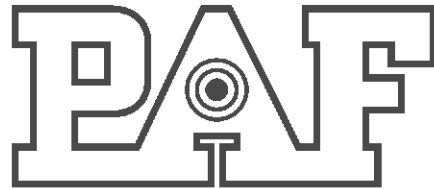


**19<sup>th</sup>**  
**ANNUAL REPORT**  
**2019 / 2020**



***PATELS AIRFLOW LIMITED.***

**Registered Office :**

**61, Phase - I, GIDC Industrial Estate, Vatva, AHMEDABAD - 382 445.**

**Phone No : 079 – 40200800 • E-mail : [paflacct@gmail.com](mailto:paflacct@gmail.com)**

**CIN NO.: U31909GJ2001PLC039998**

# ***PATELS AIRFLOW LIMITED.***

**(CIN: U31909GJ2001PLC039998)**

## **19<sup>th</sup> ANNUAL REPORT 2019 / 2020**

<b>BOARD OF DIRECTORS</b>	:	Shri Popatlal Bhopabhai Patel	Chairman & Wholetime Director
		Shri Bhogilal Ishwarlal Patel	Managing Director
		Shri Kashiram Khodidas Patel	Wholetime Director
		Shri Himanshu Popatlal Patel	Executive Director
		Shri Devang Kashiram Patel	Executive Director
		Shri Prakash Bhogilal Patel	Executive Director
		Shri Kaival Devang Patel	Non - Executive Director
		Shri Akash Himanshu Patel	Executive Director
<b>REGISTERED OFFICE</b>	:	61, Phase – I, G I D C Industrial Estate, Vatva, Ahmedabad – 382 445, Gujarat.	
<b>WORKS</b>	:	61, Phase – I, G I D C Industrial Estate, Vatva, Ahmedabad – 382 445, Gujarat.	
<b>STATUTORY AUDITORS</b>	:	ASHESH ALKESH & CO. Chartered Accountants 302, Onyx, Nr. Rajhans Society, IDBI Cross Road, Off. C.G. Road, Navrangpura, Ahmedabad – 380009.	
<b>BANKER</b>	:	Bank of India Vatva Industrial Estate Branch ( Sp. S.S.I. ), Vatva, Ahmedabad – 382 445.	
	:	Kotak Mahindra Bank 10/12, Karnavati Industrial Estate No 2, G.I.D.C, Phase IV, Ramol Cross Road, Vatva, Ahmedabad - 382 445.	
<b>REGISTRARS &amp; TRANSFER AGENT</b>	:	M/s. BIGSHARE SERVICES PVT. LTD., A-802, Samudra Complex, Nr. Klassic Gold Hotel, Grish Cold Drink, Off C G Road , Navrangpura, Ahmedabad - 380009. Gujarat. Phone No. -079-40024135, Mob. 9971542155	

## **Chairman's Speech to Shareholders**

**Respected Shareholders,**

On my behalf and on behalf of the Board of Directors, I welcome you all to this 19<sup>th</sup> Annual General Meeting of Company.

I feel honoured and privileged once again to present with you the Annual Report for the F.Y. 2019-20. It gives me an opportunity to share my thoughts and the Company's progress during the year as well as the way forward. The financial year 2019-20 also was full of challenges and crucial commitments.

During the toughest times that the world witnessed because of COVID-19 pandemic followed by the worldwide lockdown, your Company stood by all its commitments, as a duty to the nation, and ensured maximum availability of its capacity to provide uninterrupted supply of Industrial Fans, Blowers and Tubes and its related accessories and carbon steel tubes and stainless steel tubes to the consumers. Even during this hard time, our units operated with the optimum levels. We would like to take this opportunity to thank the selfless efforts of our work force handling the production at the plant and our employees handling the administrative work of our company. Without their co-operation and efforts our company would not have achieved this position.

Discarding the global challenges, your company continued to carry on business cautiously which resulted in to turnover of Rs. 4537.52 Lakh and Profit Rs. 185.97 Lakh during the Financial Year 2019-20.

Success is working together and not a destination, It is with this hope and faith I look forward to your continuous confidence in your Company embarking on the next phase of its growth journey.

**With best wishes,  
Sincerely**

**Popatlal Bhopabhai Patel  
Chairman & Wholetime Director**

**NOTICE**

Notice is hereby given that the 19<sup>th</sup> Annual General Meeting of the members of **PATELS AIRFLOW LIMITED** will be held on Saturday, 26<sup>th</sup> Day of December, 2020 at 11.00 a.m. at the Registered Office of the company situated at Phase - I, GIDC Industrial Estate, Vatva, Ahmedabad – 382445, Gujarat to transact the following business :

**ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Standalone Financial Statements of the company for the Financial Year ended on 31<sup>st</sup> March, 2020, together with the Reports of the Board of Directors and the Auditors thereon.
2. To declare Dividend on Equity Shares for the financial year 2019-20.
3. To appoint a Director in place of Shri Popatlal Bhopabhai Patel (DIN: 00145058), Chairman & Wholetime Director, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Shri Himanshu Popatlal Patel (DIN: 00145270), Executive Director, who retires by rotation and being eligible offers himself for re-appointment.

Place : Ahmedabad  
Date : 20<sup>th</sup> November, 2020

**By the order of Board of Directors  
For, PATELS AIRFLOW LIMITED**

**POPATLAL BHOPABHAI PATEL**  
Chairman and Wholetime Director  
(DIN : 00145058)

**NOTES :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND PROXY NEED NOT BE A MEMBER OF THE COMPANY.

Proxies, in order to be effective, must be received by the Company, duly filled, stamped and signed, at its Registered Office not less than 48 hours before the Meeting.

Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable, issued on behalf of the nominating organization.

2. A person can act as proxy on behalf of Members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a Member holding more than ten percent of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or Member.
3. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
4. Brief Profile of Directors seeking re-appointment at the Annual General Meeting pursuant to Secretarial Standards form integral part of the notice. The Directors have furnished the requisite declarations for their appointment/reappointment.
5. **Book Closure:** The Company has notified of closure of register of members and share transfer books from Saturday, 19<sup>th</sup> December, 2020 to Saturday, 26<sup>th</sup> December, 2020 (both days inclusive) to determine entitlement of the shareholders to receive dividend for the year 2019-20 and for the purpose of annual general meeting.
6. The Board of Directors at its meeting held on 26<sup>th</sup> October, 2020, has recommended a dividend of Rs. 2.50 per Equity Share of the face value of Rs. 10/- each. The dividend, if declared at the Annual General Meeting, will be paid to those members of the Company, whose names appear in the Register of Members or Register of Beneficial Ownership as on Friday, 18<sup>th</sup> December, 2020. The dividend will be payable on or after 29<sup>th</sup> December, 2020. Members are requested to update their bank details with their Depository Participants (DP) to receive the amount of dividend quickly.
7. The dividend, if approved, will be paid by crediting in to the bank account as provided by NSDL and CDSL through ECS / NECS / electronic transfer, of those shareholders holding shares in electronic form/Demat and having registered relevant bank details. In respect to those shareholders holding shares in physical form or in case of ECS / NECS/ electronic payment rejected, dividend will be paid by dividend warrants / demand drafts.

8. Members may opt for the direct credit of dividend / ECS wherein members get the credit of dividend directly in their designated bank account. This ensures direct and immediate credit with no chance of loss of bank instrument in transit. To avail this facility, the members are requested to update with their DP, the active bank account details including 9 digit MICR code and IFSC code, in case the holding is in dematerialized form. In case of shares held in physical form, the said details may be communicated to the Company or RTA, by quoting registered folio number and attaching photocopy of the cheque leaf of the active bank account along with a self-attested copy of the PAN card.
9. Shareholders may please note that in accordance with the provisions of the Income Tax Act, 1961, as amended by and read with the provisions of the Finance Act, 2020, dividend declared and paid by the Company with effect from 1st April, 2020, is taxable in the hands of Shareholders and the Company is required to deduct tax at source ("TDS") from dividend paid to the Shareholders at the applicable rates.

**For Resident Shareholders:**

For Resident Shareholders, TDS shall be deducted under Section 194 of the Income Tax Act, 1961 at rate in force (at present 7.5%) on the amount of Dividend declared and paid by the Company during Financial Year 2020-21, provided Permanent Account Number (PAN) is registered by the Shareholder. If PAN is not registered, TDS would be deducted at rate in force (at present 20% plus applicable surcharge and cess) as per Section 206AA of the Income Tax Act, 1961.

However, no tax shall be deducted on the Dividend payable to a resident individual if the total dividend to be received by such resident individual during the Financial Year 2020-21 does not exceed Rs.5,000/- (Rupees Five Thousand Only). Please note that this includes future dividends, if any, which may be declared by the Company during the Financial Year 2020-21.

Separately, in cases where a Shareholder provides Form 15G (applicable to any resident person other than a company or a firm) / Form 15H (applicable to a resident individual above the age of 60 years), provided that the eligibility conditions are being met, no TDS shall be deducted.

**For Mutual Fund Shareholders:**

For Mutual Fund Shareholders, TDS is exempt under Section 10(23D) of the Income Tax Act, 1961, provided Mutual Funds provide Securities and Exchange Board of India (SEBI) Registration / Central Board of Direct Taxes (CBDT) notification and a self-declaration that their income is exempt under Section 10(23D) of the Income Tax Act, 1961.

**For Foreign Institutional Investors (FII) / Foreign Portfolio Investors (FPI):**

For Foreign Institutional Investors (FII) / Foreign Portfolio Investors (FPI), tax will be deducted under Section 196D of the Income Tax Act, 1961, at applicable rate, including surcharge and cess.

**For Other Non-Resident Shareholders:**

For Other Non-Resident Shareholders, taxes are required to be withheld in accordance with

the provisions of Section 195 of the Income Tax Act, 1961, at the rates in force. However, as per Section 90 of the Income Tax Act, 1961, the Non-Resident Shareholder has the option to be governed by the provisions of the Double Tax Avoidance Agreement (DTAA) between India and the country of tax residence of the Shareholder, if they are more beneficial to them.

For this purpose, i.e., to avail the Tax Treaty benefits, the Non-Resident Shareholder is required to provide the following:

1. Self-attested copy of Tax Residency Certificate (TRC) obtained from the tax authorities of the country of which the Shareholder is resident;
2. Self-declaration in Form 10F;
3. Self-attested copy of the Permanent Account Number (PAN) Card allotted by the Indian Income Tax Authorities;
4. Self-declaration, certifying the following points:
  - I. Shareholder is and will continue to remain a tax resident of the country of its residence during the Financial Year 2020-21;
  - ii. Shareholder is eligible to claim the beneficial DTAA rate for the purposes of tax withholding on dividend declared by the Company;
  - iii. Shareholder has no reason to believe that its claim for the benefits of the DTAA is impaired in any manner;
  - iv. Shareholder is the ultimate beneficial owner of its shareholding in the Company and dividend receivable from the Company; and
  - v. Shareholder does not have a taxable presence or a permanent establishment in India during the Financial Year 2020-21.

Please note that the Company is not obligated to apply the beneficial DTAA rates at the time of tax deduction / withholding on dividend amounts. Application of beneficial DTAA rate shall depend upon the completeness and satisfactory review by the Company, of the documents submitted by Non-Resident Shareholder.

**For the attention of all Shareholders:**

Shareholders may make an online submission of Form 15G/15H and Form 10F, along with the requisite supporting documents (scanned copies) as mentioned above, as applicable, on the website of Bigshare Services Private Limited, the Company's Registrar and Share Transfer Agent ("**Bigshare**") at [www.bigshareonline.com](http://www.bigshareonline.com). The Shareholders may also download these forms from Bigshare's website and send: (a) physical copies of the duly filled forms / documents to Bigshare's Registered Office at 1<sup>st</sup> Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai – 400 059, Maharashtra, or (b) scanned copies of the duly filled forms / documents to Bigshare's e-mail ID [investor.ahm@bigshareonline.com](mailto:investor.ahm@bigshareonline.com) or [tds@bigshareonline.com](mailto:tds@bigshareonline.com).

The aforesaid declarations and documents need to be submitted by the Shareholders so as to reach Bigshare **on or before Friday, 18<sup>th</sup> December, 2020 by 11.59 p.m. (IST)**.

It may please be noted that Forms received after the said date and incomplete or incorrect forms shall not be considered and shall not be eligible for non-deduction or lower deduction of tax.

The URL for downloading the aforesaid forms from the website of Bigshare is :  
<https://www.bigshareonline.com/Resources.aspx>

All the forms are available in under the heading "Forms & Procedures".

