

Date: 19th May, 2022

To,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400001.

Subject: Outcome of Meeting of Board of Directors

Ref: Scrip Code: 537326 (Chemtech Industrial Valves Limited)

Respected Sir(s),

This is to inform you that pursuant to Regulation 30 and any other Regulations of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 the meeting of the Board of Directors of Chemtech Industrial Valves Limited ("Company") was held today i.e. on Thursday, 19th May, 2022. The meeting commenced at 02:00 p.m. and concluded at 5:00 p.m. The Board of Directors in the meeting undertook following matters:

1. Considered and approved the Related Party Transactions entered into by the Company on half- yearly basis for year ended 31st March, 2022;
2. Considered and approved the Audited Financial Results along with Audit Report for the quarter, half year and year ended 31st March, 2022 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;
3. Considered and approved Annual Secretarial Compliance Report for the year ended 31st March, 2022 as per Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;
4. Considered and approved the appointment of Ms. Prachi Kothari as the Company secretary and Compliance officer of the Company;
5. Considered and approved the appointment of Mr. Hemant Goyal as the Additional (Non-Executive Independent Director) of the Company;
6. Considered and approved the re-appointment of M/s Pimple & Associates, Practising Company Secretary as the Secretarial Auditor of the Company;

7. Considered and approved the re-appointment of M/s Raju and Prasad, Chartered Accountants as the Statutory Auditor of the Company;
8. Considered and approved re-appointment of Mr. Vikas More as the Internal Auditor of the Company;

Accordingly, pursuant to Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Related Party Transactions entered into by the Company on half-yearly basis for year ended 31st March, 2022 will be intimated to BSE within 15 days from the Board Meeting held today i.e. 19th May, 2022.

Also, pursuant to Regulation 47(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audited Financial results will be published in the English newspaper and regional language newspaper.

Further we enclose herewith the following documents:

1. The Audited Financial Results along with Audit Report for the quarter, half year and year ended 31st March, 2022

You are requested to take the same on your record.

Thanking You.

Yours Sincerely,

For Chemtech Industrial Valves Limited

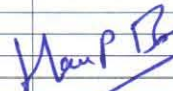


Harsh Pradeep Badkur
Chairman & Managing Director
(DIN: 00676715)

CHEMTECH INDUSTRIAL VALVES LIMITED (CIN:L29299MH1997PLC105108)					
(Regd. Office 105 HIRANANDANI INDL. ESTATE, OPP. KANJUR MARG RLY STATION, MUMBAI-400078)					
E-mail id: cs.chemtech@gmail.com			website: www.chemtechvalves.com		
Standalone Financial results For the Quarter and Year Ended 31/03/2022					
Particulars	Quarter Ended			Year Ended	
	3 months ended (31/03/2022)	Preceding 3 months ended (31/12/2021)	Corresponding 3 months ended in the previous year (31/03/2021)	Year to date figures for current period ended (31/03/2022)	Year to date figures for the previous year ended (31/03/2021)
(Refer Notes Below)	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1. Revenue from Operations					
Revenue from operations	421.55	273.73	388.09	1,149.38	1391.59
Other income	13.10	1.96	3.12	18.15	13.91
Total Revenue	434.65	275.70	391.21	1167.53	1405.50
2. Expenses					
(a) Cost of Materials consumed	327.68	124.63	124.63	624.94	606.30
(b) Purchase of stock-in-trade	-	-	-	-	17.30
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(83.76)	(35.15)	(23.34)	(16.16)	183.15
(d) Employee benefits expense	45.88	49.13	39.55	164.88	117.18
(e) Finance Costs	31.75	36.25	33.38	136.29	135.67
(f) Depreciation and amortisation expense	26.26	25.20	24.86	101.13	98.74
(g) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	69.23	60.50	72.06	216.84	181.48
Total Expenses	417.03	260.57	377.33	1227.91	1339.82
3. Profit / (Loss) before exceptional, extraordinary items and tax	17.62	15.13	13.88	-60.38	65.68
4. Exceptional Items					
5. Profit / (Loss) before extraordinary items and tax	17.62	15.13	13.88	-60.38	65.68
6. Extraordinary items					
7. Profit / (Loss) before Tax	17.62	15.13	13.88	-60.38	65.68
8. Tax expense					
Current Tax (After MAT Adjustment)	0.00	0.00	0.00	0.00	0.00
Deferred Tax	(1.09)	(1.13)	(0.78)	(4.31)	(2.71)
Total Tax Expenses	(1.09)	(1.13)	(0.78)	(4.31)	(2.71)
9. Net profit (Loss) for the period	18.71	16.26	14.66	(56.07)	68.39
10. Other Comprehensive Income					
(a) Items that will not be reclassified to profit or loss					
(b) Income tax relating to items that will not be reclassified to Profit or loss					
(c) Items that will be classified to profit or loss					
(d) Income tax relating to items that will be reclassified to profit or loss					
Other Comprehensive Income	-	-	-	-	0.00
11. Details of equity share capital					
Paid-up share capital	1148.73	1148.73	1148.73	1148.73	1148.73
Face value of equity share capital	10.00	10.00	10.00	10.00	10.00
12. Reserves excluding revaluation reserve				(256.63)	(206.48)
3. Earning per Equity Share					
Basic earning (loss) per share from continuing and discontinued operations	0.16	0.14	0.13	(0.49)	0.60
Diluted earnings (loss) per share from continuing and discontinued operations	0.16	0.14	0.13	(0.49)	0.60

