



अंत्रा इंडिया लिमिटेड ANTRA INDIA LIMITED

(A GOVERNMENT OF INDIA ENTERPRISE, MINISTRY OF DEFENCE)

EMPOWERING THE ARMED FORCES



1ST

ANNUAL REPORT

2021-2022 (H2)



सशस्त्र सेनाओं का सशक्तिकरण



EMPOWERING THE ARMED FORCES



आत्मनिर्भर भारत



OUR INSPIRATION



Shri Narendra Modi
Hon'ble Prime Minister of India

“After Independence, we needed to upgrade these factories, adopt new-age technology. But it was not given much attention. Over time, India became dependent on foreign countries for its strategic needs. These new seven defence companies will play a big role in bringing change in this situation,”

“In the 21st century, whether a country or a company, its growth and brand value is determined by its research and innovation. From software to the space sector, India's growth, India's new identity is the biggest example of this,”

“Therefore, I also make a special request to all the seven companies that research and innovation should be a part of your work culture....You not only have to match the world's biggest companies, but also take the lead in future technology,”

- Prime Minister Shri Narendra Modi

CELEBRATE

75

**Azadi Ka
Amrit Mahotsav**



FLAG



LOGO

सशस्त्र सेनाओं का सशक्तिकरण



EMPOWERING THE ARMED FORCES

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FROM THE CHAIRMAN AND MANAGING DIRECTOR'S DESK

Dear Shareholders,

Government of India, as a part of forward looking restructuring of Ordnance Factory Board (OFB) and reform initiative in the Defence Sector, corporatized the erstwhile OFB into 07 new Defence Public Sector Undertakings (DPSUs). Yantra India Limited (YIL) being one of them.

It gives me great pleasure to welcome you all to share achievements and financial performance of YIL during the Financial Year 2021-22 (H2).

YIL was incorporated as a fully owned Government of India Company under the Companies Act 2013 on 14/08/2021 and commenced its business from 01/10/2021, the Appointed Date. The idea was to give more functional autonomy to the Defence PSUs in all kinds of decision making so as to unleash the growth potential and innovation, thereby enabling the DPSUs to focus on its Core Competencies and find a firm footing in the constantly evolving Defence Market.

The commencement of journey of YIL from the date of its inception till date as a commercial entity was indeed a challenging task in terms of steering the units under YIL with a legacy of two centuries old government organization. The management of Yantra India Limited resolved to perform, transform and reform with time and create a name for itself in the Defence Industry with the help of its skilled manpower and state of the art Plant and Machinery.

YIL achieved most of its revenue by selling the hardware/components to Munitions India Limited (MIL), Armoured Vehicles Nigam Limited (AVNL), Advance Weapons and Equipments India Limited (AWEIL), Armed Forces, Indian Railways, Ministry of Home Affairs and Aerospace Industries.

YIL has capacity for production of 100% indigenous components with State-of-the-Art modern manufacturing facilities in the field of Ferrous and Non-Ferrous technology. YIL has indigenized the stores manufactured under licence and technology transfer agreement and also through extensive Research and Development efforts over time. With increase in competition in the market, competitive pricing by keeping the quality of the item top notch has become imperative. YIL is continuously striving to reduce the cost of its products through product and process standardization, modernization of plant and machinery and through various cost cutting measures.

PERFORMANCE HIGHLIGHTS

I am happy to mention that in the second half of 2021-22 Rs. 971.50 Crores has been achieved vis a vis first half wherein Rs. 439.79 Crores was achieved.

YIL has received major orders cumulatively valuing Rs. 2410 crores from DPSUs, Civil Trade, Services and Exports during the FY 2022-23 out of which around Rs. 2025 Crores is achieved till 28/02/2023. YIL also made entry in the export market and got orders worth Rs. 115 Crores from European and Middle East Countries. It is expected to receive further orders during the coming Financial Year.

The mainstay products of YIL are Military Hardware for various types of Rockets, Pinaka Rocket Assembly, Shells (155 mm ERFB & 125mm HE), Bridges, Fuzes, Aluminium Extruded products and empty bombs bodies, Brass & GM Cups for small arm ammunitions, High & Medium Calibre Cartridge Cases, Castings, Steel Forgings for Artillery Gun Barrels and Ordnance etc.

I am particularly pleased to inform that for the first time, one of our units Metal & Steel Factory, Ishapore has issued 400 Nos of Axles (machined) to Indian Railways on the basis of which YIL got further orders from Indian Railways to issue 15000 LHB & 9990 BOX-N Axles. Many more such orders are expected in coming years. It is indeed a proud moment for YIL to showcase its capability and capacity to expand customer base with newer products while retaining Customer base by offering improved variants of established products.

FUTURE OUTLOOK

Covid-19 as well as other geopolitical events around the world have adversely impacted the global business environment thereby posing a survival challenge during transitory times while maintaining the momentum of growth duly ensuring the commercial viability.

The YIL Units are focusing on development of new products such Guided Pinaka Rocket and Pod, DPICM Rocket ant Pod, Aluminium Bridges etc. YIL believes in delivering best value for its customers in all the products and services it offers. The products are extensively tested for customer satisfaction and desired optimization.

YIL is also striving hard to increase the export of its products to global customers and is working tirelessly to cater to their needs.

Future of the company is promising as well as challenging due to increased competition from Private Defence Equipment & Ammunition suppliers. The company is focusing on increasing the turnover and profitability while maintaining the cost of its product competitive and quality top notch.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Even though, Yantra India Limited is a newly incorporated DPSU, it is committed towards Corporate Social Responsibilities as mandated under the Companies Act. Our CSR Policy is under finalization and suitable initiatives in this regard shall be taken in due course of time.

ACKNOWLEDGEMENT

I am grateful to the Board of Directors as well as all other stakeholders of Yantra India Limited for their unwavering support and insightful inputs. I deeply appreciate our shareholders, esteemed customers and business associates in reposing faith in our company.

I will be failing in my duties if I don't appreciate the resilience and commitment of our skilled employees and officers at all levels who are a force behind the endeavour to provide quality products to our esteemed customers.

I am confident that together we can overcome any challenges and place YIL firmly on a stronger foothold as a serious player in the Defence Industry by establishing itself as reliable, self-reliant and State of the Art arms manufacturer by meeting all the requirement of our domestic as well as global customers.

Thank you once again for reposing faith in Yantra India Limited.

SHRI RAJEEV PURI, I.O.F.S., ndc
CHAIRMAN & MANAGING DIRECTOR
YANTRA INDIA LIMITED
AMBAJHARI, NAGPUR



SHRI RAJEEV PURI, I.O.F.S., ndc
CHAIRMAN & MANAGING DIRECTOR

Shri Rajeev Puri, IOFS '87, is Electrical Engineer with BE from Punjab Engineering College, Chandigarh.

With 34 years working in various production units of Ordnance Factory Board (OFB), he has hands on experience in handling various Ammunition and Military Hardware production units connected with support to armed forces. Trained at Cranfield University UK, and National Defence College, New Delhi in the field of Explosive Ordnance Technology and subsequently headed Propellant and Explosive Division at HQ of erstwhile OFB.

Exposure for finance function with Diploma in Business Management Degree in Masters in Management Studies (MMS) from the prestigious Symbiosis Institute of Business Management (SIBM), Pune. The course completed with distinction with Finance as specialisation.

Selected for undergoing one year course in National Security Requirements of Defence at National Defence College (NDC), New Delhi. This course gave an opportunity to interact with Service Officers from Army, Navy, Air Force along with Joint Secretary rank officers from Civil and Allied Services. This course gave an exposure to understand the user perspective in the Defence manufacturing area and also nuances involved in the administration of the country at a senior level.

He headed successfully the Production Units of Ordnance Factory Bhusawal and Ordnance Factory Chanda during his stint in erstwhile OFB. Within the organisation, the contribution was recognized many times at the Unit level and subsequently, awarded prestigious “**Santnu Swahney Award**” during Kargil War and also the “**Best Manager Award**” amongst 41 Production Units of OFB at the national level.

As a part of erstwhile OFB, he was exposed to various technologies in the field of Defence Manufacturing in Ordnance Factories setup and training in India & Abroad. Having acquired the requisite domain knowledge in the field of Defence Manufacturing, he presently holds charge as CMD of Yantra India Limited with 8 production units under its aegis.



SHRI S.K. YADAV, I.O.F.S.
DIRECTOR

Shri Sharad Kumar Yadav, I.O.F.S. 1987, is an Engineering Graduate (Mech) from Indian Institute of Technology, Roorkee. Shri S. K. Yadav has served in State Electricity Board, UP before joining I.O.F.S.

During more than 34 years of service in Ordnance Factories, he served in many units of Ordnance Factories in different capacity and expertised in area of small & large caliber ordnance, manufacturing, melting & forging of steels, fabrication of Tail Units, manufacturing of Ammunition Hardwares e.g. Shells, Fuze, Tail Units, etc.