Alternatively, these declarations can be submitted online also at :  
<https://www.bigshareonline.com/dividendTDS.aspx>

On this page the user shall be prompted to select / share the requisite particulars and upload the supporting documents.

By submission of Form 15G / 15H and Form 10F, along with the requisite supporting documents, the Shareholder is deemed to confirm to the Company that :

- a. the Shareholder satisfies the requisite criteria for submission of the same and takes full responsibility for availing the TDS deduction exemption;
- b. the Company or Bigshare will not be held responsible / liable and no claims shall lie against them in this regard;
- c. the online submission of the Form 15G/Form 15H (if made) shall be deemed to have been signed by the Shareholder.

The Company will arrange to email a soft copy of TDS Certificate to the Shareholder at the Shareholder's registered e-mail ID in due course.

It may be further noted that in case the tax on said dividend is deducted at a higher rate in absence of receipt of the aforementioned details / documents from a Shareholder, there would still be an option available with such Shareholder to file the return of income and claim an appropriate refund, if eligible.

All communications/ queries in this respect should be addressed to the RTA, Bigshare Services Private Limited on their e-mail address [investor.ahm@bigshareonline.com](mailto:investor.ahm@bigshareonline.com)

Further, Shareholders holding shares in physical mode and who have not registered / updated their email addresses with the Company are requested to update their email addresses with Bigshare. Shareholder holding shares in dematerialized mode are requested to register / update their e-mail addresses with the relevant Depository Participant(s).

10. Pursuant to Sections 124 of the Companies Act, 2013, the amount of dividend remaining unpaid or unclaimed for a period of seven years from the date of its transfer to the Unpaid Dividend Account of the Company is required to be transferred to Investor Education and Protection Fund ("IEPF") established by the Central Government. The Company during the year has transferred



a sum of Rs. 1,19,360/- being unclaimed dividend amount for the financial year 2011-12 to the Investor Education and Protection Fund of the Central Government. The shareholders who have not claimed their dividend for the financial year 2012-13 are requested to claim their dividend on or before 26<sup>th</sup> November, 2020, failing which it would be transferred to IEPF after 27<sup>th</sup> November, 2020 and no claim shall lay against the Company for the said amount of unclaimed dividend so transferred. The details of unclaimed dividends are available on the Company's website at [www.patelsairflow.com](http://www.patelsairflow.com).

Further, pursuant to the provisions of Section 124 of the Act and Investor Education and Protection Fund Authority Rules, 2016 ("IEPF Rules"), all shares on which dividend has not been paid or claimed for seven consecutive years or more are required to be transferred to Demat Account of IEPF. The Company timely sent individual intimation to all such shareholders. All such Shareholders are requested to claim their Unclaimed Dividend expeditiously failing which their shares shall be transferred to Demat Account of IEPF and no claim shall lay against the Company. The Shareholders thereafter need to claim their shares from IEPF Authority by filing E-Form-5 and by following such procedures as prescribed in the IEPF Rules (as may be amended from time to time).

11. Members are requested to bring their attendance slip along with their copy of annual report to the Meeting.
12. Members who hold shares in de-materialization form are requested to bring their depository account number for identification.
13. In case of joint holders attending the Meeting only such joint holder who is higher in the order of names will be entitled to vote.
14. Relevant documents referred to in the accompanying notice are open for inspection by the members at the registered office of the Company on all working days, between 11:00 a.m. and 1:00 p.m. up to the date of meeting.
15. If members want to change/correct bank account details, they should communicate the same immediately to the concerned Depository Participant. Members are also requested to furnish their MICR code of their bank to their Depository Participant. The Company or its Registrar will not entertain any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant of the members. Members holding shares in physical form are requested to advise any change of address immediately to the Company/Registrar and Share Transfer Agents, M/s Bigshare Services Pvt. Ltd.
16. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company. The Nomination Form-SH 13 prescribed by the Government can be obtained from the Share Transfer Agent or may be downloaded from the website of the Ministry of Company Affairs.
17. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to Bigshare Services Pvt. Ltd,

for consolidation into a single folio.

18. Members desirous of obtaining any information concerning accounts and operations of the Company are requested to address their questions in writing to the Company at least 7 days before the date of the Meeting so that the information required may be made available at the Meeting.
19. Non-Resident Indian Members are requested to inform Bigshare Services Pvt. Ltd, immediately of:
  - a) Change in their residential status on return to India for permanent settlement.
  - b) Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.
20. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / Bigshare Services Pvt. Ltd.
21. To support the "Green Initiative in Corporate Governance" taken by the Ministry of Corporate Affairs by allowing paperless compliance and stating that service of notices / documents including Annual Report can be effected by sending the same through electronic mode to the registered e- mail addresses of the shareholders, notices/documents including the Annual Report are now being sent by electronic mode to the shareholders whose e-mail address have been registered with the Company. Members who would like to receive such notices / documents in electronic mode in lieu of physical copy and who have not registered their e-mail addresses so far or who would like to update their e-mail addresses already registered, are requested to register/update their e-mail addresses:
  - In respect of electronic shareholding - through their respective Depository Participants;
  - In respect of physical shareholding - by sending a request to the Company's Share Transfer Agent, mentioning therein their folio number and e-mail address.
22. The route map showing directions to reach the venue of the 19<sup>th</sup> AGM is annexed.
23. The Annual Report 2019-20 of the Company circulated to the Members of the Company, will be made available on the Company's website at [www.patelsairflow.com](http://www.patelsairflow.com)

**Process and manner for members opting for voting through Electronic means:**

- (i) Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide to its members facility to exercise their right to vote on resolutions proposed to be passed in the Meeting by electronic means. The members may cast their votes using an electronic voting system through remote e-voting services provided by Central Depository Services Limited (CDSL) from a place other than the venue of the Meeting.
- (ii) The Members whose names appear in the Register of Members / List of Beneficial Owners as

on Friday, 18<sup>th</sup> December, 2020 (cut - off date) are entitled to avail the facility of remote e-voting as well as voting at the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.

- (iii) A person who has acquired the shares and has become a member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e. Friday, 18<sup>th</sup> December, 2020, shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or through the Poll Paper at the AGM by following the procedure mentioned in this part.
- (iv) The remote e-voting will commence on Wednesday, 23<sup>rd</sup> December, 2020 at 10.00 a.m. and ends on Friday, 25<sup>th</sup> December, 2020 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Friday, 18<sup>th</sup> December, 2020, may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter. The e-voting module shall be disabled by CDSL for voting thereafter.
- (v) Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.
- (vi) The facility for voting through Poll Paper would be made available at the AGM and the members attending the meeting who have not already cast their votes by remote e-voting shall be able to exercise their right at the meeting through Poll Paper. The members who have already cast their vote by remote e-voting prior to the meeting may also attend the meeting, but shall not be entitled to cast their vote again.

The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the Cut-off date i.e. Friday, 18<sup>th</sup> December, 2020.

- (vii) The Company has appointed Mr. Dip G. Patel, Proprietor of DG Patel & Associates, Practising Company Secretary (Membership No. FCS: 10533; CP No: 13774), to act as the Scrutinizer for conducting the remote e-voting process in a fair and transparent manner.
- (viii) The instructions for shareholders voting electronically are as under:

**Step 1** : The voting period begins on Wednesday, 23<sup>rd</sup> December, 2020 at 10.00 a.m. and ends on Friday, 25<sup>th</sup> December, 2020 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Friday, 18<sup>th</sup> December, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

**Step 2** : The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).

**Step 3** : Click on Shareholders/Members. Select the Electronic Voting Sequence Number (EVSN) "COMPANY NAME" i.e. "PATELS AIRFLOW LIMITED" from the drop down menu and click on "SUBMIT".

**Step 4 :** Now Enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

**Step 5 :** Next enter the Image Verification as displayed and Click on Login.

**Step 6 :** If you are holding shares in Demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.

**Step 7 :** If you are a first time user follow the steps given below :

	<b>For Members holding shares in Demat Form and Physical Form</b>
<b>PAN</b>	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.</li> </ul>
<b>Dividend Bank Details OR Date of Birth (DOB)</b>	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).</li> </ul>

**Step 8 :** After entering these details appropriately, click on "SUBMIT" tab.

**Step 9 :** Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in Demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the Demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

**Step 10:** For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

- Step 11 :** Click on the EVSN for the relevant company PATELS AIRFLOW LIMITED on which you choose to vote.
- Step 12 :** On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- Step 13:** Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- Step14 :** After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- Step 15 :** Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- Step 16 :** You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- Step 17 :** If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- Step 18 :** Shareholders can also use Mobile app - "m - Voting" for e voting. Shareholders may log in to m - Voting using their e voting credentials to vote for the company resolution(s).

#### **NOTE FOR NON - INDIVIDUAL SHAREHOLDERS AND CUSTODIANS**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details, user would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or [bssahd@bigshareonline.com](mailto:bssahd@bigshareonline.com) or [paflacct@gmail.com](mailto:paflacct@gmail.com).

**Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.**

**INFORMATION REQUIRED PURSUANT TO SECRETARIAL STANDARD ON GENERAL MEETINGS (SS-2), IN RESPECT OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THE 19TH ANNUAL GENERAL MEETING**

**A. Directors retiring by rotation and eligible for reappointment :**

1. Shri Popatlal Bhopabhai Patel (DIN: 00145058), Wholetime Director

Age	81 Years
Date of first appointment on the Board	17/09/2001
Expertise	Shri Popatlal Bhopabhai Patel is Promoter of the company. He put hard efforts for the development of the company. He possesses vast and varied experience and under his able management, the company has made satisfactory progress. The financial position of the company has considerably improved. He has successfully completed the expansion project also.
No. of Shares held in the Company as on 31/03/2020	1,12,011
Relationship with other Directors and Key Managerial Personnel	Father of Shri Himanshu Popatlal Patel (DIN: 00145270), Executive Director of company. Grandfather of Shri Akash Himanshu Patel (DIN: 08512178), Executive Director of company.
Other Directorships	NIL
Chairmanship / Membership of Committees of other companies	NIL

## 2. Shri Himanshu Popatlal Patel (DIN: 00145270), Executive Director

Age	51 Years
Date of first appointment on the Board	10/01/2006
Expertise	Shri Himanshu Popatlal Patel is Promoter and Executive Director of the company. He has played important role in progress and prosperity of the company. He is technically well qualified and possesses specialized knowledge and experience.
No. of Shares held in the Company as on 31/03/2020	123325
Relationship with other Directors and Key Managerial Personnel	Son of Shri Popatlal Bhopabhai Patel (DIN: 00145058), Wholetime Director of company. Father of Shri Akash Himanshu Patel (DIN: 08512178), Executive Director of company.
Other Directorships	NIL
Chairmanship / Membership of Committees of other companies	NIL

**DIRECTORS' REPORT**

Dear Members,

Your Directors have pleasure in presenting the 19<sup>th</sup> Annual Report along with the Audited financial statements of the company for the Financial Year ended on 31<sup>st</sup> March, 2020.

**1. FINANCIAL RESULTS :**

Particulars	Year 2019-20 ₹	Year 2018-19 ₹
Revenue from Operations	45,37,52,137	52,47,14,912
Other Income	36,87,783	45,17,905
<b>Total Revenue</b>	<b>45,74,39,920</b>	52,92,32,817
Less: Total Expenditure	42,30,18,118	48,74,89,033
<b>Profit/(Loss) Before Depreciation &amp; Tax</b>	<b>3,44,21,802</b>	<b>4,17,43,784</b>
Less: Depreciation & Amortization Cost	1,04,42,016	98,36,983
Less: Extraordinary items	0	0
<b>Profit/(Loss) Before Tax</b>	<b>2,39,79,786</b>	<b>3,19,06,801</b>
Less: Tax Expenses		
1) Current Tax	60,49,300	88,01,100
2) Deferred Tax	(6,66,230)	2,93,383
<b>Profit/(Loss) After Tax</b>	<b>1,85,96,716</b>	<b>2,28,12,318</b>
EPS (Basic)	8.26	10.14
EPS (Diluted)	8.26	10.14

**2. STATE OF COMPANY'S AFFAIRS :**

- The Company is engaged in manufacturing of complete range of Industrial Fans, Blowers and Tubes and its related accessories and carbon steel tubes and stainless steel tubes.
- During the year under review, revenue from operations decreased to ₹ 45,37,52,137/- as compared to ₹ 52,47,14,912/- in the previous year.
- Profit after tax for the year also decreased to ₹ 1,85,96,716/- as compared to a profit of ₹ 2,28,12,318/- during the previous year. Your directors shall strive harder to achieve better result in future.