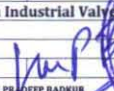
For, Chemtech Industrial Valves Limited

Date: 19.05.2022
Place: Thane


HARSH PRADEEP BADKAR
(Managing Director and Chairman)
(DIN:00676715)



ISO 9001-2015 CERTIFIED COMPANY

Audited Statement of Assets And Liabilities for the Period Ended On 31/03/2022			
Statement of Assets and Liabilities		Amount In lacs.	
		As at	As at
Sr. No.	Particulars	31.03.2022	31.03.2021
A	ASSETS		
1	Non-Current Assets		
(a)	Property, Plant and Equipment	1,173.16	1,223.03
(b)	Capital Work-in-Progress	28.67	25.90
(c)	Investment Property		
(d)	Intangible Assets	2.44	3.64
(e)	Financial Assets		
	- Non Current Investments	5.38	5.38
	- Trade Receivables	227.93	219.08
	- Loans and Advance		3.37
	- Other Non Current Financial Assets	7.53	10.37
(f)	Non Current Tax Assets (Net)		
(g)	Other Non-Current Assets	7.27	6.61
	TOTAL NON CURRENT ASSETS	1,452.38	1,497.38
2	Current Assets		
(a)	Inventories	355.77	259.46
(b)	Financial Assets		
	- Investments		
	- Trade Receivables	251.79	515.72
	- Cash and cash equivalents	299.32	158.33
	- Other Bank Balances		
	- Loans	5.38	11.30
	- Other Financial Assets	8.13	
(c)	Other Current Assets	308.62	238.78
	TOTAL CURRENT ASSETS	1,229.01	1,183.59
	TOTAL ASSETS	2,681.40	2,680.96
B	EQUITY AND LIABILITIES		
1	Equity		
(a)	Equity Share Capital	1,148.73	1,148.73
(b)	Other Equity	(228.04)	-177.90
	TOTAL EQUITY	920.69	970.84
2	Liabilities		
(A)	Non-current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	1,026.97	1,072.62
	- Trade Payables	2.88	2.65
(b)	Provisions	17.24	15.32
(c)	Deferred Tax Liabilities	51.79	60.82
(d)	Other Non Current Liabilities		1.05
	TOTAL NON CURRENT LIABILITIES	1,098.87	1,152.47
(B)	Current Liabilities		
(a)	Financial Liabilities		
	- Borrowings	163.41	
	- Trade Payables	377.08	292.57
	- Other Current Financial Liabilities	24.67	169.90
(b)	Other Current Liabilities	96.31	93.27
(c)	Provisions	0.36	1.91
(d)	Current Tax Liabilities (Net)		
	TOTAL CURRENT LIABILITIES	661.83	557.66
	TOTAL LIABILITIES		
	TOTAL EQUITIES AND LIABILITIES	2,681.40	2,680.96
Note:			
1	The above results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on 19/05/2022		
2	The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2017. The figures for the Quarter / Year ended 31st March, 2022 are in compliance with the Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs. The figures for quarter ended 31st March, 2022 are the balancing figures between the audited figures in respect of the full financial year and the year-to-date figures upto the third quarter of the financial year.		
3	The format for above results as prescribed in SEBI's circular CIR/CFD/CMD/IS/ZDIS dated Nov 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.		
4	The figures have been regrouped/rearranged wherever necessary. The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to-date figures upto the third quarter of the current financial year.		
5	The Operation of the Company predominantly relates in two business segments i.e. "Manufacturing of Industrial Valves" and "Trading of various items for project sales". Business segments have been identified as separable primary segment in accordance with Indian Accounting Standard 108 "Operating Segments" as prescribed under Companies (Accounting Standards) Rules, 2006, taking into account the organizational and internal reporting structure as well as evaluation of risks and returns or these segments. The balance is shown as unallocated items.		
6	IMPACT OF COVID-19 The Management has considered the possible risk that may result from the pandemic relating to COVID-19 for the components of the company and expects to recover the carrying amount of all its assets including inventories, receivables, investments and other financial and non-financial assets in the ordinary course of business and there is minor impact due to COVID-19 on revenue for year ended March 31, 2022 (overall there is increase in turnover compared to last year) based on the internal and external information available upto the date of approval of these financial results. The Management is continuously monitoring any material changes in future economic conditions		
Date: 19.05.2022		For, Chemtech Industrial Valves Limited	
Place: Thane		 HARSH PRADEEP BADKAR (Managing Director and Chairman) (DIN:00676715)	

Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
A. Cash flow from operating activities		
Net Profit / (Loss) before tax	(6,038,046)	6,568,025
Adjustments for:		
Depreciation and amortization	10,112,967	9,874,280
Finance costs	13,628,504	13,567,188
Provision for Gratuity	35,877.00	191,323
Profit on sale of Machinery		12,539
Interest Received	(1,334,536)	(790,654)
Loan Processing Fee	119,555.95	267,523
Operating Profit before Working capital changes	16,524,322	29,690,224
Adjusted for:		
Inventories	(9,630,884)	16,722,060
Trade receivables	25,507,943	(28,800,128)
Long Term Loans & Advances	337,270	-
Other Non-current Assets	217,970	4,094,250
Short-term loans and advances	591,896	2,228,391
Other current assets	(7,797,300)	(21,213,685)
Long Term Provision		-
Other Non-current Liability	(105,209)	-
Short Term Provision		-
Trade payables	8,474,259	3,178,943
Other current liabilities	(14,219,027)	6,637,080
Cash Generated from Operations	19,901,239	12,537,135
Taxes paid	-	-
Net Cash Generated from Operations	19,901,239	12,537,135
B. Cash flow from investing activities		
Purchase of Fixed assets	(5,283,975)	(4,239,843)
Sale of Fixed assets		198,000
Interest Received	1,334,535	790,654
Dividend received		
Net cash used in investing activities:	(3,949,440)	(3,251,189)
C. Cash flow from financing activities		
Proceeds from long-term borrowings (net of repayment)	(4,565,270)	22,828,653
Proceeds from other short-term borrowings	16,341,039	(14,808,750)
Finance cost	(13,628,504)	(13,567,188)
Net cash used in financing activities	(1,852,735)	(5,547,285)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	14,099,065	3,738,662
Cash and cash equivalents at the beginning of the year	15,832,762	12,094,099
Cash and cash equivalents at the end of the year	29,931,827	15,832,762
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		
(i) Cash in Hand	2,633,223	1,959,671
(ii) Balances with Banks	27,298,604	13,873,091
TOTAL	29,931,827	15,832,762

Notes:

1) The Cash Flow statement has been prepared under the 'Indirect Method' as set out in the **Ind AS-7 "Statement of Cash Flow"** and notified in Companies (accounting standards) rules, 2006 (as amended)

2) Figure in brackets indicates cash outflow.

