, please specify	-	-	-
5)	Total(A)	180	145.10	325.10
6)	Ceiling as per the Act	NA		

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
1.	<u>Independent Directors</u> • Fee for attending board/committee meetings • Commission • Others, please specify	Nil	Nil	Nil	Nil	Nil
	Total(1)	Nil	Nil	Nil	Nil	Nil
2.	<u>Other Non-Executive Directors</u> • Fee for attending board/committee meetings • Commission • Others, please specify	Nil	Nil	Nil	Nil	Nil





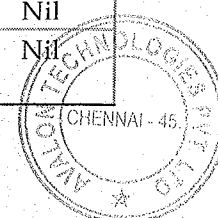
	Nil	Nil	Nil	Nil	Nil
Total(B)=(1+2)	Nil	Nil	Nil	Nil	Nil
Total Managerial Remuneration	Nil	Nil	Nil	Nil	Nil
Overall Ceiling as per the Act	Nil	Nil	Nil	Nil	Nil

C. Remuneration to Key Managerial Personnel Other Than MD /Manager /WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel (CEO/Company Secretary/CFO)	
		NA	Total Amount in Rs in Lakhs
1.	Gross Salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission – as % of profit – others, specify	Nil	Nil
5.	Others, please specify	Nil	Nil
6.	Total	Nil	Nil

(viii) PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/Compounding fees imposed	Authority [RD/NCLT/ Court]	Appeal made. If any (give details)
A. Company					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. Directors					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil





	Section of the companies Act	Brief description	Details of Penalty/ Punishment/Compounding fees imposed	Authority [RD/NCLT/ Court]	Appeal made. If any (give details)
A. Company					
C. Other Officers In Default					
Penalty	Nil	Nil	Nil	Nil	Nil
Nil	Nil	Nil	Nil	Nil	Nil
Nil	Nil	Nil	Nil	Nil	Nil

For and on behalf of the Board
Avalon Technologies Private Limited

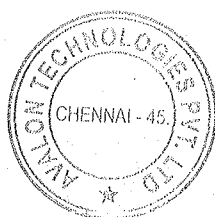
T.P. Imbichammad
Managing Director

DIN: 00634769

Kunhamed Bicha
Director

DIN: 00819707

Place: Chennai
Date: 27.11.2020





Annexure III

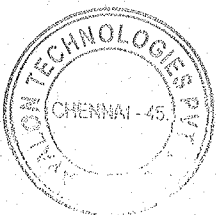
FORM NO. AOC2

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: Nil

2. Details of material contracts or arrangement or transactions at arm's length basis:

SI No	Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
1.	ABV Electronics Inc (Sienna Corporation), USA	Purchase of Raw Materials and Components	1 year	7,718.76 Lakhs	-	-
2.	Avalon Technology and Services Private Limited	Purchase of Raw Materials and Components Purchases	1 year	1,638.34 Lakhs	-	-
3.	ABV Electronics Inc (Sienna Corporation), USA	Purchase of Fixed Assets	1 year	665.50 Lakhs		
4.	ABV Electronics Inc (Sienna Corporation), USA	Sales	1 year	9,669.91 Lakhs		-





SI No	Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
5.	Ele Sienna LLC, USA	Sales	1 year	34.82 Lakhs	-	-
7.	Avalon Technology and Services Private Limited	Sales	1 year	93.40 Lakhs	-	-

For and on behalf of the Board
Avalon Technologies Private Limited

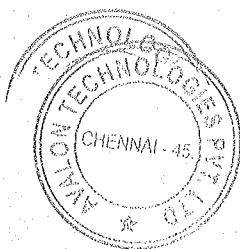
T.P. Imbichammad
Managing Director

DIN: 00634769

Kunhamed Bicha
Director

DIN: 00819707

Place: Chennai
Date: 27.11.2020

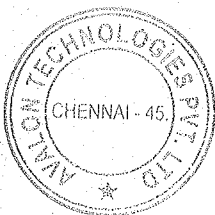




Annexure 4

Report on Corporate Social Responsibility (CSR)

1	A brief outline of the Company's CSR Policy including overview of projects or programs proposed to be undertaken.	The CSR Policy has been prepared pursuant to and in accordance with the requirements of Section 135 of the Companies Ac, 2013	
2	Composition of the Committee	Name of the Member	DIN
		Mr. T.P.Imbichammad	00634769
		Mr. Kunhamed Bicha	00819707
		Mr. Srinivasan Bhaskar	02561215
3	Average net profit of the Company for the last 3 financial years	1102.08 Lakhs	
4	Prescribed CSR expenditure (two percent of the amount mentioned in item 2 above)	22.04 lakhs (PY 28.84 lakhs)	
5	Details of CSR spent during the financial year:		
	(a) Total amount to be spent for the financial year (2019-2020)	22.04 lakhs	
	(b) Amount unspent, if any	22.04 lakhs	
	(c) Manner in which the amount spent during the financial year	NA	
6	In case the company has failed to spend the two percent of the average net profit of the last three financial year or any part thereof, the company shall provide the reasons for not spending the amount in its Boards report	The Company through its committee is in the process of identifying the viable, deserving projects to spend the amount for CSR especially in the forthcoming years.	



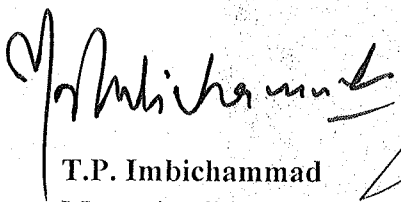


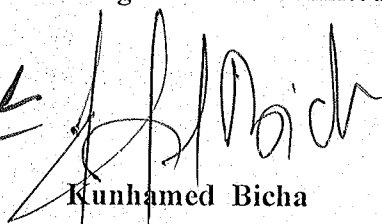
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S.N	CSR Project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or program wise	Amount spent on the projects or programs	Cumulative expenditure up to the reporting period	Amount spent direct or through implementing agency
NA							
	Total						

RESPONSIBILITY STATEMENT:

The implementation and monitoring of Corporate Social Responsibility (CSR) Policy, is in compliance with CSR objectives and policy of the Company.

For and on behalf of the Board
Avalon Technologies Private Limited


 T.P. Imbichammad
 Managing Director
 DIN: 00634769


 Kunhamed Bicha
 Director
 DIN: 00819707

Place: Chennai
Date: 27.11.2020