**3. DIVIDEND :**

The Board of Directors at its Meeting held on 26<sup>th</sup> October, 2020 has recommended a final dividend of



₹ 2.50 per Equity Share (25% on the face value of Rs. 10/- each) on the paid up share capital of the Company for financial year ended on 31<sup>st</sup> March, 2020 amounting to ₹ 56,25,200/-, which if declared, at the ensuing Annual General meeting scheduled on Saturday, 26<sup>th</sup> December, 2020 will be paid to those shareholders whose names appear in the Register of members as at closing hours of business on Friday, 18<sup>th</sup> December, 2020 ('Record date'). In respect of shares held in electronic form, the dividend will be paid on the basis of beneficial ownership furnished by the depositories viz. NSDL and CDSL for this purpose.

The Register of Members and Share Transfer Books will remain closed from Saturday, 19<sup>th</sup> December, 2020 at 10.00 a.m. and ends on Saturday, 26<sup>th</sup> December, 2020 at 5.00 p.m (both days inclusive).

#### **4. COVID-19 :**

The outbreak of Corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The company has considered internal and external information while finalizing the estimate in relation to its financial statements up to the date of approval of financial statements by the Board of Directors and has not identified any material impact on carrying value of assets, liabilities or provisions. However, the impact assessment of COVID -19 is continuing process given the uncertainties associated with its nature and durations. Due to nature of pandemic, the management will continue to monitor the impact that the COVID -19 is having on the company and shall take appropriate actions based on any material changes in the future economic conditions.

#### **5. TRANSFER TO RESERVE :**

Pursuant to provisions of Section 134 of the Companies Act, 2013, the company has proposed to transfer ₹ 10,00,000 /- to general reserves account of the company.

#### **6. CHANGE IN THE NATURE OF BUSINESS, IF ANY :**

No significant changes in the business of the company occurred during the year under review.

#### **7. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY :**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate and the date of this report.

#### **8. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS :**

The Board of Directors of the Company has laid down adequate internal financial controls which are operating effectively. During the year, policies and procedures are adopted by the Company for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, the prevention and detection of its frauds and errors, the accuracy and completeness of the accounting records and the timely preparations of reliable financial information.

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

No significant and material orders passed by any regulators and/or courts and tribunals which may have the impact on the going concern status and company's operations in future.

**10. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES :**

As on 31<sup>st</sup> March 2020, the Company had no Subsidiaries/Joint Ventures/Associate Companies or any companies which have become or ceased to be its Subsidiaries, joint ventures or associate companies during the year under review.

**11. DEPOSITS :**

Pursuant to Section 73 and 74 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014, the Company has not accepted or renewed any public deposits during the year.

**12. AUDITORS :**

M/s. Ashesh Alkesh & Co., Chartered Accountants (Firm Registration No: 11950W), were appointed as the Statutory Auditors of the company in the 18<sup>th</sup> Annual General Meeting to hold the office for the period of five years till the conclusion of 23<sup>rd</sup> Annual General Meeting of the company. The said Statutory auditors have confirmed that they have not incurred any of the disqualification as mentioned in section 141(3) of the Companies Act, 2013 and the Rules framed thereunder.

**13. AUDITORS REPORT :**

Audit report to the Shareholders does not contain any qualification, reservation or adverse remarks. The observations made by the Statutory Auditors in their report for the financial period ended 31<sup>st</sup> March, 2020 read with the explanatory notes therein are self explanatory and therefore, do not call for any further explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

**14. DETAILS OF FRAUD REPORTING BY AUDITOR :**

Pursuant to provisions of Section 143(12) of the Companies Act, 2013, the Statutory Auditors have not reported any incident of fraud.

**15. MAINTENANCE OF COST RECORDS & COST AUDIT :**

Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 is required by the Company and accordingly such accounts and records are made and maintained. Requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 is not applicable to the company.

**16. DIRECTORS AND KEY MANAGERIAL PERSONNEL & MANAGERIAL REMUNERATION :**

In terms of section 152 of the Companies Act, 2013, Shri Popatlal Bhopabhai Patel (DIN: 00145058), Chairman & Wholetime Director and Shri Himanshu Popatlal Patel (DIN: 00145270), Executive Director of the company, shall retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

Particulars of Director being re-appointed along with the nature of his expertise, their shareholding in the Company and other details pursuant to Secretarial Standards is appended as an annexure to the Notice of the ensuing Annual General Meeting.

Shri Kaival Devang Patel (DIN: 05140511), was appointed as an Additional Non-executive Director of the company with effect from 21<sup>st</sup> May, 2019 and he was reappointed and regularized as a Non-executive Director of the company in the Annual General Meeting of the company held on 27<sup>th</sup> September, 2019.

Shri Akash Himanshu Patel (DIN: 08512178), was appointed as an Additional Executive Director of the company with effect from 18<sup>th</sup> July, 2019 and he was reappointed and regularized as an Executive Director of the company in the Annual General Meeting of the company held on 27<sup>th</sup> September, 2019.

As on the 31<sup>st</sup> March, 2020, the Board of Company consists of following Directors/Key Managerial Personnel(s):

Name of Director / Key Managerial Personnel	Designation
Shri Bhogilal Ishwarlal Patel	Managing Director
Shri Popatlal Bhopabhai Patel	Chairman & Wholetime Director
Shri Kashiram Khodidas Patel	Wholetime Director
Shri Himanshu Popatlal Patel	Executive Director
Shri Devang Kashiram Patel	Executive Director
Shri Prakash Bhogilal Patel	Executive Director
Shri Kaival Devang Patel	Non-Executive Director
Shri Akash Himanshu Patel	Executive Director

Details of remuneration paid to Directors and Key Managerial Personnel are as under:

Name & Designation of Director/Key Managerial Personnel	Remuneration ₹
Shri Bhogilal Ishwarlal Patel - Managing Director	24,00,000/-
Shri Popatlal Bhopabhai Patel - Chairman & Wholetime Director	24,00,000/-
Shri Kashiram Khodidas Patel - Wholetime Director	24,00,000/-
Shri Himanshu Popatlal Patel – Executive Director	24,00,000/-
Shri Devang Kashiram Patel – Executive Director	12,00,000/-
Shri Prakash Bhogilal Patel – Executive Director	24,00,000/-
Shri Akash Himanshu Patel – Executive Director	4,22,581/-

**17. DECLARATION BY INDEPENDENT DIRECTOR :**

Your company was not required to appoint independent Directors pursuant to Section 149 of the Companies Act, 2013 and Rules made thereunder during the year under review. Therefore requirement for obtaining Declaration by the Independent Directors pursuant to section 149 (6) Companies Act, 2013 is not applicable to the company.

**18. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS :**

During the year 10 (Ten) Board Meetings were convened and held as on 01/04/2019, 21/05/2019, 18/07/2019, 20/08/2019, 21/08/2019, 12/10/2019, 23/11/2019, 24/11/2019, 02/01/2020 and 17/03/2020. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Details of Directors' attendance in Board Meetings held during the financial year 2019-20 are set out below :

Name of Director	No. of Board Meeting attended / Total Meetings held
Shri Bhogilal Ishwarlal Patel	10/10
Shri Popatlal Bhopabhai Patel	10/10
Shri Kashiram Khodidas Patel	10/10
Shri Himanshu Popatlal Patel	10/10
Shri Devang Kashiram Patel	10/10
Shri Prakash Bhogilal Patel	10/10
Shri Kaival Devang Patel	8/8
Shri Akash Himanshu Patel	7/7

**19. EXTRACT OF THE ANNUAL RETURN :**

The extracts of Annual Return in form MGT 9 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in "**Annexure - 1**" and is attached to this Report.

The Annual return of the Company for FY 2018-19 has been placed on the website of the Company and available at [www.patelsairflow.com](http://www.patelsairflow.com) The Company will also place annual return in Form No MGT-7 for FY 2019-20 on completion of ensuing annual general meeting of shareholders of the Company.

**20. SHARE CAPITAL :**

There were no changes in the share capital structure of the Company during the financial year under review.

**21. TRANSFER OF UNPAID/UNCLAIMED AMOUNTS TO IEPF :**

Pursuant to the provisions of Section 125 of Companies Act, 2013 the Unclaimed Dividend which

remained unpaid/unclaimed for a period of 7 years have been transferred by the Company to the Investor Education and Protection Fund (IEPF) established by the Central Government pursuant to Section 125 of the Companies Act, 2013.

**22. PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS / OUTGO :**

**A. Conservation of Energy & Technology Absorption:**

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have been furnished considering the nature of activities undertaken by the company during the year under review is annexed hereto as "**Annexure-2**" and forms part of this report.

**B. Foreign Exchange earnings and Outgo:**

Foreign Exchange Expenses : C.I.F. Value of Imports of Raw Material : Rs. 13,24,35,361.00/-

Travelling Expense: Rs. 1,22,570.00/-

Foreign Exchange Income: F.O.B. Value of Exports: Rs. 2,46,80,263.00/-

**23. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 :**

During the reporting period, your Company has not granted any loans, guarantees or made investments or provided securities in violation of Section 186 of the Companies Act, 2013 and rules thereof. Particulars of loans given, investments made, guarantees given and securities provided are given in the notes to the standalone financial statements forming part of this annual report.

**24. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188 :**

There were no contracts or arrangements with related parties during the year under review under Section 188 of the Companies Act, 2013 and hence disclosure in the Form AOC-2 is not applicable. Further, the disclosure of transactions with related party for the year, as per Accounting Standard -18 Related Party Disclosures is given in Note no. 31 to the Balance Sheet as on 31<sup>st</sup> March, 2020.

**25. PARTICULARS OF EMPLOYEES :**

During the year under review, none of the employees of the Company was in receipt of remuneration exceeding Rs. 10,200,000/- p.a., if employed throughout the year or Rs. 850,000/- p.m. if employed for part of the year. Further, the statement containing particulars of employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the company. In terms of Section 136 of the Companies Act, 2013 the Reports and Accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered Office of the Company during business hours on working days of the Company.

**26. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013 :**

There were no incidences of sexual harassment reported during the year under review, in terms of the

provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaint Committee is set up to redress complaints received regularly.

#### **27. RISK MANAGEMENT POLICY :**

The Company has established a well-defined process of risk management, wherein the identification, analysis and assessment of the various risks, measuring of the probable impact of such risks, formulation of risk mitigation strategy and implementation of the same takes place in a structured manner. Though the various risks associated with the business cannot be eliminated completely, all efforts are made to minimize the impact of such risks on the operations of the Company.

#### **28. CORPORATE SOCIAL RESPONSIBILITY :**

The provision of Corporate Social Responsibility is not applicable to the company for the financial year under review.

#### **29. AUDIT COMMITTEE :**

The company is not required to constitute Audit Committee pursuant to section 177 of the Companies Act, 2013 read with rule (6) of the Companies (Meetings of Board and its Powers) Rules, 2014.

#### **30. VIGIL MECHANISM :**

The company is not required to establish Vigil Mechanism pursuant to section 177 of the Companies Act, 2013 read with rule (7) of the Companies (Meetings of Board and its Powers) Rules, 2014.

#### **31. NOMINATION AND REMUNERATION COMMITTEE :**

The company is not required to constitute Nomination and Remuneration Committee pursuant to Section 178 of the Companies Act, 2013 read with rule (6) of the Companies (Meetings of Board and its Powers) Rules, 2014.

#### **32. STAKEHOLDERS RELATIONSHIP COMMITTEE :**

Company has constituted a Stakeholders Relationship Committee to redress complaints of the shareholders.

The Committee met one times during the year i.e. on August 20, 2019. The Composition of the Committee as on March 31, 2020 and its attendance for meetings held during the year is set out below :

Name of Member	Designation in Committee	Nature of Directorship	No. of meetings attended/ No. of meetings held
Shri Kaival Devang Patel	Chairman	Non-executive Director	1/1
Shri Prakash Bhogilal Patel	Member	Executive Director	1/1
Shri Devang Kashiram Patel	Member	Executive Director	1/1
Shri Himanshu Popatlal Patel	Member	Executive Director	1/1

#### **33. BOARD EVALUATION :**

The provisions relating to Board Evaluation is not applicable to the company. Therefore Statement indicating manner in which formal evaluation of Board, Committee, Individual Director has been done

by the Board pursuant to section 134 (3) (p) of the Companies Act, 2013 read with rule 8 (4) of the Companies (Accounts) Rules, 2014 is not required to attach with the Board Report.

**34. SECRETARIAL AUDIT REPORT :**

Section 204 of the companies Act, 2013 relating to Secretarial Audit is not applicable to the company.