In Armored Vehicle group, he has indigenized many devices such as Command Thermal Sight & Drive Night Sight for Tank T-90 & T-72 as an important step towards self reliance in manufacturing of Fire Control Systems & other electronic devices of Tanks & BMPs in India.

He has visited several foreign firms in Austria twice for PDI of P&Ms.

In Yantra India Limited as Director/Operations, he is directing & guiding for manufacturing of Billets & other input materials in-house so that timely delivery & competitiveness is ensured for domestic as well as international market.

On 23rd June 2022, Shri Sharad Kumar Yadav asumed the charge of Director (Operation), Yantra India Limited.



SHRI GURUDUTTA RAY, I.O.F.S.
DIRECTOR

Shri Gurudutta Ray, an officer of the Indian Ordnance Factories Service (IOFS) Cadre, belongs to the 1988 batch of the Indian Civil Services Examination. Shri Ray's academic achievements and qualifications are rich and diverse. He received Post Graduate diploma in management from NIPM Kolkata and degree in LLB (Bachelor of Law) from Sambalpur University , Odisha. Moreover, Shri Ray also attained Master of Technology in Mineral Exploration, Master of Science and Technology in Applied Geology from IIT (ISM) Dhanbad and Bachelor of Science in Geology (Honours) from Ravenshaw college, Odisha.

Shri Ray's work Experience, spanning over more than 34 years, is equally varied. Shri Ray is a career bureaucrat, who joined Ordnance Factory Board as Assistant Works Manager on 27th February 1989. Subsequently, he rose through the ranks and served in various capacities in Gun & Shell Factory, Cossipore Kolkata; Ordnance Factory Badmal, Bolangir, Odisha; Unique Identification Authority of India (UIDAI) Regional Office Mumbai and Ordnance Factory Ambarnath, Maharashtra . He also served as General Manager at Ordnance Factory Katni, Madhya Pradesh.

Shri Ray, a doyen in the field of Administration, possesses exposure in diverse domains as Communication and Information Technology, Personnel Management & General Administration, Training and HRD, Recruitment, Industrial Relation, Joint Consultative Machinery, Planning and Programme Implementation, Project Management, Safety and Security.

On 1st October'2021, Shri Ray assumed the charge of Director/HR, Yantra India Limited.



**SHRI RAKESH SINGH LAL, I.O.F.S.
DIRECTOR**

Shri Rakesh Singh Lal, an officer of the Indian Ordnance Factories Service (IOFS) Cadre, belongs to the 1988 batch of the Indian Engineering Service Examination. He is a Mechanical Engineer from Devi Ahilya University Indore M.P.

Shri Rakesh Singh Lal's work Experience, spanning over more than 33 years, is equally varied. He joined Grey Iron Foundry, Ordnance Factory Board as Assistant Works Manager on 29th June 1989. Subsequently, he rose through the ranks and served in various capacities in Ordnance Factory Itarsi, Ordnance Factory Dehuroad, Pune, Ordnance Factory Chanda, Chandrapur.

He joined Central Deputation as Director, Ministry of Social Justice and Empowerment in August 2013. In November 2016, he was selected as Additional Director General in Archaeological Survey of India, Ministry of Culture. He served as DDG in O.F. Board and as General Manager at Cordite Factory Aruvankadu, Tamilnadu.

On 23rd May 2022, Shri Rakesh Singh Lal assumed the charge of Director (Finance), Yantra India Limited.



SHRI SURENDRA YADAV, I.Fo.S.
NOMINEE DIRECTOR

A 1996 Batch Indian Forest Service Officer from the West Bengal Cadre, Shri Surendra Prasad Yadav is presently holding the appointment of Joint Secretary (Land Systems) in the Ministry of Defence, Department of Defence Production.

At present, he is responsible for all defence production matters related to the Land Systems. Earlier in this Ministry, he was looking after all defence production matters related to the Navy and Maritime systems. A Mechanical Engineer from HBTI, Kanpur and a Post Graduate in Aerodynamics Engineering from IIT, Mumbai, the Officer has held various appointments in the Government of India.

Few crucial appointments held by him during posting in West Bengal Government under the Forest Department during which he oversaw the Management of forest and wildlife and took up several schemes aimed at social and economic development of weaker tribal population. He was also posted in the West Bengal Industrial Development Corporation as Executive Director for more than 07 years. During his long tenure there he looked after the development of industrial infrastructure and parks including the execution of different industrial projects in the state of West Bengal.

THE MIGHTY ARMOUR OF ATMANIRBHAR BHARAT

Consisting of 8 Ordnance Factories, YIL not only aims to bolster Nation's Defence preparedness, but also lend muscle to the operational readiness of the Armed Forces. YIL envisions itself as the Vanguard, promoting "Atmanirbharta" in the sphere of India's Defence Manufacturing Industry.

Since time immemorial, by unalloyed commitment to developing and delivering an entire gamut of quality products, the Ordnance Factories have performed yeoman service for the Indian Armed and Paramilitary forces. Further, as a dominant supplier in the Defence Supply Chain, the role of the Indian Ordnance Factories in Defence Manufacturing eco-system has been unarguably phenomenal.

Commendably, YIL has established itself as the market leader in the domain of military grade components & ancillary products, aluminum alloys, components for small arms and artillery ammunitions, artillery guns, main battle tanks etc. What propels YIL as an indispensable cog in the process of ensuring India's war-readiness is its role as the supreme supplier of critical components for small arms and artillery ammunitions.

Endowed with the state-of-the-art technology, latest machineries, vast infrastructure and an eminently skilled and dedicated manpower, quality of the products of YIL conforms to the stringent international standards.

Yantra India Limited can be termed as an agile and ambitious behemoth that has the drive, passion and potential to not only evolve into a raging bull but also emerge as the most competitive force in the field of global Defence Manufacturing. Presently, YIL occupies the position of a niche player and is dogged in its determination to advance to the forefront of Defence Manufacturing Universe.

As the nation savours and celebrates the Azadi ka Amrit Mahotsav, Yantra India Limited dedicates itself to ensure elevation of India into a victor in the international arena of the defence manufacturing sector. YIL's pursuit towards excellence not only aims to reach the pinnacle in the terrain of Defence Manufacturing but also ensure that the Tricolour flies higher, thus furthering the aspirations of the citizens of India.



VISION

To Become a Market Leader, Supplying Highest quality Hardware/ Components to other Defence PSUs that is ultimately used for manufacture of the state-of-the art Ammunition and battlefield equipments for Armed Forces. To promote Export and emerges as a prominent international player in Defence and Aerospace Industry.

MISSION

- To equip our Armed Forces with modern "Defence and Battlefield Equipment"
- To be a prominent patron of Atma-Nirbhar Bharat Abhiyan in the Defence and Aerospace Sector
- To equip ourselves with technologies through Acquisition, Synergy and In-house R & D.
- To continuously improve Quality.
- To improve Operational efficiency by continuously modernising our production facilities & by Training and Motivating our workforce through extensive use of Information Technology.
- To strengthen brand "YANTRA" by providing quality and value for money, increasing customer base in Defence, Non-defence and Export markets and establishing global presence.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Shri Rajeev Puri	:	Chairman & Managing Director
Shri Sharad Kumar Yadav	:	Director (Operations)
Shri Gurudutta Ray	:	Director (Human Resources)
Shri Rakesh Singh Lal	:	Director (Finance)
Shri Surendra Prasad Yadav	:	Nominee Director

CORPORATE IDENTITY NUMBER : U35303MH2021GOI365890

VIGILANCE OFFICER :

Shri D. Venkateswara Reddy : Chief Vigilance Officer

REGISTERED OFFICE :

YANTRA INDIA LIMITED
Amravati Road, Nagpur-440021
Maharashtra.

Phone : 0712 - 2391046

Fax : 07104 - 246681

E-mail : yil.hq@yantraindia.co.in

Website : www.yantraindia.co.in

UNITS OF THE COMPANY

Ordnance Factory Ambajhari
Ordnance Factory Ambernath
Ordnance Factory Bhusawal
Metal and Steel Factory Ishapore
Ordnance Factory Dumdum
Ordnance Factory Muradnagar
Ordnance Factory Katni
Grey Iron Foundry Jabalpur
Yantra Institute of Technology & Management, Ambajhari
Yantra Business Development Center, Delhi

STATUTORY AUDITORS

M/s Mahesh Rathi & Co.