3) Previous year figures have been regrouped/rearranged wherever necessary.

As per our report of even date.

As per our report of even date annexed

For Raju & Prasad
Chartered Accountants
FRN - 003475S

(Avinash. T. Jain)
Partner
Membership No.: 041689
Place : Mumbai
Date: 19.05.2022

For and on Behalf of the Board of Directors

Harsh Pradeep Badkur
(Managing Director and Chairman)
DIN: 00676715



Audited Segment wise Revenue, Results and Capital Employed for Quarter and Year Ended as on 31st March, 2022

Sr. No	Particulars	Quarter Ended			Year Ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Segment Revenue					
a.	Manufacturing	421.55	273.73	388.09	1,149.38	1365.57
b.	Trading of Steel Wire Rod	0.00	0.00		0.00	
c.	Project Sales	0.00	0.00		0.00	19.77
d.	Unallocated	13.10	1.96	3.12	18.15	20.15
a.	Total	434.65	275.70	391.21	1167.52	1405.50
	Less : Inter Segment Revenue	0.00	0.00	0.00	0.00	0.00
	Net Income from Operations	434.65	275.70	391.21	1167.52	1405.50
2	Segment Results Profit / (Loss) before tax and interest from each segment					
a.	Manufacturing	86.44	102.82	101.31	239.18	332.33
b.	Trading of Steel Wire Rod	0.00	0.00	0.00	0.00	
c.	Project Sales	0.00	0.00	0.00	-	2.48
d.	Unallocated	(37.07)	(51.43)	(54.05)	(163.27)	(133.45)
b.	Total	49.37	51.39	47.26	75.90	201.35
	Less : Finance Cost	31.75	36.25	33.38	136.29	135.67
	Other Unallocable Expenditure Net Off	0.00	0.00	0.00	0.00	0.00
	Unallocable Income	0.00	0.00	0.00	0.00	0.00
	Total Profit/(Loss) before Tax (A-B)	17.62	15.13	13.88	(60.38)	65.68
3	Capital Employed (Segment assets - Segment liabilities)					
a.	Manufacturing	670.06	898.66	872.62	670.06	872.62
b.	Trading of Steel Wire Rod	0.00	0.00	0.00	0.00	0.00
c.	Project Sales	(1.92)	(1.91)	(2.75)	(1.92)	(2.75)
d.	Unallocated	252.55	(0.70)	100.97	252.55	100.97
	Total	920.69	896.06	970.84	920.69	970.84

Date: 19.05.2022

Place: Thane

For, Chemtech Industrial Valves Limited


HARSH PRADEEP BADKUR

(Managing Director and Chairman)

(DIN:00676715)





Raju and Prasad

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
CHEMTECH INDUSTRIAL VALVES LIMITED**

Report on the Ind AS financial statements

Opinion

We have audited the accompanying Ind AS financial statements of **CHEMTECH INDUSTRIAL VALVES LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Cash Flow Statement, the Statement of Changes in Equity and notes to financial statements including a summary of the significant accounting policies and other explanatory information for the year then ended.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its Profit, changes in equity and its Cash Flows for the year ended on that date.

Basis for Opinion

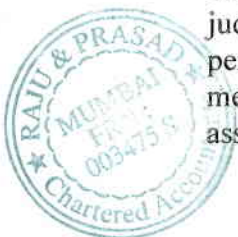
We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We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

Key Audit Matters

This section of our auditors' report is intended to describe the matters selected from those communicated with those charged with governance that, in our professional judgment, were of most significance in our audit of the financial statements.

a) Revenue recognition (IND AS 115)

The application of the new standard on recognition of revenue involves significant judgement and estimates made by the management which includes identification of performance obligations contained in contracts, determination of the most appropriate method for recognition of revenue relating to the identified performance obligations, assessment of transaction price and allocation of the assessed price to the individual





Raju and Prasad

Chartered Accountants

performance obligations. Audit procedure involved review of the company's IND AS 115 implementation process and key judgments made by management, evaluation of customer contracts in light of IND AS 115 on sample basis and comparison of the same with management's evaluation and assessment of design and operating effectiveness of internal controls relating to revenue recognition.