**35. DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to provisions of sub-section (5) 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 or 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;
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

**36. COMPLIANCE WITH SECRETARIAL STANDARDS :**

The company has complied with the applicable mandatory Secretarial Standards issued by the Institute of Company Secretaries of India.

**37. ACKNOWLEDGMENT :**

The Directors extend their sincere thanks to the Bankers, Customers, Employees, members and all others associated with the company for their kind co-operation, continued support, assistance, trust and confidence reposed by them in the company.

**By the order of Board of Directors  
For, PATELS AIRFLOW LIMITED**

**Place : Ahmedabad**

Date: 20<sup>th</sup> November, 2020

**POPATLAL BHOPABHAI PATEL  
Chairman / Wholetime Director  
(DIN: 00145058)**

**BHOGILAL ISHWARLAL PATEL  
Managing Director  
(DIN: 00144617)**

## FORM NO. MGT - 9

Annexure – 1

**EXTRACT OF ANNUAL RETURN  
as on financial year ended on 31<sup>st</sup> March, 2020**

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

**I. REGISTRATION & OTHER DETAILS:**

1.	CIN	U31909GJ2001PLC039998
2.	Registration Date	17/09/2001
3.	Name of the Company	PATELS AIRFLOW LIMITED
4.	Category/Sub-category of the Company	Public Limited Company/Company Limited By Shares/Indian Non-Government Company
5.	Address of the Registered office & contact details	61 Phase I, GIDC Industrial Estate, Vatva, Ahmedabad – 382445, Gujarat Phone: 079 – 40200800 Email: paflacct@rediffmail.com
6.	Whether listed company : Yes / No	NO
7.	Name, Address & contact details of Registrar & Transfer Agent, if any.	M/s. BIGSHARE SERVICES PVT. LTD., A-802, Samudra Complex, Nr. Klassic Gold Hotel, Grish Cold Drink, Off C G Road , Navrangpura, Ahmedabad - 380009. Gujarat. Phone No. 079-40024135, Mo. 9971542155

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

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

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Manufacturing of complete range of Industrial Fans, Blowers and Tubes and its related accessories	2819	19.17 %
2	Manufacturing of Carbon Steel Tubes and Stainless Steel Tubes	2431	80.83 %

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

Sr. No.	Name and Address of The Company	CIN / GLN	Holding / Subsidiary / Associate	% of Shares Held	Applicable Section
NIL					



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

## 1) 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	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	1915483	12400	1927883	85.68%	1915433	12350	1927783	85.68	0.00
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0	0	0
<b>Sub Total A (1)</b>	<b>1915483</b>	<b>12400</b>	<b>1927883</b>	<b>85.68%</b>	<b>1915433</b>	<b>12350</b>	<b>1927783</b>	<b>85.68</b>	<b>0.00</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
b) Other-Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any other	0	0	0	0	0	0	0	0	0
<b>Sub Total A (2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Shareholding of Promoter A = A(1) + A(2)</b>	<b>1915483</b>	<b>12400</b>	<b>1927883</b>	<b>85.68%</b>	<b>1915433</b>	<b>12350</b>	<b>1927783</b>	<b>85.68</b>	<b>0.00</b>
<b>B. Public Shareholding</b>									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	41780	0	41780	1.86	1.86
d) State Govt(s)	0	0	0	0	0	0	0	0	0

e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
<b>Sub-total (B)(1):-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>41780</b>	<b>0</b>	<b>41780</b>	<b>1.86</b>	<b>1.86</b>
<b>2. Non Institutions</b>									
a) Bodies Corp.	0	0	0	0	0	0	0	0	0
i) Indian	12450	1050	13500	0.60	10900	275	11175	0.50	(0.10)
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals	0	0	0	0	0	0	0	0	0
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	159091	129319	288410	12.82	138776	95589	234365	10.42	(2.40)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	17637	0	17637	0.78	32302	0	32302	1.44	0.66
c) Others	0	0	0	0	0	0	0	0	0
Clearing Members	50	0	50	0.00	50	0	50	0	0.00
HUF	2600	0	2600	0.12	2550	0	2550	0.10	(0.02)
Non Resident (Non Repatriable)	0	0	0	0.00	75	0	75	0	0.00
<b>Sub Total (B)(2):</b>	<b>191828</b>	<b>130369</b>	<b>322197</b>	<b>14.32</b>	<b>184653</b>	<b>95864</b>	<b>280517</b>	<b>14.46</b>	<b>(1.86)</b>
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	<b>191828</b>	<b>130369</b>	<b>322197</b>	<b>14.32</b>	<b>226433</b>	<b>95864</b>	<b>322297</b>	<b>14.32</b>	<b>0.00</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Grand Total (A+B+C)</b>	<b>2107311</b>	<b>142769</b>	<b>2250080</b>	<b>100</b>	<b>2141866</b>	<b>108214</b>	<b>2250080</b>	<b>100</b>	<b>0</b>

## 2) Shareholding of Promoter

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	HARSHADKUMAR PATEL	1250	0.06	0	1250	0.06	0	0
2	JADIBEN ISHVARBHAI PATEL	1250	0.06	0	1250	0.06	0	0
3	BHOGILAL ISHWARLAL PATEL	317890	14.13	0	317890	14.13	0	0
4	CHIRAG LALLUBHAI PATEL	475	0.02	0	475	0.02	0	0
5	DIVYA PATEL	25	0.00	0	25	0.00	0	0
6	HARSHAD PATEL	50	0.00	0	50	0.00	0	0
7	JAGRUTIBEN PATEL	50	0.00	0	50	0.00	0	0
8	ROSHNI LALLUBHAI PATEL	50	0.00	0	0	0.00	0	0
9	SHANTABEN LALLUBHAI PATEL	175	0.01	0	175	0.01	0	0
10	JAGRUTI HARSHADKUMAR PATEL	1200	0.05	0	1200	0.05	0	0
11	BHOGILAL ISHWARLAL PATEL HUF	4000	0.18	0	4000	0.18	0	0
12	PRAKASH BHOGILAL PATEL HUF	3725	0.17	0	3725	0.17	0	0
13	RITA PRAKASH PATEL	50	0.00	0	50	0.00	0	0
14	NAVIN TULSIDAS PATEL	50	0.00	0	0	0.00	0	0
15	TRUPTI H PATEL	128200	5.70	0	128200	5.70	0	0
16	POPATLAL B PATEL	112011	4.98	0	112011	4.98	0	0
17	MADHUBEN P PATEL	118115	5.25	0	118115	5.25	0	0
18	HIMANSHU P PATEL	123325	5.48	0	123325	5.48	0	0
19	KASHIRAM KHODIDAS PATEL	135500	6.02	0	135500	6.02	0	0
20	GITABEN DEVANG PATEL	244150	10.85	0	244150	10.85	0	0
21	DEVANG KASHIRAM PATEL	2500	0.11	0	2500	0.11	0	0
22	SHANTABEN KASHIRAM PATEL	223825	9.95	0	223825	9.95	0	0

23	BHANUBHAI ISHVERBHAI PATEL	50	0.00	0	50	0.00	0	0
24	POPATLAL BHOPABHAI PATEL	91750	4.08	0	91750	4.08	0	0
25	HIMANSHU POPATLAL PATEL	66500	2.96	0	66500	2.96	0	0
26	PATEL MAHESHBHAI ISHVARBHAI	462	0.02	0	462	0.02	0	0
27	PATEL KOKILABEN MAHESHBHAI	1924	0.09	0	1924	0.09	0	0
28	JIGNESH BHOGILAL PATEL	9325	0.41	0	9325	0.41	0	0
29	GEETA BHOGILAL PATEL	11270	0.50	0	11270	0.50	0	0
30	PRAKASH BHOGILAL PATEL	216575	9.63	0	216575	9.63	0	0
31	ROSHNI J PATEL	5750	0.26	0	5750	0.26	0	0
32	RITA PRAKASH PATEL	106411	4.73	0	106411	4.73	0	0
	<b>TOTAL</b>	<b>1927833</b>	<b>85.68</b>	<b>0</b>	<b>1927783</b>	<b>85.68</b>	<b>0</b>	<b>(0.00)</b>

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

Sr. No.	Particulars	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
<b>1</b>	<b>Roshni Lallubhai Patel</b>				
	At the beginning of the year	50	0.00	50	0.00
	Date wise Increase/Decrease in Promoters' Share holding during the year specifying the reasons for increase/decrease: Sale	(50)	0.00	0	0.00
	At the end of the year	0	0.00	0	0.00
<b>2</b>	<b>Navin Tulsidas Patel</b>				
	At the beginning of the year	50	0.00	50	0.00
	Date wise Increase/Decrease in Promoters' Share holding during the year specifying the reasons for increase/decrease: Sale	(50)	0.00	0	0.00
	At the end of the year	0	0.00	0	0.00

**4) Shareholding Pattern of top ten Shareholders :**  
**(Other than Directors, Promoters and Holders of GDRs and ADRs) :**

Sr. 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
<b>1</b>	<b>INVESTOR EDUCATION AND PROTECTION FUND AUTHORITY MINISTRY OF CORPORATE AFFAIRS</b>				
	At the beginning of the year	0	0.00	0	0.00
	Date wise Increase / Decrease in Shareholding during the Year				
	Increase pursuant to transfer of shares	41780	1.86	41780	1.86
	At the end of the year	41780	1.86	41780	1.86
<b>2</b>	<b>HARSHA HITESH JAVERI</b>				
	At the beginning of the year	17637	0.78	17637	0.78
	Date wise Increase / Decrease in Shareholding during the Year	-	-	17637	0.78
	At the end of the year	17637	0.78	17637	0.78
<b>3</b>	<b>PARESHKUMAR CHIMANLAL SHAH</b>				
	At the beginning of the year	0	0.00	0	0.00
	Date wise Increase / Decrease in Shareholding during the Year				
	Increase pursuant to transfer of shares	14665	0.65	14665	0.65
	At the end of the year	14665	0.65	14665	0.65
<b>4</b>	<b>KAUSHIK RAMANLAL SHAH</b>				
	At the beginning of the year	8825	0.39	8825	0.39
	Date wise Increase / Decrease in Shareholding during the Year	-	-	8825	0.39
	At the end of the year	8825	0.39	8825	0.39
<b>5</b>	<b>INDRAVADAN APABHAI DESAI</b>				
	At the beginning of the year	5075	0.23	5075	0.23
	Date wise Increase / Decrease in Shareholding during the Year	-	-	5075	0.23
	At the end of the year	5075	0.23	5075	0.23

<b>6</b>	<b>JATIN MAGANBHAI PATEL</b>				
	At the beginning of the year	5000	0.22	5000	0.22
	Date wise Increase / Decrease in Shareholding during the Year	-	-	5000	0.22
	At the end of the year	5000	0.22	5000	0.22
<b>7</b>	<b>PLUTUS CAPITAL MANAGEMENT LLP</b>				
	At the beginning of the year	4000	0.18	4000	0.18
	Date wise Increase / Decrease in Shareholding during the Year	-	-	4000	0.18
	At the end of the year	4000	0.18	4000	0.18
<b>8</b>	<b>SURAJ ENTERPRISE PVT LTD</b>				
	At the beginning of the year	3850	0.17	3850	0.17
	Date wise Increase / Decrease in Shareholding during the Year	-	-	3850	0.17
	At the end of the year	3850	0.17	3850	0.17
<b>9</b>	<b>MANILAL G PATEL</b>				
	At the beginning of the year	2975	0.13	2975	0.13
	Date wise Increase / Decrease in Shareholding during the Year	-	-	2975	0.13
	At the end of the year	2975	0.13	2975	0.13
<b>10</b>	<b>BABUBHAI G PATEL</b>				
	At the beginning of the year	2750	0.12	2750	0.12
	Date wise Increase / Decrease in Shareholding during the Year	-	-	2750	0.12
	At the end of the year	2750	0.12	2750	0.12
<b>11</b>	<b>ASHOK MEHTA</b>				
	At the beginning of the year	2750	0.12	2750	0.12
	Date wise Increase / Decrease in Shareholding during the Year	-	-	2750	0.12
	At the end of the year	2750	0.12	2750	0.12