Chartered Accountants

(Firm Registration No. 105824W)

SECRETARIAL AUDITORS

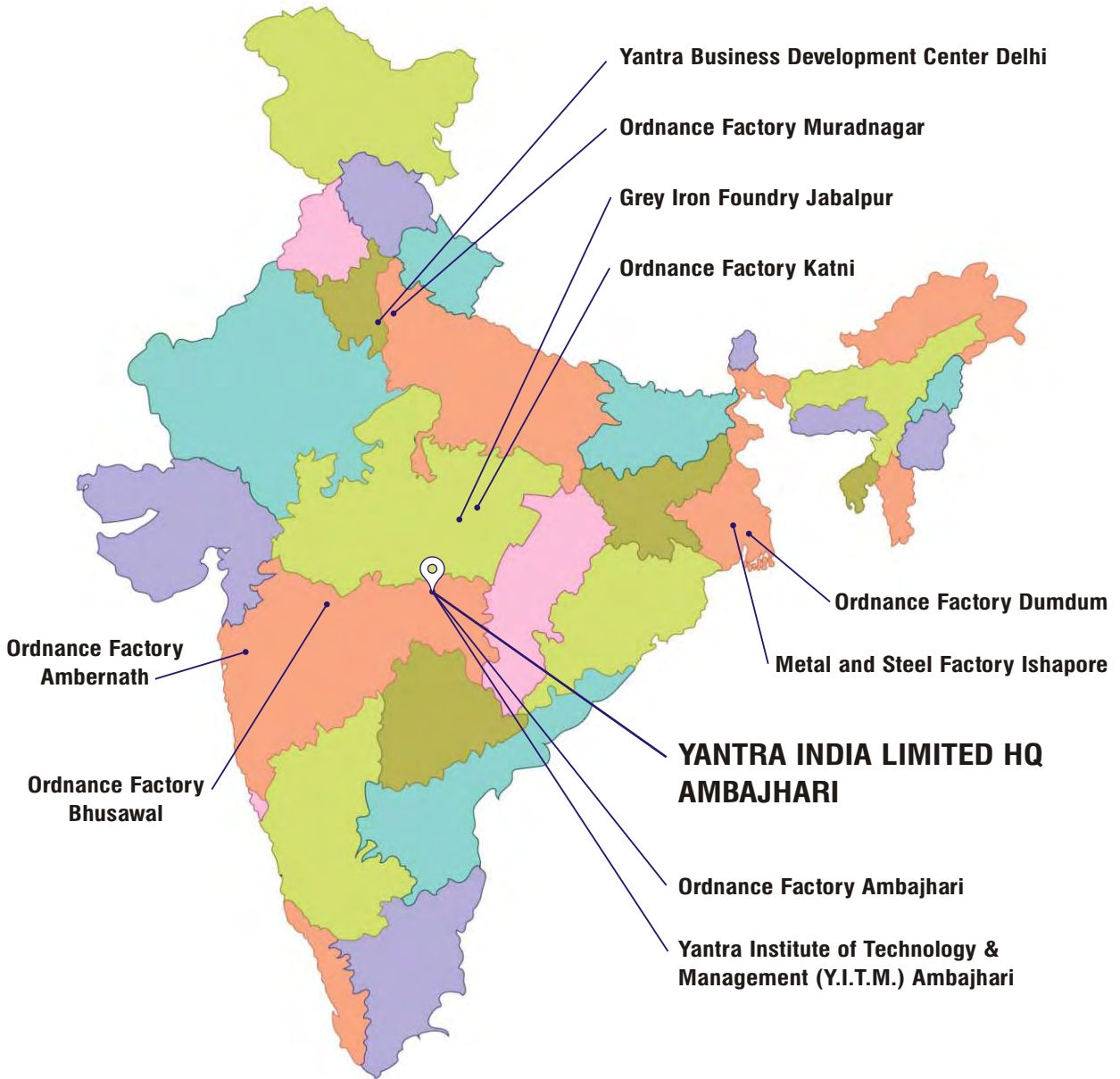
M/s. More Daliya & Co.

Practicing Company Secretary

BRANCH AUDITORS

1. **M/s. Mahesh Rathi & Co., Nagpur**
Chartered Accountant (OFAJ)
2. **M/s. Akhilesh Pandey & Co., Thane**
Chartered Accountant (OFA)
3. **M/s. C A K P K & Associates, Jabalpur**
Chartered Accountant (GIF)
4. **M/s. R Chamidia & Associates, Jabalpur**
Chartered Accountant (OFKAT)
5. **M/s. S N Garg & Co., Ghaziabad**
Chartered Accountant (OFM)
6. **M/s. A L P & Associates, Kolkata**
Chartered Accountant (OFDC)
7. **M/s. B K Sarkar & Associates, Barackpore**
Chartered Accountant (MSF)
8. **M/s. Kasat Totala Achaliya & Associates, Jalgaon**
Chartered Accountant (OFBH)

YIL FOOTPRINTS



ORDNANCE FACTORY, AMBAJHARI PRODUCTS



- SHELL 155 MM HEER
- SHELL 125 MM HE
- SHELL 155 ERFB
- SHELL 130 MM HE

84MM TPT 65 SHELL BODY
WITH FUZE ASSEMBLY



A/C ROCKET

ASSAULT BRIDGE



ORDNANCE FACTORY, AMBERNATH PRODUCTS



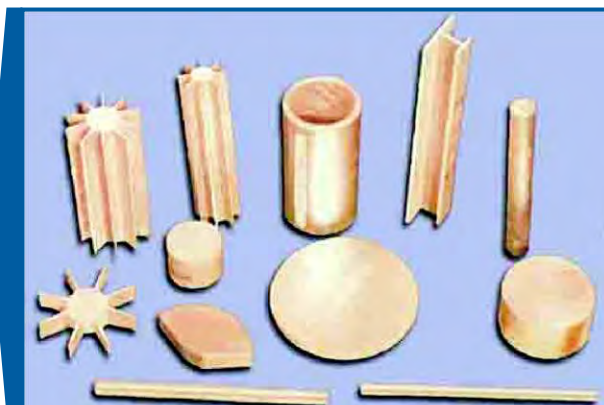
- BRASS CUPS
- CARTRIDGE CASE 130 MM

- CARTRIDGE CASE 105 MM IFG
- C.C. SRGM



- BRASS COIL
- CARTRIDGE CASE 84 MM

ALUMINIUM ALLOY
EXTRUDED PROFILE



ORDNANCE FACTORY, BHUSAWAL PRODUCTS



**PINAKA POD
ASSEMBLY**

120 MM FSAPDS



**CARRIER
FOR PACKING OF BOMB**

**AMMUNITION
PACKING BOXES**



METAL & STEEL FACTORY, ISHAPORE PRODUCTS



RAILWAY LHB AXLE

**HIGH TO MEDIUM
CALIBRE BARREL**



30 MM CARTRIDGE CASE

DIFFERENT DIA BRASS RODS



ORDNANCE FACTORY, DUM DUM PRODUCTS



- FUZE 162 MK-8
- FUZE DA - 5A

- STABILIZER ASSEMBLY 125 MM HEAT
- TAIL UNIT 8A WITH CAP



- MAGAZINE 20 RDS ASSEMBLY
- BALLISTIC TAIL UNIT TB 450

BALLISTIC TAIL
UNIT NO. TB 250
(BN250)



ORDNANCE FACTORY, MURADNAGAR PRODUCTS



CASTING FOR
ARJUN TANK

AERIAL BOMB 1000 LBS



AERIAL BOMB 250 KG

AERIAL BOMB 450 KG HSLD
& 81 MM HE (PWP)



ORDNANCE FACTORY, KATNI PRODUCTS



**BRASS CAP
5.56 MM**

BRASS COILS



GM TUBES

**CARTRIDGE CASE
105 MM**



GREY IRON FOUNDRY, JABALPUR PRODUCTS



BUTTERFLY VALVE (BHEL)

AUTOMOBILE CASTING



HAND GRANADE AND LIFTING PLUG

AUTOMOBILE CASTING



FACILITIES AVAILABLE METAL CUTTING & FORMING MACHINE



**VERTICAL
MILLING CENTRE**

**RADIAL
FORGING PLANT**



VMC 1050 APC

FACILITIES AVAILABLE METAL CUTTING & FORMING MACHINE



**CNC TURNING
MACHINE**

**MULTI AXIS
CNC MACHINE
WITH AUTO LOADING
& GAUGING**



**MULTI AXIS
MULTI SPINDLE
CNC MACHINE**

FACILITIES AVAILABLE MECHANICAL / HYDRAULIC PRESSES



**ROBOTIC
NOSING PRESS**

**6500 TON
EXTRUSION PRESS**



**AUTOMATIC
ROBOTIC FORGING
PLANT**

FACILITIES AVAILABLE MECHANICAL / HYDRAULIC PRESSES



**ROBOTIC FORGING PLANT
CZ - II**

**FLOW FORMING
MACHINE**



**1250 TON
DIRECT EXTRUSION
PRESS**

FACILITIES AVAILABLE MECHANICAL / HYDRAULIC PRESSES



**10 TON
ESR PLANT**

**ROBOTIC
NUB WELDING**



**2000 TON
EXTRUSION PRESS**

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 1st Directors' Report together with the Financial Statement from 14th August, 2021 to 31st March, 2022 along with annexure thereto and Report of Auditors thereon.