Also the Company was granted certificate of entitlement for availing sales tax incentive under package Part-I of the 1993 package scheme of incentive (PSI) of Govt. of Maharashtra by way of deferment of sales Tax liability pertaining to period from 01.09.1999 to 30.04.2006 upto the maximum ceiling of Rs.37,28,000/-. The liability deferred for the period of 10 years from the year of collection of sales tax. As per the term of payment the sales Tax liability of each Financial Year is payable in five equal installments. The same will be paid once order for payment is received by respective authority.

Based on the procedures performed, it is concluded that management's judgments with respect to recognition and measurement of revenue in light of IND AS 115 is appropriate.

Emphasis of Matter

Attention is drawn to Contingent Liability shown as a foot note to the Annual Financial Results, CKP bank's license is withdrawn by RBI and RBI has declared that Rs. 500000/- will be confirm given to depositors, which has been received by the company and adjusted against the current account balance that was held with the bank, the remaining amount will be given to deposit holders and shareholders if reserves are available.

It is still recorded as an asset in financials, which will be reversed as and when confirmation comes from RBI about non-payment to depositors and shareholders.

Other Matters

The audit of the Financial Statements has been conducted after considering the impact of COVID-19 on the business and appropriate disclosures, wherever applicable, have been made in the Notes annexed to the Financial Statements.

Responsibility of Management for the Standalone Financial Statements

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





Raju and Prasad

Chartered Accountants

accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibility

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 :

- 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness 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 standalone 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.
- 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.





Raju and Prasad

Chartered Accountants

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. A) As required by Section 143 (3 the Act,) of we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls 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 and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements - refer Notes 34.1 and 34.3 to the Ind AS financial statements.
 - ii. The Company has long term contract but, does not have any derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transfer, to the Investor Education and Protection Fund by the Company during the year ended 31.03.2022





Raju and Prasad

Chartered Accountants

B) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For Raju and Prasad Chartered Accountants
FRN No. : 003475S

AVINASH
TIKAMCHAND
JAIN

Digitally signed by AVINASH TIKAMCHAND JAIN
DN: cn=AVINASH TIKAMCHAND JAIN, o=Raju and Prasad Chartered Accountants, ou=Members, email=avinash@rajuprasadca.com, c=IN, Date: 2022.05.19 15:51:41 +05'30'



Avinash T Jain
Partner

Membership No.:-041689

UDIN : 22041689AJGHSL6365

Place : Mumbai

Date : 19.05.2022



ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in Paragraph 1 under the heading "Report on other legal and regulatory requirements" of our Independent Auditor's Report of even date to the members of **CHEMTECH INDUSTRIAL VALVES LIMITED** On the Ind AS financial statements as of and for the year ended 31.03.2022,

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

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
 - (b) As explained to us Property, Plant & Equipment have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
 - (c) According to information and explanations given to us and on the basis of our examination of records the title deeds of immovable properties are held in the name of the company.
- (ii) The management has conducted the physical verification of inventory at reasonable intervals and no material discrepancies have noticed on physical verification of the inventory as compared to books records.
- (iii) 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) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the company has not granted loans, guarantees and security, investments, covered u/s 185 and 186 the investment made by the company is in compliance with the provisions of section 186 of the Companies Act, 2013.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) We have broadly reviewed the accounts and records maintained by the Company in respect of products where, pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under sub-section (1) of section 148 of the Act, and are of the





Raju and Prasad

Chartered Accountants

Opinion, that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.