**5) Shareholding of Directors and Key Managerial Personnel :**

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	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
<b>1</b>	<b>BHOGILAL ISHWARLAL PATEL</b>				
	At the beginning of the year	317890	14.13	317890	14.13
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease	-	-	317890	14.13
	At the end of the year	317890	14.13	317890	14.13
<b>2</b>	<b>POPATLAL BHOPABHAI PATEL</b>				
	At the beginning of the year	112011	4.98	112011	4.98
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease	-	-	112011	4.98
	At the end of the year	112011	4.98	112011	4.98
<b>3</b>	<b>KASHIRAM KHODIDAS PATEL</b>				
	At the beginning of the year	135500	6.02	135500	6.02
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease	-	-	135500	6.02
	At the end of the year	135500	6.02	135500	6.02
<b>4</b>	<b>HIMANSHU POPATLAL PATEL</b>				
	At the beginning of the year	123325	5.48	123325	5.48
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease	-	-	66500	2.96
	At the end of the year	123325	5.48	123325	5.48
<b>5</b>	<b>DEVANG KASHIRAM PATEL</b>				
	At the beginning of the year	2500	0.11	2500	0.11
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease	-	-	2500	0.11
	At the end of the year	2500	0.11	2500	0.11

<b>6</b>	<b>PRAKASH BHOGILAL PATEL</b>				
	At the beginning of the year	216575	9.63	216575	9.63
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease	-	-	216575	9.63
	At the end of the year	216575	9.63	216575	9.63

**V) INDEBTEDNESS** - Indebtedness of the Company including interest outstanding/accrued but not due for payment.

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	66531519/-	10000000/-	0	76531519/-
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>66531519/-</b>	<b>10000000/-</b>	<b>0</b>	<b>76531519/-</b>
Change in Indebtedness during the financial year				
* Addition	0	0	0	0
* Reduction	(30275309)	0	0	(30275309)
<b>Net Change</b>	<b>(30275309)</b>	<b>0</b>	<b>0</b>	<b>(30275309)</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	36256210/-	10000000/-	0	46256210/-
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>36256210/-</b>	<b>10000000/-</b>	<b>0</b>	<b>46256210/-</b>

**VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL :**

**A. Remuneration to Managing Director, Wholtime Directors and/or Manager:**

No.	Particulars of Remuneration	Name of Managing Director/Wholetime Director/Executive Director			
		Bhogibhai I. Patel (1)	Popatbhai B. Patel (2)	Kashiram K. Patel (3)	Himanshu P. Patel (4)
1	Gross salary	2400000	2400000	2400000	2400000
	(a) Salary as per provisions contained in section 17(1) of the Income - tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income - tax Act, 1961	-	-	-	-



2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	2400000	2400000	2400000	2400000
	Ceiling as per the Act	2400000	2400000	2400000	2400000

No.	Particulars of Remuneration	Name of Managing Director/Wholetime Director/Executive Director			
		Devang K. Patel (5)	Prakash B. Patel (6)	Aakash H. Patel (7)	Total Amount
1	Gross salary	1200000	2400000	422581	13622581
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	1200000	2400000	422581	13622581
	Ceiling as per the Act	1200000	2400000	600000	-

**B. Remuneration to other directors : NA**

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		----	----	---	----	
1	<b>Independent Directors</b>	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	<b>Other Non - Executive Directors</b>	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify (Salary)	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD : NA**

S.No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
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	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	<b>Total</b>	-	-	-	-

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES : NA**

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)
<b>A. COMPANY :</b>					
Penalty					
Punishment			----- NA -----		
Compounding					
<b>B. DIRECTORS :</b>					
Penalty					
Punishment			----- NA -----		
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT :</b>					
Penalty					
Punishment			----- NA -----		
Compounding					

**By the order of Board of Directors  
For, PATELS AIRFLOW LIMITED**

**Place : Ahmedabad**  
Date: 20<sup>th</sup> November 2020

**POPATBHAI B. PATEL**  
Chairman & Wholetime Director  
(DIN: 00145058)

**BHOGILAL I. PATEL**  
Managing Director  
(DIN: 00144617)

## Annexure – 2

**PARTICULARS REGARDING CONSERVATION OF ENERGY,  
TECHNOLOGY ABSORPTION**

**(A) Conservation of energy :**

- (i) The steps taken or impact on conservation of energy:

The Company is engaged in the manufacturing of complete range of Industrial Fans, Blowers and Tubes and its related accessories and carbon steel tubes and stainless steel tubes. The company has taken various measures to minimize consumption of energy, to optimize productivity and also to conserve energy and making best use of the resources. A considerable amount of time and effort was earmarked for conserving power. Details of the energy consumption for the F.Y. 2019-20 are as under:

<b>POWER AND FUEL CONSUMPTION</b>		
<b>1. Electricity</b>	<b>Current Year</b>	<b>Previous Year</b>
(a) Purchased		
Unit	11,17,365	13,61,951
Total Amount ₹	94,94,954	1,13,58,963
Rate per Unit ₹	8.50	8.34
(b) Own Generation - through diesel generator Unit		
Total Amount Rs.	40,708	43,034
<b>2. OTHERS / INTERNAL GENERATION</b>		
<b>(P.N.G)</b>		
Quantity - scm	3,36,264	3,33,884
Total Cost ₹	1,30,12,587	1,31,56,402
Average Rate ₹	38.70	39.41

- (ii) The steps taken by the company for utilizing alternate sources of energy :

As mentioned above, company is also using the alternate sources of energy i.e. PNG. Details of alternate sources of energy used by the company are mentioned above.

- (iii) The capital investment on energy conservation equipments – NIL

**(B) Technology absorption :**

a. The efforts made towards technology absorption.	The company has adopted the latest technology with sophisticated instruments related to the products being manufactured.
b. The benefits derived like product improvement, cost reduction, product development or import substitution	Improved product quality.
c. Imported technology (imported during the last three years reckoned from the beginning of the financial year).	NIL
d. The expenditure incurred on research & development.	NIL

**INDEPENDENT AUDITOR'S REPORT**

To,  
The Members of  
PATELS AIRFLOW LIMITED  
Ahmedabad.

**Report on the Standalone Financial Statements:****Opinion**

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

In our opinion and to the best of our information and according to explanations given to us, subject to **Note No. 32 regarding non-provision of amortization of lease hold land [amount not quantifiable]** the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2020, and its Profit and its Cash Flow for the year ended on that date.

**Basis for Opinion**

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

**Emphasis of matter**

We draw attention to Note 33 in the Notes to the Standalone Financial Statements which describes the impact of the outbreak of Coronavirus (Covid -19) on the business operations of the Company. In view of the highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.

**Information other than the Standalone Financial Statements and Auditors' Report thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures thereto but does not include the financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report the matter to those charged with the governance. However, we have nothing to report in this regard.

**Responsibilities of Management and those charged with Governance for the Standalone Financial Statements**

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

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

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

**Auditor's Responsibilities for the audit of Financial Statements**

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

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

- (a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not

detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub section (11) of Section 143 of the Act (hereinafter referred to as the "Order"), we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - (b) In our opinion, proper books of accounts 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 representation received from the directors as on 31<sup>st</sup> March 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as 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 and the operating effectiveness of such controls, refer to our separate Report in Annexure B.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit & Auditors) Rules, 2014, in our opinion & to the best of our knowledge and belief and according to the information and explanation given to us :
- (ii) The Company does not have any pending litigations which would impact its financial position.
  - (iii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - (iv) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended on March 31, 2020.

**For, Ashesh Alkesh & Co.  
Chartered Accountants  
[Firm Regn. No. 119580W]**

**Place: Ahmedabad  
Date: 26/10/2020**

**Ashesh Shah  
Partner  
M. No. 049712**



**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 1 under Report on "Other Legal and Regulatory Requirements" of our Auditor Report of even date)**

1. (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) The fixed assets are physically verified during the year by the management in accordance with a regular programme of verification, which in our opinion, provides for physical verification of all the fixed assets at reasonable interval having regard to the size of the company and nature of its business. According to the information and explanation given to us, no material discrepancies were noticed on such verification.  
  
(c) The Title deed of the immovable property, as disclosed in Note 10 on fixed assets to the financial statements, is held in the name of the company.
2. In our opinion, the management has carried out physical verification of inventory at reasonable intervals and as explained to us, no material discrepancies have been noticed on such physical verification as compares to book records.
3. According to the information and explanation given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly the provisions of clause 3(iii) (iia), (iib) & (iic) of the Order are not applicable to company.
4. In our opinion and according to information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable. Hence reporting under clause 3(iv) of the order is not applicable to the company.
5. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 & 76 of the Act and Rules framed there under to the extent notified. Hence reporting under clause 3(v) of the said Order is not applicable to the company.
6. The maintenance of cost records has not been prescribed by the Central Government u/s 148(1) of the Companies Act, 2013. Hence reporting under clause 3(vi) of the Order is not applicable to the company.
7. (a) The company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Employee's State Insurance, Income-Tax, Goods and Service Tax, Custom Duty, Excise Duty, Service Tax, Value Added Tax, Cess and other material statutory dues applicable to it. According to the information & explanation

given to us, there is no undisputed amounts payable in respect of the aforesaid dues were in arrears as at 31/03/2020 for a period of more than six months from the date they became payable.

- (b) According to the information and explanation given to us, there are no disputed dues in respect of Income Tax, Goods and Service Tax, Sales Tax, Service Tax, Custom duty, Excise Duty Value Added Tax and Cess as at 31/03/2020. Hence reporting under clause 3(vii)(b) of the Order is not applicable to the company.
8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayments of loans or borrowings to Banks/Financial Institutions. The company has also not issued any debenture during the year. Hence reporting under clause 3(viii) of the Order is not applicable to the Company.
9. In our opinion and as per the information and explanation given to us, the company has not raised any money by way of initial public offer and further public offer (including debt instruments) during the year. The Term Loans raised during the year has been utilized for the purpose for which it was raised.
10. In our opinion and according to the information and explanation given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. In our opinion, accruing to the information and explanation given to us and based on our examination of the records of the company, the company has paid the managerial remuneration in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V of the Act.
12. The company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable to the company.
13. In our opinion and according to the information and explanations given to us, the company has entered in to transactions with related parties which is in compliance with provisions of sections 177 and 188 of the Companies Act, 2013 where applicable and the details of related party transactions have been disclosed in the notes to the financial statement, as required by the applicable accounting standards.
14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us by the management, the Company has not entered in to any Non-cash transactions with its directors or persons connected with them. Hence reporting under clause 3(xv) of the Order is not applicable to the Company.

16. In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence reporting under clause 3(xvi) of the Order is not applicable to the Company.

**For, Ashesh Alkesh & Co.  
Chartered Accountants  
[Firm Regn. No. 119580W]**

**Ashesh Shah  
Partner  
Membership No. 049712**

**Place: Ahmedabad  
Date: 26/10/2020**

**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 2(f) under Report on “Other Legal and Regulatory Requirements” of our Auditor Report of even date)**

**Report on the Internal Financial Controls under clause (i) of Sub section 3 of Section 143 of the Act.**

We have audited the internal financial controls over financial reporting of **PATELS AIRFLOW LIMITED** (“the Company”) as of March 31, 2020 in conjunction with our audit of the financial statements of the company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control over Financial Reporting issued by the Institute of Chartered Accountant 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 Act.