1. FINANCIAL RESULTS :

In compliance with the provisions of Section 133 of the Companies Act, 2013 and the Rules made thereunder, your Company has prepared its financial statement as per the Indian Accounting Standards ('Ind AS') for the FY 2021-22. The financial highlights of the Company's operations are as follows:

(In INR Lakhs)

Particulars	2021-22 (H2)
Revenue from Operations (I)	95,631.64
Other incomes (II)	7,444.78
Total Income (III = I + II)	1,03,076.41
Total Expenditure (IV)	1,15,388.07
Net Profit/(Loss) Before Tax (V = III - IV)	(12,311.65)
Total Tax Expense	0
Net Profit/(Loss) After Tax	(12,311.65)
Earnings per share (Basic and Diluted)	(-)2.97

2. PERFORMANCE & STATE OF AFFAIRS OF THE COMPANY :

Yantra India Limited has been incorporated as Government Company (wholly owned by Government of India) with Limited liability of shares under the Companies Act - 2013 with Registered and Corporate Office at Ordnance Factory Ambajhari, Amravati Road, Nagpur, Maharashtra, India - 440021. The Corporate Identity Number (CIN) of Yantra India Limited is U35303MH2021GOI365890. Yantra India Limited was incorporated on 14th August, 2021 and commenced its business w.e.f. 1st October, 2021.

YANTRA INDIA LIMITED : Yantra India Limited (YIL), one of the 7 new DPSUs, was incorporated on 14.08.2021, consisting of 8 Ordnance Factories and a Training Institute. YIL not only aims to bolster Nation's Defence preparedness, but also lend muscle to the operational readiness of the Armed Forces. YIL envisions itself as the vanguard, promoting "Atmanirbharta" in the sphere of India's Defence Manufacturing Industry.

YIL has established itself as the market leader in the domain of military grade components & ancillary products, aluminium alloys, components for small arms and artillery ammunitions, artillery guns, main battle tanks etc. What propels YIL as an indispensable cog in the process of ensuring India's war-readiness is its role as the supreme supplier of critical components for small arms and artillery ammunitions.

Endowed with the state-of-the art technology, YIL boasts itself of having latest machineries, vast infrastructure and an eminently skilled and dedicated workforce meeting the stringent international standards.

Yantra India Limited can be termed as an agile and ambitious behemoth with the drive, passion and potential to emerge as the most competitive force in the field of global Defence Manufacturing. Presently, YIL occupies the position of niche player and is determined to advance to the forefront of Defence Manufacturing Universe.

Yantra India Limited with its Headquarter at Nagpur, having eight production units, one non-production and one training institute, located in different States of India. Brief description for each unit is appended below: -

Yantra India Limited headquarter is situated at Nagpur which is the Registered office of the Company and comprises of CMD Office, Office of the Directors and offices of other divisions, with a strength of 52 people.

1. ORDNANCE FACTORY, AMBAJHARI

Ordnance Factory Ambajhari is situated on the outskirts of Nagpur city, at a distance of 16 kms from Nagpur Railway Station, on Nagpur-Amravati Road (National Highway No.- 6).

Main Capabilities:

- Shell Forging (84 to 155 mm)
- Flow Forming - Pinaka Rocket Tubes, 84 m, Cu Liners.
- Machining - Shells, Fuzes, Rockets (Pinaka) Components.
- Melting and Heat Treatment - Al Billets.
- Aluminium Extrusion (6500 Ton)
- Robotic Welding, Electron Beam Welding.
- Automatic Surface Treatment.
- Modern Testing Equipment.

Manpower : 3440 Nos.

Major Products:

- Artillery / Tank Ammunition Hardware.
- Rockets (Pinaka), Fuzes, Cartridge Cases.
- Aluminium Alloy Rods, Profiles, Flats & Tubes of Aerospace Grade
- Assault Bridges

Customers : ARMY, NAVY, AIRFORCE, Munitions India Limited (MIL), Advanced Weapons and Equipment India Limited (AWEIL), Gliders India Limited (GIL), Hindustan Aeronautics Limited(HAL), Bharat Dynamics Limited (BDL), Exports.

2. ORDNANCE FACTORY, AMBARNATH

Ordnance Factory Ambarnath is situated in Thane District of Maharashtra.

Main Capabilities :

- Melting & Casting (Non- Ferrous)
- Hot & Cold Rolling
- Blanking and Cupping
- Deep Draw- Medium and High Calibre Cartridge Cases
- Extrusion (2500 Ton) Aluminium Alloy

Manpower : 1490 Nos.

Major Product

- Steel and Brass Cartridge Cases (30 to 130 mm)
- Brass Cups for Small Arms Ammunition (SAA).
- Brass coils for SAA.
- Aluminium castings and Extrusions.

Customers : MIL, Civil Trade, Exports.

3. METAL AND STEEL FACTORY, ISHAPORE

Metal & Steel Factory, Ishapore is situated in West Bengal on the Eastern Bank of River Hooghly (Ganga) at a distance of 28 kms from Kolkata.

Main Capabilities :

- Melting- 20 Ton Arc Furnace
- ESR Melting
- Radial Forging
- Open Die Forging
- Heat Treatment of Barrels & other components
- Machining
- Testing Facilities

Manpower : 1748 Nos.

Major Products:

- Artillery / Tank Gun PYT forgings (Medium and Large Calibre), Barrels, Breech Ring, Breech Block etc.
- Track Assembly components for Tanks.
- Steel Cone, Ballistic Caps.
- Brass Rods
- Steel Cartridge cases.
- Forgings for Pinaka
- Railway Axles

Customers : AWEIL, MIL, AVNL, Railways, MIDHANI, NFC, Exports.

4. ORDNANCE FACTORY, BHUSAWAL

Ordnance Factory Bhusawal is situated in Jalgoan district of Maharashtra.

Capabilities :

- Fabrication of Engineering Items.
- State of Art Coating Facilities.
- Machining
- Welding

Manpower : 797 Nos.

Major Products:

- Rocket Pinaka Pod.
- Ammunition packing boxes.
- Fabricated and Machined Components.

Customers : MIL, Armoured Vehicles Nigam Limited (AVNL)

5. ORDNANCE FACTORY, MURADNAGAR

Ordnance Factory, Muradnagar (UP) is a Metallurgical unit of Yantra India Limited, engaged in the production of Steel Castings to meet the requirement of Sister Ordnance Factories.

Main Capabilities:

- Melting.
- Foundry & Casting.
- Heat Treatment.
- Welding.
- Machining.
- Testing Facilities- Radiography, Fatigue etc.

Manpower : 1491 Nos.

Major Products :

- Aerial Bombs Hardware.
- Track Assembly for Armoured Vehicles.
- Special alloy steel castings
- Armoured Steel Casting for T-72, T-90 Tanks.
- Castings of Dhanush and Sharang Guns

Customers : MIL, AWEIL, AVNL, Exports.

6. ORDNANCE FACTORY, KATNI

Ordnance Factory, Katni is situated in Katni district of Madhya Pradesh.

Main Capabilities :

- Melting & Casting (Non- Ferrous).
- Hot & Cold Rolling.
- Blanking and Cupping.
- Deep Draw- Medium and High Caliber Cartridge Cases.
- Extrusion (2500 Ton) Copper Alloy
- Die Casting

Manpower : 766 Nos.

Major Products :

- Brass Cartridge Cases (105 & 130 mm)
- Brass and Guiding Metal cups for Small Arms Ammunitions (SAA).
- Brass slabs & coils.
- Copper Alloy Extruded Products
- Zinc based die cast products

Customers : MIL, AWEIL, Civil Trade.

7. ORDNANCE FACTORY, DUMDUM

Ordnance Factory Dum Dum (OFDC) is located at Jessore Road, Kolkata about 2-km south of Netaji Subhas Chandra Bose International Airport, Kolkata.

Main Capabilities :

- Machining.
- Fabrication.
- Laser Cutting.
- Welding.
- Surface Treatment.
- Injection Moulding.
- Testing.

Manpower : 976 Nos.

Major Products :

- Tail Units for various Bombs.
- Stabilizers 125 mm - Tank Ammunition.
- Magazines- 20 & 30 Rds.
- Fuzes.

Customers : MIL, AVNL, IAF, Navy, Exports.

8. GREY IRON FOUNDRY, JABALPUR

This factory is situated in Jabalpur district of Madhya Pradesh.

Main Capabilities:

- Melting (3 Ton).
- Foundry & Casting.
- Heat Treatment.
- Welding.
- Machining.
- Testing Facilities.

Manpower: 502 Nos.

Major Products:

- Air Bombs.
- Hand Grenade
- Castings of Dhanush Gun System.
- Up gunning of 155/45 mm Sharang Gun.
- Fabrication of Hull of Mine Protection Vehicle.

Customers : MIL, AVNL, AWEIL, Army.

9. YANTRA INSTITUTE OF TECHNOLOGY & MANAGEMENT, AMBAJHARI

Yantra Institute of Technology & Management, Ambajhari erstwhile Ordnance Factories Institute of Learning, Ambajhari is located at a distance of 16 KMs from Nagpur Railway Station, on Nagpur Amravati Road (National Highway No.-6)

This Institute was established in 1996 for development of Human resource of Gr. B and Gr. C categories of employees of erstwhile Ordnance Factory Board and Allied establishments viz. (DGQA, SQAE, CDA, AQAW, DRDO, ARDE, MES, DONA, NAD) to enable the trainees to perform their duties effectively and meet professional challenges by enhancing their Knowledge, Skill and Attitude.