- (vii) a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues, wherever applicable, and any other applicable statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2022 for a period of more than six months from the date on when they become payable except the following:

STATUTES	NATURE OF DUES	AMOUNT (Rs.)	PERIOD	DUE DATE	DATE OF PAYMENT
<i>Sales tax</i>	<i>Deferment Installment</i>	36,22,791	<i>1999-00 to 2004-05.</i>	<i>Annual installments</i>	<i>Outstanding</i>

- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute except as mentioned below:

Sr. No.	Name of Statute	Nature of Dues	Forum where Dispute is pending	Financial Year	Amount in Rs.
1	Central Sales tax	CST	Comm. of sales Tax	2006-07	2,70,979
2	Central Sales tax	CST	Comm. of sales Tax	2009-10	42,59,201
3	Income tax	IT	Income tax officer	2018-19	71,732

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of Loans or borrowing to financial institution and to banks. The Company did not have any outstanding loans or borrowings from financial institution or government and there are no dues to debenture holders during the year.

There are no any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

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

The company is not declared willful defaulter by any bank or financial institution or other lender.

The term loans were applied for the purpose for which the loans were obtained.

The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.





Raju and Prasad

Chartered Accountants

The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

- (x) The company has not raised moneys by way of initial public offer or further public offer including debt instruments during the year. Further the term loan taken during the year was applied for the purpose for which it is raised.

The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

- (xi) During the course of our examination of the books and records of the company, carried in accordance with auditing standard generally accepted in India, we have neither come across any instance of fraud on the Company by its officers or employees noticed or reported during the course of our audit nor have we been informed of any such instance by the management.

No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

The auditor has considered whistle-blower complaints, if any, received during the year by the company.

- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.

- (xiv) All the reports of the Internal Auditors for the period under audit were considered.

- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.

- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

The company is not a Core Investment Company (CIC) as defined in the regulations made by the





Raju and Prasad

Chartered Accountants

Reserve Bank of India.

The Group has no CIC as part of the Group.

(xvii) The Company has not incurred cash losses in the FY 21-22 and also in FY 20-21.

(xviii) There has not been any resignation of the statutory auditors during the year.

(xix) We have opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) No amount remaining unspent under section (5) of section 135 of Companies Act.

(xxi) No qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

For Raju and Prasad Chartered Accountants
FRN No. : 003475S

AVINASH
TIKAMCHAN
D JAIN

Digitally signed by AVINASH TIKAMCHAND
JAIN
DN: c=IN, o=Personal,
ou=CA, ou=003475S, email=avinash@rajuprasad.com,
serialNumber=003475S, cn=AVINASH TIKAMCHAND JAIN
Date: 2022.05.19 15:52:19 +05'30'



Avinash T Jain

Partner

Membership No.:-041689

UDIN : 22041689AJGHSL6365

Place : Mumbai

Date : 19.05.2022



Raju and Prasad

Chartered Accountants

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") of even date on the Standalone Ind AS financial statements of CHEMTECH INDUSTRIAL VALVES LIMITED

Opinion

We have audited the internal financial controls over financial reporting of **CHEMTECH INDUSTRIAL VALVES LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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





Raju and Prasad

Chartered Accountants

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Raju and Prasad Chartered Accountants
FRN No. : 003475S

AVINASH
TIKAMCHAND
JAIN

Digitally signed by AVINASH TIKAMCHAND
DN: cn=AVINASH TIKAMCHAND, o=Raju and Prasad Chartered Accountants, email=avinash@rajuprasadca.com, c=IN
c=IN, cn=AVINASH TIKAMCHAND, o=Raju and Prasad Chartered Accountants, email=avinash@rajuprasadca.com, c=IN
serial=40000, ut=0, version=1
reasons=unavailable, c=IN, cn=AVINASH TIKAMCHAND, o=Raju and Prasad Chartered Accountants, email=avinash@rajuprasadca.com, c=IN
Date: 2022.05.19 15:23:31 +05'30'



Avinash T Jain

Partner

Membership No.: 041689

UDIN : 22041689AJGHSL6365

Place : Mumbai

Date : 19.05.2022