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

Our Audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining and 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 controls based on assessed Risk. The procedures selected depend on auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide a reasonable assurance regarding the reliability of financial reporting and the preparation of financial statement for external purpose in accordance with generally accepted accounting principles. A company's internal financial controls 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 limitation 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, projection of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that 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 that may deteriorate.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, 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 controls stated in the Guidance Note on audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, Ashesh Alkesh & Co.  
Chartered Accountants  
[Firm Regn. No. 119580W]**

**Place: Ahmedabad  
Date: 26/10/2020**

**Ashesh Shah  
Partner  
Membership No. 049712**

BALANCE - SHEET AS AT 31 <sup>st</sup> MARCH, 2020			Amount In ₹
	NOTE	AS AT 31/03/2020	AS AT 31/03/2019
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds :</b>			
Share Capital	2	22500800	22500800
Reserves & Surplus	3	126575472	113603956
		<b>149076272</b>	<b>136104756</b>
<b>Non Current Liabilities :</b>			
Long Term Borrowings	4	10104543	12372867
Deferred Tax Liability (Net)	5	7713500	8379730
		<b>17818043</b>	<b>20752597</b>
<b>Current Liabilities</b>			
Short Term Borrowings	6	36151667	64158652
Trade Payables	7		
Micro, Small and Medium Enterprises		1504390	2747091
Others		48431500	30481504
Other Current Liabilities	8	21854114	28682750
Short Term Provisions	9	13219686	17157518
		<b>121161357</b>	<b>143227515</b>
<b>TOTAL</b>		<b>288055672</b>	<b>300084868</b>
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property Plant & Equipments	10		
Tangible Assets		103023832	100138372
Intangible Assets		18168	18168
Capital Work-In-Progress		-	7237193
Non Current Investments	11	100000	100000
Long Term Loans & Advances	12	5257542	5706835
		<b>108399542</b>	<b>113200568</b>
<b>Current Assets</b>			
Inventories	13	103060119	79895740
Trade Receivables	14	45695714	59805156
Cash & Bank Balances	15	16996424	19011996
Short Term Loans & Advances	16	13775700	28042391
Other Current Assets	17	128173	129017
		<b>179656130</b>	<b>186884300</b>
<b>TOTAL</b>		<b>288055672</b>	<b>300084868</b>
Significant Accounting Policies	1		
Notes on Financial Statements	1 to 41		
As per our report of even date attached.		<b>For, PATELS AIRFLOW LTD.</b> POPATBHAI B. PATEL CHAIRMAN DIN : 00145058  BHOGILAL I. PATEL MANAGING DIRECTOR DIN : 00144617  KASHIRAM K. PATEL DIRECTOR DIN : 00145192	
<b>For, Ashesh Alkesh &amp; Co.</b> <b>Chartered Accountants</b> (Firm Regn. 119580W)  Ashesh Shah Partner M. No. 049712  Place : Ahmedabad. Date: 26/10/2020		Place : Ahmedabad. Date: 26/10/2020	

19<sup>th</sup> ANNUAL REPORT

## PATELS AIRFLOW LIMITED.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 <sup>st</sup> MARCH, 2020		Amount In ₹	
	NOTE	2019 / 2020	2018 / 2019
<b>INCOME</b>			
Revenue From Operations	18	453752137	524714912
Other Income	19	3687783	4517905
<b>Total</b>		<b>457439920</b>	<b>529232817</b>
<b>EXPENDITURE</b>			
Cost of Raw Material Consumed	20	311382316	356548141
Change in Inventories	21	(32023147)	(4837749)
Employee Benefit Expense	22	32886349	32520670
Finance Cost	23	8280798	7760331
Depreciation and Amortization Expense	10	10442016	9836983
Other Expense	24	102491802	95497640
<b>Total</b>		<b>433460134</b>	<b>497326016</b>
<b>PROFIT BEFORE TAXATION</b>		<b>23979786</b>	<b>31906801</b>
<b>TAX EXPENSE</b>			
Current Tax		6049300	8801100
Deferred Tax Liability / (Assets)		(666230)	293383
		<b>5383070</b>	<b>9094483</b>
<b>PROFIT FOR THE YEAR</b>		<b>18596716</b>	<b>22812318</b>
<b>Earning per equity share of face value of ₹ 10 each</b>			
Basic and Diluted EPS [in ₹]		<b>8.26</b>	<b>10.14</b>
Significant Accounting Policies	1		
Notes on Financial Statements	1 to 41		
As per our report of even date attached.		<i>For, PATELS AIRFLOW LTD.</i>	
		POPATBHAI B. PATEL CHAIRMAN DIN : 00145058	
<i>For, Ashesh Alkesh &amp; Co.</i> Chartered Accountants (Firm Regn. 119580W)		BHOGILAL I. PATEL MANAGING DIRECTOR DIN : 00144617	
Ashesh Shah Partner M. No. 049712		KASHIRAM K. PATEL DIRECTOR DIN : 00145192	
Place : Ahmedabad. Date : 26/10/2020		Place : Ahmedabad Date : 26/10/2020	

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 <sup>st</sup> MARCH, 2020		Amount In ₹	
		2019 / 2020	2018 / 2019
<b>1</b>	<b>Cash Flow From Operating Activities</b>		
	Net Profit Before tax	23979786	31906801
	Adjustment for :		
	Depreciation & Amortization	10442016	9836983
	Loss On Sale of Fixed Assets	1466332	18035
	Income Tax Paid	66369	-
	Assets Discarded / W-off	-	354072
	Interest Income	(1081473)	(1126669)
	Finance Cost	8280798	7760331
		19174042	16842752
	<b>Operating Profit Before Working Capital Changes</b>	<b>43153828</b>	<b>48749553</b>
	Adjusted for:		
	Trade Payables	16707295	777591
	Other Current Liabilities	(7979487)	4189231
	Short Term Provisions	(29756)	97781
	Long Term Loans & Advances	500183	(813436)
	Inventories	(23164379)	(27402607)
	Trade Receivables	14109442	502379
	Short Term Loans & Advances	12330803	(14331643)
	Income Tax Paid (Net)	(6982474)	(10467786)
		5491627	(47448490)
<b>2</b>	<b>Cash Generated From/(Used in) Operations</b>	<b>48645455</b>	<b>1301063</b>
	<b>Cash Flow From Investing Activities</b>		
	Purchase of fixed assets [Net of Opening Capital WIP]	(8356612)	(13148133)
	Sale of Fixed Assets	800000	240254
	Interest received	1082317	1121624
	<b>Net Cash From/(Used in) Investing Activities</b>	<b>(6474295)</b>	<b>(11786255)</b>
<b>3.</b>	<b>Cash Flow From Financing Activities</b>		
	Interest Paid	(8280798)	(7760331)
	Proceeds from Long Term Borrowings	15786415	6295500
	Repayment of long term Borrowings	(16903888)	(5117122)
	Net Proceeds / (Repayment) from Short Term Borrowings	(28006985)	25776328
	Dividends & Payment of Dividend Tax	(6781476)	(6770360)
	<b>Net Cash From/(Used in) Financing Activities</b>	<b>(44186732)</b>	<b>12424015</b>
<b>4</b>	<b>Net Increase/(Decrease) In Cash and Cash Equivalents</b>	<b>(2015572)</b>	<b>1938823</b>
<b>5</b>	<b>Cash and Cash Equivalents as at the beginning of the Year</b>	<b>19011996</b>	<b>17073173</b>
<b>6</b>	<b>Cash and Cash Equivalents as at the end of the Year</b>	<b>16996424</b>	<b>19011996</b>



**As per our report of even date attached.**

- 1 The Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statement' notified in the Companies (Accounting Standards) Rules 2006.
- 2 Cash and Cash equivalents Include fixed deposits with the banks.
- 3 Previous year comparatives have been reclassified to confirm with current year's presentation, wherever applicable.

**For, Ashesh Alkesh & CO.**  
**Chartered Accountants**  
 (Firm Regn. 119580W)

Ashesh Shah  
 Partner  
 M. No. : 049712

Place : Ahmedabad  
 Date : 26/10/2020

*For, PATELS AIRFLOW LTD.*

POPATBHAI B. PATEL  
 CHAIRMAN  
 DIN : 00145058

BHOGILAL I. PATEL  
 MANAGING DIRECTOR  
 DIN : 00144617

KASHIRAM K. PATEL  
 DIRECTOR  
 DIN : 00145192

Place : Ahmedabad  
 Date : 26/10/2020

## Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

### (1) SIGNIFICANT ACCOUNTING POLICIES :

#### (i) **Basis of Accounting :**

The financial statements have been prepared to comply with the Generally Accepted Accounting Practices in India including the Accounting Standards in India notified under the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under historical cost convention on accrual basis.

#### (ii) **Use of Estimates :**

The preparation of the financial statements in conformity with Indian GAAP requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known/materialized. The Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable.

#### (iii) **Fixed Assets :**

Fixed assets are stated at historical cost of acquisition less accumulated depreciation (other than land where no depreciation/amortisation is charged). Cost includes related expenditure and pre-operative & project expenses for the period up to completion of construction/assets are put to use. When asset is sold or discarded, its cost and accumulated depreciation are reduced from the books of accounts and any gain or loss resulting from its disposal is reflected in the Statement of profit & loss.

**(iv) Depreciation and Amortization :**

Depreciation [other than on lease hold land] is provided as under:

(i) For assets existing on 1<sup>st</sup> April 2014 the carrying amount will be amortized over remainin useful lives on Straight Line Method as prescribed under Schedule II of the Companies Act, 2013.

(ii) For the assets added after the 1<sup>st</sup> April 2014 on Straight Line Method at the rates prescribed under Schedule II of the Companies Act, 2013 and on pro rata basis with respect to their period of use.

**(v) Borrowing Costs :**

Borrowing costs attributable to the acquisition/constructions of a qualifying asset are capitalised as part of the cost of such assets, up to the date, the assets are ready for its intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

**(vi) Valuation of Inventories :**

(a) Raw materials and Work-in-Progress are valued at cost.

(b) Finished Goods are valued at cost or net realisable value whichever is lower.

(c) Cost of Finished Goods and Work-in-Progress is determined by taking material cost, labour and relevant appropriate over heads.

**(vii) Revenue Recognition :**

(a) Sales are recognized when they are invoiced to customers and net of trade discounts, rebate and GST.

(b) Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realisation exists.

**(viii) Investments :**

Long-term investments are stated at cost of acquisition except in the case of permanent diminution in their value, wherein necessary provision is made. Current Investments is stated at cost or realizable value, whichever is lower.

**(ix) Foreign Currency Transactions :**

All transactions in foreign currency are recorded at the rates of exchange prevailing on the date of transactions or that approximates the actual rates of exchange at the date of the transaction. Foreign currency assets & liabilities are translated at the exchange rate prevailing on the Balance Sheet date. Resultant gain or loss, if any except to the extent its relate to long term monetary items, is recognised in the Statement of Profit & Loss for the year. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of contract.

- (x) **Taxes on income :**  
Provision for current tax is made in accordance with the provisions of the Income Tax Act 1961. Deferred Tax on account of timing difference between taxable and accounting income is provided considering the tax rates and tax laws enacted or substantively enacted by the Balance Sheet date.
- (xi) **Impairment of Assets :**  
An asset is treated as impaired when carrying cost of the assets exceeds its recoverable value. An impairment loss is charged to the Statement of Profit & Loss in the year in which as asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.
- (xii) **Retirement Benefits :**
- (a) **Gratuity**  
The Company has taken a group-cum-life insurance policy from Life Insurance Corporation of India. Gratuity is provided on the basis of premium paid on the above policy.
- (b) **Provident fund**  
Contribution to defined contribution schemes such as Provident fund and Family Pension Fund are charged to Statement of Profit and Loss, as they are accrued.
- (c) **Leave Encashment**  
Accrued Leave has been provided at year end as calculated by the management.
- (xiii) **Provisions, Contingent Liability and Contingent Assets :**  
Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the Notes on Accounts. Contingent assets are neither recognised nor disclosed in the financial statements.
- (xiv) **Earning Per Share :**  
Basic earning per share is calculated by dividing the net profit or loss for the period attributable to equity share holders by weighted average number of equity shares outstanding during the period. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of all dilutive potential equity shares.

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 20202. SHARE CAPITAL Amount In ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>Authorized :</b>		
25,10,000 (25,10,000) Equity shares of ₹ 10/- each	<b>25100000</b>	25100000
<b>Issued, Subscribed &amp; Paid up :</b>		
22,50,080 (22,50,080) Equity Shares of ₹ 10/- each fully paid up	<b>22500800</b>	22500800
<b>Total</b>	<b>22500800</b>	22500800

## 2.1 The reconciliation of the number of Shares Outstanding and the amount of Share Capital

Particulars	AS AT 31/03/2020		AS AT 31/03/2019	
	No. of Shares	Amount ₹	No. of Shares	Amount ₹
Balance at the beginning of the year	<b>2250080</b>	<b>22500800</b>	2250080	22500800
Balance at the end of the year	<b>2250080</b>	<b>22500800</b>	2250080	22500800

## 2.2 The Detail of a share holders holding more than 5% shares:

Name of Shareholder	AS AT 31/03/2020		AS AT 31/03/2019	
	No. of Shares	% held	No. of Shares	% held
Bhogilal I. Patel	317790	14.12	317790	14.12
Gitaben D. Patel	244150	10.85	244075	10.85
Shantaben K. Patel	223825	9.95	223825	9.95
Prakash B. Patel	216575	9.63	215800	9.59
Kashiram K. Patel	135500	6.02	135500	6.02
Trupti H. Patel	128200	5.70	128200	5.70
Himanshu P. Patel	123325	5.48	123325	5.48
Madhuben P. Patel	118115	5.25	118115	5.25

2.3 Rights, Preference and Restrictions attached to Equity Shares:

The Company has one class of Equity Shares having a par value of ₹ 10 per Share. Each Shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the share holders in the Annual General Meeting.

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

- 2.4 In the event of winding up/liquidation of company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts. However since no such amount exist currently, the distribution will be made in accordance with their respective rights.