The Core Competence areas of this Institute are

- i) Electrical Engineering & PLC (Programmable Logic Controllers).
- ii) Fire Fighting.
- iii) Ammunition Hardware.
- iv) Post Corporatisation, Skill Development Initiatives have been emphasised.

Emphasis has been laid on Skill development of existing employees in partnership with academia and industry. With a view to achieve the level of skill which can promote R&D, Innovation and taking up new product development for YIL, Ordnance Institute of Learning Ambajhari (now Yantra Institute of Technology and Management) is geared up to set up a Centre of Excellence (CoE) in close coordination with Vidarbha Defence Industries Association, Nagpur and start technical courses (vocational & certificate) in association with Rashtrasanth Tukadoji Maharaj Nagpur University. It is noteworthy that as a part of endeavour towards revenue generation,

customized programmes/courses are being offered to other Pvt/Govt/Semi Govt Institutions. Five courses of 3 months duration have been identified (1. Mechanic- Auto, Electrical and Electronics, 2. Basic Skills in Electronics and Application, 3. Machinist CNC, VNC, UNC. 4. Cyber Security and Ethical Hacking & 5. Cyber Forensic Investigator) with 8 credit scores from RTMNU. The courses on Advance Diploma on IoT and Diploma on Fire Service Engineer are also conceived with registration with Maharashtra State Board of Technical Education (MSBTE).

The institute also deals with the following training courses :

- i) Administration & Human Resource Management
- ii) Information Technology, Industry 4.0, IoT, SCADA and IPR
- iii) ISO Management System (QMS, EnMS, EMS, OHSMS)
- iv) Quality Control related courses (SPC, SQC, 7 QC Tools, SIX SIGMA)
- v) Induction courses for JWM(T), Chargeman(T) and NIEs
- vi) Industrial Safety
- vii) Community Development Programmes
- viii) Customized courses as per the requirement of end-user.

Manpower : 10 Nos.

3. CHANGE IN THE NATURE OF BUSINESS, IF ANY :

Your Company has not changed the nature of Business during the financial year under review.

4. SHARE CAPITAL AS ON 31 MARCH, 2022 :

During the financial year under review, there was no change in the Company's Authorised share capital. However, during the period under review there was change in the Issued, Subscribed and Paid-up share capital of the Company.

Summary of Authorised, Issued, Subscribed, & Paid-up Share Capital as on 31st March, 2022 is as follows :

Authorised Share Capital : (In INR)

Equity Shares:	
1,350,00,00,000 Equity shares of INR 10/- each	13,500,00,00,000/-

Issued, Subscribed, & Paid-up Share Capital : (In INR)

Equity Shares:	
41,41,90,000 shares of INR 10/- each.	414,19,00,000/-

The Board of Directors of the Company at their meeting held on 10th March, 2022 have issued 41,41,80,000 Equity Shares of Rs. 10/- each on right basis to the existing Equity shareholder of the Company and the Board of Directors by way of Circular resolution passed on 30th March, 2022 have allotted 41,41,80,000 Equity shares of Rs. 10/- each on right basis to President of India, New Delhi.

5. RESERVES :

The opening balances shown in the Note 9 (Reserves and Surplus) to the Financial Statement for the year ended 31st March, 2022 are transferred under the business combination. During the financial year, the Company has not transferred any amount to the reserves.

6. DIVIDEND :

Your Directors have thought it prudent not to recommend any dividend for the financial year under review.

7. DIRECTORS AND KEY MANAGERIAL PERSONNEL :

The members of the Company's Board are eminent persons of proven competence and integrity. Besides experience, strong financial acumen, strategic astuteness and leadership qualities, they have a significant degree of commitment towards the Company and they devote adequate time to the meetings. The Board meets at regular intervals to discuss and decide on Company's business policy and strategy apart from other Board business items.

As on 31 March 2022, the Board & Key Managerial Personnel of your Company comprised of the following :

S. No	Name	Designation	DIN
01	Shri Rajeev Puri	Chairman & Managing Director	09282232
02	Shri Adityanand Srivastava	Director (Operations)	03547253
03	Shri Gurudutta Ray	Director (Human Resource)	09282323
04	Shri Vivek Balwantrao Umap	Director (Finance)	09282324
05	Shri Surendra Prasad Yadav	Nominee Director (Gol)	02267582

The Company was incorporated on 14.08.2021 and as per Article no. 58.1 of the Articles of Associations, Shri. Rajeev Puri, Shri. Gurudutta Ray and Shri Vivek Balwantrao Umap constitute the First Directors on the Board of the Company:

The details relating to Directors and Key Managerial Personnel (KMPs) and the changes during the financial year are mentioned herein below:

- Board of Directors of the Company at the 1st Meeting held on 20.08.2021 has designated Shri Rajeev Puri as Chairman & Managing Director of the Company.
- Board of Directors of the Company at the 3rd Meeting held on 16.09.2021 has appointed and designated Shri Adityanand Srivastava (DIN: 03547253) as Additional Director (Operations) of the Company with effect from 16.09.2021.

- Board of Directors of the Company at the 5th Board meeting held on 07.02.2022 has appointed Shri. Surendra Prasad Yadav, (DIN: 02267582), as Nominee Director with effect from 07.02.2022, nominated by Ministry of Defence, Department of Defence Production vide their letter dated: 30.11.2021.

Post the closure of the financial year ended 31.03.2022 the following changes took place in Board of Directors and Key Managerial personnel.

- Board of Directors of the Company at the 7th Meeting held on 14.06.2022 took note of cessation of Shri. Vivek Balwantrao Umap, (DIN:09282324) as Director of the Company with effect from 23.05.2022.
- Board of Directors of the Company at the 7th Meeting held on 14.06.2022 has appointed Shri. Rakesh Singh Lal, as Director (Finance) (DIN: 09622284) of the Company with effect from 23.05.2022.
- Board of Directors of the Company by way of circular resolution took note the resignation of Shri Adityanand Srivastava, (DIN: 03547253) as Director of the company with effect from 27.06.2022.
- Board of Directors of the Company at the 8th Meeting held on 24.06.2022 has appointed Shri. Sharad Kumar Yadav, as Director (Operations) (DIN: 09676262) of the Company with effect from 23.06.2022.
- Company Secretary was appointed on 28.09.2022.

As on the date of signing this report, the Board & Key Managerial Personnel of your Company comprised of the following :

S. No	Name	Designation	DIN
01	Shri. Rajeev Puri	Chairman & Managing Director	09282232
02	Shri. Sharad Kumar Yadav	Director (Operations)	09676262
03	Shri. Gurudutta Ray	Director (Human Resource)	09282323
04	Shri. Rakesh Singh Lal	Director (Finance)	09622284
05	Shri. Surendra Prasad Yadav	Nominee Director (Gol)	02267582
06	Ms. Rachana Dixit	Company Secretary	07428243

8. APPOINTMENT AND STATEMENT OF DECLARATION FROM INDEPENDENT DIRECTORS :

The Provisions of Section 149 of the Companies Act, 2013, pertaining to the appointment of Independent Directors are not applicable to the Company; accordingly, no statement of declaration is required to be given under Section 134(3) (d) and Rule 8(5) (iii)(a) of The Companies (Accounts) Rules, 2014.

As per explanation to the rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014, it is clarified that, the paid-up share capital or turnover or outstanding loans, debentures and deposits, as the case may be, as existing on the last date of latest audited financial statements shall be taken into account for determining the criteria for appointment of Independent Directors on the Board. Accordingly, Section 149 (4) of the Companies Act, 2013 shall not apply for the First financial year ended 31.03.2022.

9. AUDITORS:

A. Statutory Auditor:

Pursuant to the provisions of Section 139 of the Companies Act, 2013, M/s Mahesh Rathi & Co., Chartered Accountants, (Firm Registration No. 105824W) were appointed as the First Statutory Auditors of the Company by Comptroller and Auditor General of India (C & AG) vide letter dated 18.10.2021 for a conducting the statutory audit for the first financial year 2021-22.

The Board of Directors of the company is proposing the resolution for taking note of appointment of M/s. Mahesh Rathi & Co., Chartered Accountants, (Firm Registration No. 105824W) as First Statutory Auditors of the company for first financial year 2021-22.

B. Secretarial Auditor:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, The Board had appointed M/s. More Daliya & Co., Practicing Company Secretary, as the Secretarial Auditors of the Company at the Board meeting held on 06.09.2022 for conducting the audit for the financial year 2021-22.

10. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITOR UNDER SECTION 143(12) :

During the year under review, there were no frauds reported by the Auditors as provided under Section 143(12) of the Companies Act, 2013.

11. EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE BY STATUTORY AUDITOR AND SECRETARIAL AUDITOR

A. Statutory Auditor :

The Auditor's submitted their Report in respect of the Financial Statement of the Company for the Financial Year ended March 31, 2022, which is annexed to the Directors Report - Annexure -I and forms part of this Report.

B. Comptroller & Auditor General Audit :

The Comptroller & Auditor General of India, have conducted a supplementary audit of the financial statements for financial year 2021-22 of Yantra India Limited under Section 143 (6) (a) of the Companies Act, 2013.

The comments of the Comptroller & Auditor General of India under Section 143 (6) (b) of the Companies Act, 2013 on the financial statements of Yantra India Limited for financial year 2021-22 and the response of the Board is given here under.

Observation	Response
<p>1. Balance Sheet Other Current Liabilities (Schedule12) Rs. 339.40 crore</p> <p>The above does not include a sum of Rs 36.60 crore towards the provision for employer’s contribution in respect of the employees of erst while Ordnance Factory Board on deemed deputation (Foreign Service) covered under Old Defined Benefit Pension Scheme and National Pension Scheme during the period from 01 October 2021 to 31March 2022. As per Office Memorandum dated 24 September 2021, the Government of India has transferred all its Liabilities to the newly formed DPSUs, hence the company is obligated to provide this liability for availing the services of the Government employees on deemed deputation for the six months’ period. This has resulted in under statement of Other Current Liabilities and under statement of Loss of the company by Rs 36.60 crore.</p>	<p>As per Paragraph No. 05 of Department of Defence Production, Ministry of Defence, Government of India letter No.1(5)/2021/OF/DP(PIg-V)/02 dated-24.09.2021 “Till such time the employees remain on deemed deputation to the new DPSUs, they shall continue to be subject to all the extant rules, regulations and orders as are applicable to the Central Government servants, including related to their pay scales, allowances, leave, medical facilities, career progression and other service conditions”.</p> <p>Further, as per Paragraph No. 7 of same letter it is mentioned that “ The pension liabilities of the retirees and existing employees will continue to be borne by the Government from the Ministry of Defence (“MoD”) budget for Defence Pensions. For the employees recruited after 01.01.2004, National Pension Scheme applicable to the Central Government employees is in vogue and the same may be adopted by the New DPSUs, including continuation of all special provisions applicable to Central Government employees under the National Pension System”.</p> <p>It is also informed that for the said purpose i.e., Pension & Gratuity benefits in respect of Retired Employees, the DoO (C&S), DDP is directly taking up matter with PCDA(Pension), Allahabad and all such payments are being made by Gol directly into the account of individuals. A copy of such communication is enclosed.</p> <p>Necessary provisions will be made in current Financial Year for NPS only.</p> <p>As such, this para may be dropped.</p>

<p>2. Balance Sheet Other Financial Liabilities (Schedule11) Rs. 81.01 crore</p> <p>The above does not includes arrears of dearness allowance Rs. 2.36 Crore pay able to employees of 5 units of Yantra India Limited (3 units have made the necessary provision) for the period from 01 January 2022 to 31 March 2022 vide Government of India, Ministry of Finance, Office Memorandum dated 31st March 2022 (enhancing the rate of dearness allowance by 3 per cent).</p> <p>This has resulted into under statement of Other Financial Liabilities and Loss of the company by Rs. 2.36 crore.</p>	<p>Necessary provision will be made in current financial year. As such, this para may be dropped.</p>
<p>3. Statement of Profit and Loss Revenue from Operation (Schedule14) Rs. 956.32 crore</p> <p>As per the Accounting Policy (G-Revenue Recognition) of the company, revenue from contracts with customers is recognised when a performance obligation is satisfied by transfer of promised goods or services to a customer. Yantra India Limited has, how ever, booked revenue amounting to Rs. 27.26 crore in respect of material dispatched after 31st March 2022 under the contracts pertaining to Metal & Steel Factory Ishapore.</p> <p>This has resulted in the over statement of Revenue of the company by Rs. 27.26 crore. Impact on Loss of the company, however, may not be estimated as the actual cost of production of these items has not been worked out by the company.</p>	<p>Necessary corrections will be made in Financial Year 2022-23.</p> <p>As such, this para may be dropped.</p>

<p>4. 'Incorrect use s of "Consolidated" nomenclature for Financial Statements (P.C.No.18). M/s Yantra India Limited, Ambajhari do not have any subsidiary unit i.e. parent of any subsidiary, hence the re was no question or necessity of preparing "Consolidated" Financial Statements and its financial statements are essentially Stand alone Financial Statements. Thus, denoting Company Stand alone Financial Statements as "Consolidated" Financial Statements is factually incorrect and gives erroneous impression.</p>	<p>Fresh print replacing word "Consolidated" with "Standalone" will be provided</p> <p>As such, this para may be dropped.</p>
<p>5. Reconciliation of Opening Balances of the Assets and Liabilities of the newly formed DPSUs with closing balances of the erstwhile Ordnance Factories as per the Financial Statements prepared by the PCA (Fys) in the commercial format.</p> <p>The Statutory auditor has replied that there are differences in Balance given by erstwhile Defence Accounts Department and balance as per internal records available with management for which they have made adjustment entries.</p> <p>To address these concerns, the Management may ascertain the impact on the Financial Statement after the reconciliation of Opening Balance Sheet of the Assets and Liabilities of the Company with closing balances of the financial statement prepared by the PCA (Fys) in the commercial format and make necessary adjustment entries in the book of accounts.</p>	<p>The opening balance of Assets & Liabilities in the Financial statements of YIL for the FY 2021-22 is taken only after reconciliation of Balance given by erstwhile Defence Accounts Department and balance as per internal records available with management.</p> <p>Moreover, the reason for difference in such figures, if any, is clearly mentioned in Notes to Accounts.</p>

C. Secretarial Auditor:

The Secretarial Auditors have submitted their report. The Secretarial Audit Report for the Financial Year ended 31st March, 2022 in Form MR-3 is annexed to the Directors Report - Annexure -II and forms part of this Report. The reply of the management against the specific queries is detailed below;

Query	Reply
<p>1. That the Company has not complied with the Secretarial Standards issued by ICSI for conducting Board Meetings and General Meetings.</p>	<p>1. The Company has tried to comply with the relevant provisions of the Companies Act, 2013 as well as Secretarial Standards in the right earnest. In case of any inadvertent deviations the company shall ensure to take corrective measures.</p>
<p>2. That the Company has failed to pay stamp duty on Allotment of shares as per Companies Act, 2013 & The Indian Stamp Act, 1899 during the Financial Year under review.</p>	<p>2. As per section 3(1) of the Indian Stamp Act 1899 Chapter II A “no duty shall be chargeable in respect of any instrument executed by, or on behalf of, or in favour of the Government in cases where, but for this exemption the Government would be liable to pay the duty chargeable in respect of such instrument”. Hence, taking into consideration the above proviso, which is also endorsed by the revised Stamp Duty rates effective 01.07.2020, wherein the rate of interest applicable to Government Securities is depicted as 0%. Accordingly, no Stamp Duty payment has been made on the issue of Shares to the Government of India nominees.</p>
<p>3. The Company failed to take note of the resolutions passed by circulation in the subsequent board meeting and made part of the minutes of the subsequent meeting as required under section 175 of the Companies Act 2013.</p>	<p>3. The needful was done in the 13th Board Meeting.</p>

<p>4. That the company failed to maintain the recording of the proceeding of the board meeting held through video conferencing or other audio-visual means as required under Section 173 read with Rule 3 of Companies (Meeting of Board and its Powers) Rules, 2014.</p>	<p>4. The recordings of the meetings are maintained by and kept in the safe custody of OSD/CMD, at CMD secretariat. However, the Company shall ensure to maintain and save the recordings of its meetings as per the guidelines under Rule 3 of Companies (Meetings of Board and its Powers) Rules, 2014.</p>
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12. COMPLIANCE TO SECRETARIAL STANDARDS :

Pursuant to the provisions of Section 118 of the Companies Act, 2013, the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India and notified by Ministry of Corporate Affairs, GOI.

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

During the period under review the Company has not granted any loans, nor made any investments nor given guarantee(s) given and securities under section 186 of the Companies Act, 2013.

14. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the company occurred between the end of the financial year to which this financial statement relates and the date of this report.

15. THE WEB ADDRESS WHERE ANNUAL RETURN REFERRED TO IN SUB-SECTION (3) OF SECTION 92 HAS BEEN PLACED :

As per the requirements of Section 92(3) of the Act and Rules framed thereunder, the copy of the Annual Return for FY 2021-22 is available on MCA website.

16. DETAILS OF SUBSIDIARIES/ JOINT VENTURES/ ASSOCIATE COMPANIES

During the year under review, no subsidiary/Joint venture/Associate Companies have become or ceased to be its Subsidiary/ Joint Venture/ Associates Companies as per the provisions of Companies Act, 2013.

17. NUMBER OF BOARD MEETINGS:

The Board meetings were held at regular intervals to discuss and decide on strategies apart from other regular Board related items. However, in case of a special and urgent business need, the Board's approval was taken by passing resolutions through circulation, as permitted by law, which were noted in the subsequent Board meetings.

The intervening gap between any two Board Meetings is within the period prescribed by the Companies Act, 2013.

The Meetings of the Board of directors were held Six (06) times during the year on the following dates :

S. No	Date of Meeting	Board Strength	No of Directors Attended
01	20.08.2021	3	3
02	29.08.2021	3	3
03	16.09.2021	3	3
04	15.11.2021	4	4
05	07.02.2022	4	4
06	10.03.2022	5	5

18. COMMITTEES:

1. AUDIT COMMITTEE

The Provisions of Section 177 of the Companies Act, 2013, pertaining to the Constitution of Audit Committee is not applicable to the Company.

As per explanation to the rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014, it is clarified that, the paid-up share capital or turnover or outstanding loans, debentures and deposits, as the case may be, as existing on the last date of latest audited financial statements shall be taken into account for determining the criteria for Constitution of Audit Committee on the Board. Accordingly, the Section 177 of the Companies Act, 2013 shall not apply for the First financial year ended 31.03.2022.

2. NOMINATION AND REMUNERATION COMMITTEE ("NRC")

The Provisions of Section 178 of the Companies Act, 2013, pertaining to the Constitution of Nomination and Remuneration Committee is not applicable to the Company.

As per explanation to the rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014, it is clarified that, the paid-up share capital or turnover or outstanding loans, debentures and deposits, as the case may be, as existing on the last date of latest audited financial statements shall be taken into account for determining the criteria for Constitution of Nomination and Remuneration Committee on the Board. Accordingly, the Section 178 of the Companies Act, 2013 shall not apply for the First financial year ended 31.03.2022.

3. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

In accordance with the provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014, every company having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year shall constitute a Corporate Social Responsibility Committee of the Board consisting of three or more directors, out of which at least one director shall be an independent director.

Financial year 2021-22 being the first year of operation and the company has incurred losses, the provision of Section 135 of the Companies Act, 2013 shall not apply to the Company for the current financial year.

19. DISCLOSURES AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has adopted zero tolerance for sexual harassment at workplace and has formulated a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder for prevention and redressal of complaints of sexual harassment at workplace. The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year under review, the Company has not received any complaints under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Further, there were no complaints pending as on March 31, 2022.

The Management has adopted the policy of Prevention of Sexual Harassment at Work Place and ensures the adequate implementation of the same.

20. VIGIL MECHANISM/WHISTLE BLOWER POLICY:

The Company adopted Vigil Mechanism Policy for all its directors, officers, employees, agents, representative, and other associate persons of the Company (which may include consultants, advisors and temporary employees) (hereinafter referred to as "Covered persons") to report concerns about unethical behaviour, actual or suspected fraud, or violation of Company's Policies, or Code of Conduct and Ethics.

Covered persons have numerous ways to voice their concerns and are encouraged to report the same internally for resolution.

During the financial year under review, there are no whistle blower complaints received by the Company.

21. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENT :

Necessary disclosure in respect of Internal Control Systems and their adequacy has been made in Annexure-C to the Independent Auditors' Report dated 06th December, 2022 which forms part of the Annual Report.

22. DIRECTORS' RESPONSIBILITY STATEMENT :

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, the work performed by the Internal, Statutory and Secretarial Auditors and External Consultants, including the audit of Internal Financial Controls over financial reporting by the statutory auditors and the reviews performed by management and the relevant Board Committees, the Board is of the opinion that the Company's Internal Financial Controls were adequate and effective during FY 2021-22.

Pursuant to Section 134(5) of the Act, the Board of Directors, to the best of their knowledge and ability, confirm that:

- a) In the preparation of the accounts for the financial year ended 31st March 2022, the applicable accounting standards have been followed and that there are no material departures;
- b) The Directors had selected such accounting policies and have 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 of the Company for the period;
- c) The Directors had taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors had prepared the annual accounts on a going concern basis; and
- e) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

23. RELATED PARTY TRANSACTIONS:

During the year 2021-22, your Company did not enter into any material Related Party Transactions. Accordingly, disclosure with respect to the Related Party Transactions in the Form AOC 2 in terms of Section 134 of the Companies Act, 2013 is not applicable.

24. DEPOSITS FROM PUBLIC:

Your Company has not accepted any deposits from public during the financial year as per Section 73 of the Companies Act, 2013 and the Rules made thereunder and no amount of principal or interest is outstanding at the end of the financial year 2021-22.

25. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS :

During the year under review, there were no significant material orders passed by the Regulators, Courts and Tribunals.

26. ANNUAL EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS :

As per Ministry of Corporate Affairs notification no. G.S.R. 463 (E) dated 05th June, 2015 provision of clause (p) of Sub-section (3) of Section 134 with respect to annual evaluation of the Boards, its Committees and Individual Directors, shall not apply to the Government Companies, in case the Directors are evaluated by the Ministry or Department of the Central Government which is administratively in charge of the company, or, as the case may be, the State Government, as per its own evaluation methodology.

27. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO UNDER SECTION 134 (3) (M) OF THE COMPANIES ACT, 2013

The disclosures required under Section 134 (3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2022 are as follows:

A. CONSERVATION OF ENERGY:

Company’s operations require electric energy for its industrial use, computer systems, air conditioners and offices equipment etc. However, adequate measures have been taken to reduce energy consumption, wherever possible.

<p>Steps taken on Conservation of Energy and their impact thereof :</p>	<ul style="list-style-type: none"> a) Maximising Power Factor- Rebate on energy bill. b) Revision of Contract Demand- Saving electricity bill. c) Adopting Energy Efficient Modular units For cooling & compressed air. d) Conservation of fuel/oil- recycling of oil by filtration, arresting leakages. e) Rain water harvesting- for recharging of ground water. f) Conventional lights/equipment- replaced with LED lights, energy efficient lights/equipment.
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Steps taken by the YIL for Utilizing Alternate Sources of Energy:	<p>Maximum utilization of green energy sources like Solar energy:</p> <p>a) Grid connected Solar Plants (Ground & Roof mounted) - Installed in all production units. Total capacity of Solar Plants installed is around 16 MW.</p> <p>b) Oil fired furnaces Being modified with PNG fired furnaces to reduce fuel cost as well as Carbon Emission.</p>
Capital Investment on Energy Conservation Equipment:	13 Lakhs.

B. TECHNOLOGY ABSORPTION:

01	Efforts made towards technology absorption and the benefits derived like product improvement, cost reduction, product development or import substitution.	NA
02	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	NA
03	The details of technology imported;	NA
04	Whether the technology been fully absorbed;	NA
05	If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	NA
06	R&D Expenditure	INR 1.20 Crores

C. FOREIGN EXCHANGE EARNINGS AND OUTGO :

During the year the Company has the following Foreign Exchange Earnings & Outgo:

(In INR Lakhs)

S. No	Particulars	As on 31st March, 2022
01	Foreign Exchange Earnings	NIL
02	Foreign Exchange Outgo	NIL

28. A STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY FOR THE COMPANY INCLUDING IDENTIFICATION THEREIN OF ELEMENTS OF RISK, IF ANY, WHICH IN THE OPINION OF THE BOARD MAY THREATEN THE EXISTENCE OF THE COMPANY;

The Board periodically reviews the risks/concerns associated with the Company and devises measures to resolve/mitigate such concerns/risks.

However, Company has not come across any element of risk which may threaten the existence of the Company.

29. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR.

The Company has not made any application nor any petition and no proceeding are pending under the Insolvency and Bankruptcy Code, 2016 (31 OF 2016) at the end of financial year 2021-22.

30. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

The Company has not made any one-time settlements during the financial year 2021-22.

31. GENERAL DISCLOSURES :

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- Issue of equity shares with differential rights as to dividend, voting or otherwise;
- Issue of sweat equity shares;
- Your Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees;
- There was no revision in the Financial Statement of the Company.

32. ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation to employees at all levels for their hard work, dedication and commitment. The Board also desires to place on record its sincere appreciation for the support and co-operation that the Company received from the customers, strategic partners, bankers, auditors, consultants and all others associated with the Company.