## 3. RESERVES AND SURPLUS

Amount In ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>Securities Premium</b>		
As per last Balance Sheet	3060000	3060000
<b>General Reserve</b>		
As per last Balance Sheet	17000000	16000000
Add: Transferred from Statement of Profit & Loss	1000000	1000000
	18000000	17000000
<b>Surplus in Statement of Profit &amp; Loss</b>		
As per last Balance Sheet	93543956	78513114
Add: Profit for the year	18596716	22812318
	112140672	101325432
<b>Less: Appropriations</b>		
Transferred to General Reserve	1000000	1000000
Proposed Dividend on Equity Shares	5625200	5625200
Tax on Dividend	0	1156276
	6625200	7781476
	105515472	93543956
<b>Total</b>	<b>126575472</b>	<b>113603956</b>

## 4. LONG TERM BORROWINGS

Amount In ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>Secured</b>		
From Banks	9568034	10454311
From Finance Companies	536509	1918556
<b>Total</b>	<b>10104543</b>	<b>12372867</b>

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020**Terms of Borrowing**

- 4.1** Term Loan from Kotak Mahindra Bank Limited including current maturities is secured against Current Assets, Fixed Assets and equitable mortgage of factory premises of the company situated at 61/A, GIDC, Phase-1, Vatva, Ahmedabad.

Term Loan from Kotak Mahindra Bank Limited is carrying interest @ 9.95% and repayable in 34 equated monthly installment of ₹ 254454/- each starting from June 2019 to March 2022. The number of outstanding installments as on 31/03/2020 are 24.

Term Loan from Kotak Mahindra Bank Limited is carrying interest @ 9.10% and repayable in 36 equated monthly installment of ₹ 159231/- each starting from January 2020 to December 2022. The number of outstanding installments as on 31/03/2020 are 33.

- 4.2** Loan from other Banks and finance companies including current maturities represents the Vehicle Loan and is secured against the hypothecation of Vehicles.

Loan from State Bank of India is carrying interest @ 7.65% and repayable in 48 equated monthly installment of ₹ 109121/- each starting from March 2018 to February 2022. The number of outstanding installments as on 31/03/2020 are 23.

Loan from ICICI Bank Ltd is carrying interest @ 8.35% and repayable in 48 equated monthly installment of ₹ 110600/- each starting from April 2018 to March 2022. The number of outstanding installments as on 31/03/2020 are 24.

Loan from Axis Bank Ltd is carrying interest @ 8.66% and repayable in 48 equated monthly installment of ₹ 108900/- each starting from March 2018 to February 2022. The number of outstanding installments as on 31/03/2020 are 23.

Loan from Volkswagen Finance Private Limited is carrying interest @ 9.01% and repayable in 60 equated monthly installment of ₹ 62303/- each starting from August 2016 to July 2021. The number of outstanding installments as on 31/03/2020 are 16.

Loan from Toyota Finance Private Limited is carrying interest @ 9.35% and repayable in 60 equated monthly installment of ₹ 62790/- each starting from September 2016 to August 2021. The number of outstanding installments as on 31/03/2020 are 17.

Loan from Yes Bank Limited is carrying interest @ 9.60% and repayable in 37 equated monthly installment of ₹ 24727/- each starting from December 2018 to December 2021. The number of outstanding installments as on 31/03/2020 are 21.

Loan from ICICI Bank Ltd is carrying interest @ 9.15% and repayable in 36 equated monthly installment of ₹ 31798/- each starting from October 2018 to September 2021. The number of outstanding installments as on 31/03/2020 are 18.

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 20205 DEFERRED TAX LIABILITY Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>Deferred Tax Liability</b>		
Related to Property Plant & Equipments	7713500	8379730
<b>Total</b>	<u>7713500</u>	<u>8379730</u>

6 SHORT TERM BORROWINGS Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>Secured</b>		
<b>Working Capital Loan from Banks</b>		
Kotak Mahindra Bank Limited-Cash Credit	26151667	54158652
	<u>26151667</u>	54158652
<b>Unsecured</b>		
From Directors / Members	10000000	10000000
	<u>10000000</u>	10000000
<b>Total</b>	<u>36151667</u>	<u>64158652</u>

- 6.1 Working Capital Loans from Banks is secured against Stocks, Book Debts, Plant & Machinery and equitable mortgage of factory premises of the company situated at 61/A, GIDC, Phase I, Vatva, Ahmedabad and personal guarantee of the Directors.

7 TRADE PAYABLES Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
Micro, Small and Medium Enterprise	1504390	2747091
Others	48431500	30481504
<b>Total</b>	<u>49935890</u>	<u>33228595</u>

**Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020**

- 7.1 The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the company is as under : **Amount in ₹**

Particulars	AS AT 31/03/2020	AS AT 31/03/2019
Principal amount due and remaining unpaid	<b>1504390</b>	2747091
Interest due on above and the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-

**8 OTHER CURRENT LIABILITIES** **Amount in ₹**

Particulars	AS AT 31/03/2020	AS AT 31/03/2019
Current Maturity of Long Term Debt	<b>9843279</b>	8692428
Unpaid Dividends*	<b>845978</b>	798543
Advance from Customers	<b>8858033</b>	6520890
Other Payable for		
Book Bank Overdraft	-	7309993
Statutory & Other Liabilities	<b>2306824</b>	5360896
	<b>2306824</b>	12670889
<b>Total</b>	<b>21854114</b>	<b>28682750</b>

\* There is no amount due and outstanding as on 31<sup>st</sup> March, 2020 to be credited to Investors Education and Protection Fund.

**9 SHORT TERM PROVISIONS** **Amount in ₹**

	AS AT 31/03/2020	AS AT 31/03/2019
Provision for Employee Benefits	<b>1545186</b>	1574942
Provision for Taxation	<b>6049300</b>	8801100
Proposed Equity Dividend [Refer Note Below]*	<b>5625200</b>	5625200
Dividend Distribution Tax	-	1156276
<b>Total</b>	<b>13219686</b>	<b>17157518</b>

\* Note :

The Board of Directors has recommended the dividend @ ₹ 2.50 per equity share of ₹ 10/- each on 22,50,080 equity shares for the year ended 31<sup>st</sup> March, 2020 [Previous year @ ₹ 2.50 per equity shares of ₹ 10/- each on 22,50,080 equity shares]



Notes on Financial Statements for the Year ended 31 <sup>st</sup> March, 2020										Amount in ₹		
10 PROPERTY PLANT & EQUIPMENTS												
ASSETS	GROSS BLOCK				DEPRECIATION			NET BLOCK				
	As On 01-04-2019	Addition During The Year	Sales And/or Adjustments During The Year	As On 31-03-2020	As On 01-04-2019	For The Year	On Sales And/or Adjustments During The Year	As On 31-03-2020	As On 31-03-2020	As On 31-03-2019		
<b>TANGIBLE ASSETS</b>												
Land (Lease hold)	4988900	-	-	4988900	-	-	-	-	4988900	4988900		
Buildings	40901429	502775	-	41404204	10152529	1257682	-	11410211	29993993	30748900		
Plant & Machinery	59686211	8611780	-	68297991	24160578	4434582	-	28595160	39702831	35525633		
Solar Power Plant	0	5912608	-	5912608	0	374464	-	374464	5538144	-		
Electric Installation	5575620	-	-	5575620	3691993	418083	-	4110076	1465544	1883627		
Furniture & Fixtures	1239714	267178	-	1506892	830576	71383	-	901959	604933	409138		
Office Equipments	1484360	155312	-	1639672	1073327	142953	-	1216280	423392	411033		
Computers	2276679	144152	-	2420831	1843400	183217	-	2026617	394214	433279		
Vehicles	32899169	0	3485285	29413884	7161307	3559652	1218956	9502003	19911881	25737862		
<b>Total</b>	<b>149052082</b>	<b>15593805</b>	<b>3485285</b>	<b>161160602</b>	<b>48913710</b>	<b>10442016</b>	<b>1218956</b>	<b>58136770</b>	<b>103023832</b>	<b>100138372</b>		
<b>INTANGIBLE ASSETS</b>												
Software	363344	-	-	363344	345176	0	-	345176	18168	18168		
<b>Total</b>	<b>363344</b>	<b>-</b>	<b>-</b>	<b>363344</b>	<b>345176</b>	<b>0</b>	<b>-</b>	<b>345176</b>	<b>18168</b>	<b>18168</b>		
<b>Grand Total</b>	<b>149415426</b>	<b>15593805</b>	<b>3485285</b>	<b>161523946</b>	<b>49258886</b>	<b>10442016</b>	<b>1218956</b>	<b>58481946</b>	<b>103042000</b>	<b>100156540</b>		
<b>Previous Year</b>	151036089	5910940	7531603	149415426	46341140	9836983	6919237	49258886	100156540	-		

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

## 11 NON CURRENT INVESTMENTS Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>LONG TERM INVESTMENTS - TRADE</b>		
<b>IN FULLY PAID UP EQUITY SHARES - UNQUOTED</b>		
50 Shares of the Green Environment Co-op Society Ltd. (Face value ₹ 100 per Share)	100000	100000
<b>Total</b>	<b>100000</b>	<b>100000</b>

## 12 LONG TERM LOANS &amp; ADVANCES Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>[UNSECURED AND CONSIDERED GOOD]</b>		
Advance for Capital Goods	75000	866425
Security Deposits	3466199	2966199
Receivable from Govt. Authorities	150000	305695
Income Tax Refund Receivable	1515340	1464450
Others	51003	104066
<b>Total</b>	<b>5257542</b>	<b>5706835</b>

## 13 INVENTORIES Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
Raw Materials	46966809	53781501
Stock-in-Transit (Raw Material)	9819	2053895
Work-in-Process [As taken, Valued & Certified by the Management]	56083491	24060344
<b>Total</b>	<b>103060119</b>	<b>79895740</b>

## 14 TRADE RECEIVABLES Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>[UNSECURED AND CONSIDERED GOOD]</b>		
Over Six Months	13985187	7826517
Others	31710527	51978639
<b>Total</b>	<b>45695714</b>	<b>59805156</b>

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 202015 CASH AND BANK BALANCE Amount in ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>CASH AND CASH EQUIVALENTS</b>		
Cash on hand	677308	249609
Balance with Banks #	6514787	3327177
<b>OTHER BANK BALANCE</b>		
Fixed Deposits with Bank*	9804329	15435210
<b>Total</b>	<b>16996424</b>	<b>19011996</b>

# Balance with Bank includes unclaimed dividend A/c of ₹ 845978/-  
[ Previous Year ₹ 798543/-]

\* Fixed Deposits with Banks includes Deposit of ₹ 3505944/-  
[ Previous Year ₹ 5979877/- ] with maturity period of more than 12 Months.

16 SHORT TERM LOANS AND ADVANCES Amount In ₹

	AS AT 31/03/2020	AS AT 31/03/2019
<b>[UNSECURED AND CONSIDERED GOOD]</b>		
GST Credit Receivable	1577315	1630280
Advance Income Tax & TDS	6168750	8104638
Advance to Suppliers	5286929	17364144
Others	742706	943329
<b>Total</b>	<b>13775700</b>	<b>28042391</b>

17 OTHER CURRENT ASSETS Amount In ₹

	AS AT 31/03/2020	AS AT 31/03/2019
Interest Receivable	128173	129017
<b>Total</b>	<b>128173</b>	<b>129017</b>

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 202018 REVENUE FROM OPERATIONS Amount in ₹

	2019 / 2020	2018 / 2019
<b>SALE OF PRODUCTS</b>		
Industrial Fan, Blowers & Accessories	86140961	116061092
Tubes	360323114	389703225
	446464075	505764317
<b>OTHER OPERATING REVENUE</b>		
Job work Income	2092170	11463723
Scrap Sale	5195892	7486872
	7288062	18950595
<b>Total</b>	<b>453752137</b>	<b>524714912</b>

19 OTHER INCOME Amount in ₹

	2019 / 2020	2018 / 2019
<b>INTEREST INCOME</b>		
On FD's with Bank	740126	886846
On Deposit	181578	177273
Others	159769	62550
	1081473	1126669
Net Gain on Foreign Currency Transactions and Translation	2347712	2874976
Other Income	258598	516260
<b>Total</b>	<b>3687783</b>	<b>4517905</b>

20 COST OF MATERIALS CONSUMED Amount In ₹

	2019 / 2020	2018 / 2019
<b>RAW MATERIAL CONSUMED</b>		
Opening Stock	55835396	33270538
Add : Purchases	302523548	379112999
	358358944	412383537
Less :		
Closing Stock	46966809	53781501
Goods-in-Transit	9819	2053895
	46976628	55835396
<b>Total</b>	<b>311382316</b>	<b>356548141</b>

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

## 21 CHANGE IN INVENTORIES OF FINISHED GOODS AND STOCK - IN - PROCESS

Amount in ₹

	2019 / 2020	2018 / 2019
<u>Closing Stock:</u>		
Work - in - Process	<u>56083491</u>	<u>24060344</u>
	56083491	24060344
<u>Less : Opening Stock:</u>		
Work - in - Process	<u>24060344</u>	<u>19222595</u>
	24060344	19222595
<b>Total</b>	<u><u>32023147</u></u>	<u><u>4837749</u></u>

## 22 EMPLOYEE BENEFIT EXPENSE

Amount in ₹

	2019 / 2020	2018 / 2019
Salaries and Wages	28704345	28135766
Contribution to Provident and Other Funds	3092135	3051140
Staff Welfare Expense	1089869	1333764
<b>Total</b>	<u><u>32886349</u></u>	<u><u>32520670</u></u>

## 23 FINANCE COST

Amount In ₹

	2019 / 2020	2018 / 2019
Interest Expense	7552032	7311501
Other Financial Charges	728766	448830
<b>Total</b>	<u><u>8280798</u></u>	<u><u>7760331</u></u>

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

## 24 OTHER EXPENSE

Amount in ₹

	2019 / 2020	2018 / 2019
Stores, Spare-parts and Packing Material Consumed	37541125	30701877
Labour Charges	25069917	23518690
Power and Fuel	22548249	24597665
Rent, Rates & Taxes	368156	372613
Repairs to :		
Building	705403	1257805
Machinery	1534853	1377506
Others	390998	253760
	2631254	2889071
Audit Fees	105000	105000
Commission	1060872	512129
Donation	251000	-
Legal & Professional Charges	648700	554936
Travelling Expenses	1194739	1223459
Stationery & Printing Exp.	548044	467127
Vehicle Expenses	1478971	1856144
General Charges	5176518	5042972
Transport and Handling Charges	2402925	3283850
Loss on Sale of Assets	1466332	18035
Assets Discarded/W-off	-	354072
<b>Total</b>	<b>102491802</b>	<b>95497640</b>

## 25 Details of Guarantees Given :

Particulars	2019 / 2020	2018 / 2019
Bank guarantees given (in ₹)	7270658	6375113

## 26 Capital Commitments :

Estimated amount of contracts remaining to be executed for capital expenditure and not provided for is ₹ 75000/- [Previous year ₹ 3656000/-] against which advances have been paid ₹ 75000/- [Previous Year ₹ 866425/-].

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

## 27 Details of Foreign Currency Exposures

[Not hedged by a Derivative Instruments or otherwise]

	2019 / 2020		2018 / 2019	
	In US \$	In ₹.	In US \$	In ₹.
Debtors	-	-	9945	687909
Balance in Bank A/c	39921	3009463	-	-
Advance to Suppliers	52294	3942269	248000	17154451
Advance From Customers	7138	538105	14394	995617

## 28 Employee Benefits

Particulars	2019 / 2020	2018 / 2019
Contribution to Provident and Pension Fund (in ₹)	2427140	2304818
Contribution towards LIC Group Gratuity Scheme (in ₹)	513124	511031

## 29 Earning Per Share :

	Year ended 31/03/2020	Year ended 31/03/2019
Net Profit for the year after tax (in ₹)	18596716	22812318
No. of Equity Shares at the beginning of the year	2250080	2250080
No. of Equity Shares at the end of the year	2250080	2250080
Weighted average No. of Shares o/s during the year	2250080	2250080
Face Value Per Share (₹)	10	10
Basic & Diluted Earning Per Share (₹ Per Share)	8.26	10.14

## 30 Auditor's Remuneration :

Amount In ₹.

	2019 / 2020	2018 / 2019
Audit Fees (IN ₹.)	85000	85000
Income Tax Matter (IN ₹.)	20000	20000

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

## 31 Related Party Disclosures under Accounting Standard (AS) -18:

- (i) List of related parties and related parties with whom transactions have taken place and relationships :

Key Management Personnel

Popatbhai B. Patel  
 Bhogilal I. Patel  
 Kashiram K. Patel  
 Himanshu P. Patel  
 Prakash B. Patel  
 Devang K. Patel  
 Aakash H. Patel

- (ii) Transactions during the year with related parties : Amount in ₹)

Sr. No.	Nature of Transaction	Key Management Personnel	Total
1	Unsecured Loans		
	Balance as at 01/04/2019	10000000	10000000
		(10000000)	(10000000)
	Received during the year	-	-
		(-)	(-)
	Repaid during the year	-	-
		(-)	(-)
	Balance as at 31/03/2020	10000000	10000000
		(10000000)	(10000000)
2	Interest Paid	1002740	1002740
		(1000000)	(1000000)
3	Director remuneration	13622581	13622581
		(13200000)	(13200000)

**Note :** Figures in bracket represent the previous year's figure.

- 32 No provision for amortization of lease hold land acquired under the scheme has been made in the books of accounts, the amount of which has not been ascertained by the company. Hence its effect on Profit and Loss Account could not be known.
- 33 The outbreak of Coronavirus (Covid - 19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The company has considered internal and external information while finalizing the estimate in relation to its financial statements up to the date of approval of financial statements by the Board of Directors and has not identified any material impact on carrying value of assets, liabilities or provisions. However, the impact assessment of Covid -19 is continuing process given the



**Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020**

uncertainties associated with its nature and durations. Due to nature of pandemic, the management will continue to monitor the impact that the Covid -19 is having on the company and shall take appropriate actions based on any material changes in the future economic conditions.

**34 Contingent Liabilities :**

Particulars	2019 / 2020	2018 / 2019
Contingent Liabilities not provided for in financial statements	Nil	Nil

**35 Break up of Raw Materials Consumed :**

(Value in ₹)

Class of Materials	2019 / 2020	2018 / 2019
Iron & Steel	18105708	29911874
Non Ferrous Sheets / Castings	8243904	9234693
Electric Motors	10638413	12910714
Seamless Tubes	257430364	292014755
Others	16963927	12476105
<b>Total</b>	<b>311382316</b>	<b>356548141</b>

36 As per the information given by the management, the Company has only one reportable business segment i.e. Manufacturing of Industrial Fan Blowers and Tubes and its related accessories. Hence, segment wise information is not required to be disclosed.

**37 Value of imported and indigenous Raw Materials, Stores, Spares and Packing Material Consumed :**

	2019 / 2020		2018 / 2019	
	In %	In ₹	In %	In ₹
<u>Raw Materials</u>				
- Imported	53.15	165506481	53.27	189935836
- Indigenous	46.85	145875835	46.73	166612305
<b>Total</b>	<b>100.00</b>	<b>311382316</b>	<b>100.00</b>	<b>356548141</b>
<u>Stores, Spares &amp; Packing Material</u>				
- Imported	Nil	Nil	Nil	Nil
- Indigenous	100.00	37541125	100.00	30701877
<b>Total</b>	<b>100.00</b>	<b>37541125</b>	<b>100.00</b>	<b>30701877</b>

**38 C.I.F. Value of Imports :**

	2019 / 2020	2018 / 2019
1 Raw Material [ In ₹ ]	132435361	194786864

Notes on Financial Statements for the Year ended 31<sup>st</sup> March, 2020

## 39 Expenditure in Foreign Currency :

		2019 / 2020	2018 / 2019
1	Travelling Expense [ In ₹ ]	122570	230405

## 40 Earning in Foreign Exchange :

		2019 / 2020	2018 / 2019
1	F.O.B. Value of Exports [In ₹]	24680263	21941914

- 41 Previous year's figures have been regrouped/rearranged wherever necessary to make them comparable with those of current year.

## Signatures to Note "1" to "41"

As per our report of even date attached.

**For, Ashesh Alkesh & Co.**  
Chartered Accountants  
[Firm Regn. No. : 119580W]

**For, PATELS AIRFLOW LTD.**

**Ashesh Shah**  
Partner  
M. No. : 049712

**POPATBHAI B. PATEL**  
CHAIRMAN  
DIN : 00145058

**BHOGILAL I. PATEL**  
MANAGING DIRECTOR  
DIN : 00144617

Place : Ahmedabad  
Date : 26/10/2020

**KASHIRAM K. PATEL**  
DIRECTOR  
DIN : 00145192

Place : Ahmedabad  
Date : 26/10/2020

**PATELS AIRFLOW LIMITED**

CIN: U31909GJ2001PLC039998

Regd. Office: 61, Phase-I, GIDC Industrial Estate, Vatva, Ahmedabad - 382445, Gujarat

Website: www.patelsairflow.com E-mail ID: paflacct@gmail.com

**FORM MGT-11**

**PROXY FORM**

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

**19<sup>th</sup> Annual General Meeting – Saturday, 26<sup>th</sup> Day of December, 2020, at 11.00 A.M.**

Name of the member (s) : \_\_\_\_\_

Registered address : \_\_\_\_\_

E-mail Id : \_\_\_\_\_

Folio No/ Client Id : \_\_\_\_\_

DP ID : \_\_\_\_\_

I/We, Being The Member (S) Of Patels Airflow Limited holding equity shares of the above named company, hereby appoint

1. Name : \_\_\_\_\_

Address : \_\_\_\_\_

E-mail Id : \_\_\_\_\_ Signature : \_\_\_\_\_

**Or failing him**

2. Name : \_\_\_\_\_

Address : \_\_\_\_\_

E-mail Id : \_\_\_\_\_ Signature : \_\_\_\_\_

**Or failing him**

3. Name : \_\_\_\_\_

Address : \_\_\_\_\_

E-mail Id : \_\_\_\_\_ Signature : \_\_\_\_\_

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 19<sup>th</sup> Annual General Meeting of the company, to be held on Saturday, 26<sup>th</sup> December, 2020 at 11.00 a.m. at 61, Phase- I, Gidc Industrial Estate, Vatva, Ahmedabad 382445 (gujarat) and at any adjournment thereof in respect of such resolutions as are indicated below:

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

Resolution No.	Particulars of Resolution(s)	Vote	
		For	Against
	<b>ORDINARY BUSINESS</b>		
1	To receive, consider and adopt the Audited Standalone Financial Statements of the company for the Financial Year ended on 31 <sup>st</sup> March, 2020, together with the Reports of the Board of Directors and the Auditors thereon.		
2	To declare Dividend on Equity Shares for the financial year 2019-20		
3	To appoint a Director in place of Shri Popatlal Bhopabhai Patel (DIN: 00145058), Chairman & Wholetime Director, who retires by rotation and being eligible offers himself for re-appointment.		
4	To appoint a Director in place of Shri Himanshu Popatlal Patel (DIN: 00145270), Executive Director, who retires by rotation and being eligible offers himself for re-appointment.		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2020

Signature of shareholder \_\_\_\_\_

Signature of Proxy holder(s) \_\_\_\_\_

Affix  
revenue  
Stamp of  
Rs. 1/-

**Signature of the  
shareholder  
across Revenue  
Stamp**

**Notes:**

- (1) Members are requested to bring their copies of the Annual Report to the meeting, since further copies will not be available.
- (2) The Proxy, to be effective should be deposited at the Registered Office of the Company not less than FORTY EIGHT HOURS before the commencement of the meeting.
- (3) A Proxy need not be a member of the Company.
- (4) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.
- (5) The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.

# PATELS AIRFLOW LIMITED

CIN: U31909GJ2001PLC039998

## Regd. Office:

61, Phase-I, GIDC Industrial Estate, Vatva, Ahmedabad - 382445, Gujarat

Website: www.patelsairflow.com E-mail ID: paflacct@gmail.com

## ATTENDANCE SLIP

(To be handed over at the entrance)

I/we hereby record my/our presence at the 19<sup>th</sup> Annual General Meeting of the Patels Airflow Limited, held on Saturday, 26<sup>th</sup> day of December, 2020 at 11.00 a.m. at 61 Phase I, GIDC Industrial Estate, Vatva, Ahmedabad – 382445, Gujarat.

Full name of the member attending : \_\_\_\_\_

Name of Proxy : \_\_\_\_\_

Regd. Folio No. : \_\_\_\_\_ DP Id : \_\_\_\_\_

Client Id\* : \_\_\_\_\_ No. Of shares held : \_\_\_\_\_

\_\_\_\_\_  
Full Name of Shareholder (In block letters)

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Full Name of Proxy (In block letters)

\_\_\_\_\_  
Signature

-----  
**Route Map of Venue of 19<sup>th</sup> Annual General Meeting of Patels Airflow Limited to be held on Saturday 26<sup>th</sup> day of December, 2020 at 11.00 a.m. at 61 Phase I, GIDC Industrial Estate, Vatva, Ahmedabad – 382445, Gujarat.**



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*If undelivered please return to :*



**PATELS AIRFLOW LIMITED.**

61, Phase – I, G.I.D.C. Industrial Estate,  
Vatva, AHMEDABAD-382 445  
(GUJARAT)