**FOR AND ON BEHALF OF THE BOARD OF
YANTRA INDIA LIMITED**

- sd -

Date : 23.02.2023

Place : NAGPUR

RAJEEV PURI
CHAIRMAN & MANAGING DIRECTOR
DIN:09282232

- sd -

RAKESH SINGH LAL
DIRECTOR (FINANCE)
DIN: 09622284

VISIT OF DIGNITARIES



**Hon'ble Shri Nitin Gadkari, Minister of Road Transport And Highway of India
Visited YIL of the Occasion of Dedication of 7 DPSUs to the Nation
On 15th October 2021.**

VISIT OF DIGNITARIES



**Visit of Shri Sanjay Jaju, IAS, Additional Secretary (DP)
on 18th November 2021**

Independent Auditor's Report

To,
The Members of
Yantra India Limited, Nagpur

Report on the audit of Financial Statements

A Qualified Opinion	Management Remarks
<p>1 We have audited the accompanying financial statements of Yantra India Limited, Nagpur ("the Company ") which comprises the Balance Sheet as at March 31, 2022, the statement of Profit & Loss for the period October 1,2021 to March 31, 2022, Cash Flow Statement, Statement of Changes in Equity for the year ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'standalone financial statements'),including financials statement of eight branches of the company out of which financial statements of seven branches are audited by other branch auditors listed in Appendix 1.</p>	
<p>2 In our opinion and to the best of our information and according to the explanations given to us, except for the effects/possible effects of the matters described in the 'Basis for Qualified Opinion' section of our report, the aforesaid Ind AS financial statements give the information (other than mentioned in Para Emphasis of Matters & Key Audit Matter) required by the Companies Act 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting standards ('Ind AS') specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its Loss , its cash flows and the changes in equity for the period October 1, 2021 to March 31, 2022.</p>	
B Basis for Qualified Opinion	
<p>1 As referred in Schedule "9" : Reserve & Surplus, following adjustments has been made (Rs. in Lakhs):</p> <p>1. Addition to General Reserves: Interunit adjustment- Rs.21477.93. 2. Addition to Retained Earnings: Interunit adjustment- Rs.73.43 3. Addition to Retained Earnings: utilization/ Transfer during the year- Rs.2111.29</p> <p>We have not received the details for the adjustment made, hence we cannot comment on the same and head wise possible impact on standalone financial statement.</p>	
<p>2a The branch balance with head office are not reconciled and there is a difference of Rs.1107.06 Lakhs. The difference is majorly due to timing difference in recording of allocation of advances received or made by head office on behalf of branches' trade receivable and trade payable. Due to this, debtors have been overstated by Rs. 6686.04 Lakhs and Creditors have been overstated by Rs.240.92 Lakhs in standalone Financial statement.</p>	Reconciliation statement depicting reconciliation as on 1st April 2022 have been provided to auditors.
<p>2b The committed liability receivable of Rs. 3380 Lakhs by MSF was shown under interbranch balance in the signed financial of branch. Since this inter branch balance was eliminated from Standalone Financial statement, hence, the committed liability receivable balance has been understated by Rs. 3380 Lakhs.</p>	
<p>3a. In OFAJ, ' Note 1': Property, Plant & Equipments (PPE) to the accompanying financial statements, useful life adopted by the branch are not in accordance with Part-'C' of Sch- 'II' of Companies Act, 2013. company has considered higher useful life and no technical advise has been provided in support of the same. Due to this loss has been understated & PPE is overstated to the tune of Rs 501.88 Lakhs.</p> <p>In this regard, opinion of branch auditor of MSF has been reproduced by us as under : "As per schedule II of the companies act, 2013 and accounting standard (INDAS 16) life of factory building and Bridges has to be considered for 30 years but the Unit has adopted accounting of factory building and Bridges as per OFB manual i.e. 60 years of life. Similarly, as per OFB manual the unit has adopted accounting for plant & Machinery on the basis of 20 years life span although life span of plant & machinery are different as per type of Plant & machinery. Value of Land has been consider at Rs. 13.13 Lakhs as per DAD figure as 30.09.2021. In this regards we feel that land should have been revalued by certified valuer and necessary effect should had been given in to financial statement."</p>	
<p>3b As referred in Schedule "1" : Property, Plant & Equipment(PPE)" , the company at its OFAJ branch has recognised intangible asset of Rs 445.96 Lakhs incurred towards Research & Development of products & process . On the basis of our process review and explanation given by management, the same material & Labour Expenses were also included in valuation of inventory and therefore the loss has been understated and inventory is overstated to the tune of Rs 445.96 Lakhs.</p>	Useful working life of fixed assets has been taken as per earlier guidelines of earstwhile OFB .
<p>3c On our test check basis, we observed that the OFAJ branch has not recognised cost of some items as PPE in accordance with provisions of INDAS 16, Instead the same has been charged to revenue. Therefore, PPE has been overstated & loss has been understated to the tune of Rs.64.13 lakhs (net of depreciation).</p>	
<p>4a As stated in Ind AS 02, the company should value its inventory at cost or NRV which ever is lower. However on our test check basis we noted that Finished Inventory and Work In Progress has been valued at cost only in spite of the fact that their Net Realisable Value (NRV) is significantly lower than its cost. Therefore their is deviation of the provision of INDAS-2 impact of the same is given below by OFAJ. Impact for the other branches are not given by branch auditors in there report.</p>	The products of the factory are issued at issue price fixed by earstwhile OFB which was lower than cost price. The inventory and Store Pricing is carried out on cost basis as per guidelines of earstwhile OFB. The issue price was strictly as per guidelines of MoD, and price hike was not allowed despite tremendous hike in cost of production. The corporatisation of OFB got affected in the middle of the year in which review of pricing was not possible. Further, understatement of loss may need review in view of the fact that Finished Inventories of Opening Balances were also taken on cost basis
<p>4b In case of OFAJ,Finished Inventories is stated at its cost of Rs.3254.31 Lacs whereas its NRV is Rs. 2171.53 Lakhs. These inventory includes (more than 90%) items invoiced & dispatched before 31.03.2022 but not received by buyer till 31.03.2022. Refer point 1 of 'Annexure-A' for more details. Due to this, Inventory is overstated to the tune of Rs 1082.80 Lakhs.</p>	
<p>4c Similarly in OFAJ, on test check basis of approx. 14% (value wise) of Work In Progress inventory , we noted that these items have stated at cost of Rs 1527.82 Lakhs whereas their NRV is Rs. 1183.30 Lakhs i.e. overstated by Rs 344.52 Lakhs which is 29.12% NRV. Therefore WIP is overstated and loss is understated. However in absence of sufficient documents and information regarding cost and NRV of all WIP items, the total impact of the same on account of deviation of provision of INDAS -2 is not ascertainable.</p>	



M/S MAHESH RATHI CO.
CHARTERED ACCOUNTANTS

101,102,105,111 A WING
LOKMAT BHAWAN WARDHA ROAD,
NAGPUR-440012
EMAIL ID-maheshrathi.co@gmail.com

A	Qualified Opinion	Management Remarks
4d	The scrap of Rs.796.51 Lacs included in Inventory of OFAJ is valued at very old adopted rate, which is much lower than NRV. On test check basis we have verified NRV of Scrap of 11 samples items and found that it have book value of Rs.93.64 lacs whereas its NRV (last selling price) Rs. 416.09 Lacs which is 3.4 times of value stated in financial statement. However in absence of NRV details of all scrap items, total impact on scrap inventory valuation is not ascertainable.	
4e	In case of OFAJ, As per INDAS-2 cost of inventory includes all cost incurred to bringing inventories to their present location and the allocation of fixed production overheads (FOH) to the costs of conversion is based on the normal capacity of the production facilities. However according to information and explanation provided to us and based on our review we noted that some Fixed Overheads (FOH) that do not contribute to bringing inventories to their present location and condition of Rs 1591.02 Lakhs have been included while calculating cost of inventories. Further, in the absence of information/data regarding the total capacity and normal capacity of plants, auditor is unable to comment on the impact of the same on Valuation of Inventories.	
4f	The OFAJ branch has adjusted opening inventory as on 01/10/2021 of Rs. 2812.89 Lakhs at nominal value of Rs. 0,008 Lakhs i.e, at Rs. 1 per item as unusable blocked inventories identified by the branch. In absence of adequate information, records, directives & approvals for the same, we are unable to comment on the this. In this regard, opinion of branch auditor of OFA has been reproduced by us as under : With respect to Inventory an amount of non-usable Inventory to the extent of Rs. 24.72 Crores has been Written off as on October 1, 2021. Refer Note 25 of the financial statement for the details.	The unit not written off any amount. It has carried Inventories valuing Rs 2812.89 Lakhs at Rs 800.00 ie. at Re 1 per item as it is not certain that these items can be put to use in near future.
4g	OFA's Branch Auditor's opinion on Inventory is reproduced by us as under : "PPL item of 130mm blanks of 26,238 no's having value of Rs.16.25 crores is under board of Enquiry (BOE) due to difference in stock quantity and inventory package quantity. Management is awaiting the final report on the same. This item is part of the PPL inventory in the financials and is not written off for pending BOE report."	
5	The company has modified some of proforma closing balances given by erstwhile Ordnance Factory's Defence Account Department as at 30.9.21 while adopting opening balances sheet as at 01.10.21. In OFAJ, according to information & explanation provided to us and records verified by us the same was done as closing balances are not in line with the internal records maintained by company or due to error or omission in erstwhile ordinance factory's records. In this process, Opening assets have been decreased by Rs 17017.71 Lakhs and opening liabilities have been increased by Rs 5200.06 Lakhs. Accordingly opening reserve have been reduced by Rs 22,218.32 Lakhs. In absence of adequate information and records w.r.t Inventories, SD/EMD, we are unable to comment on the correctness of these opening adjustments and we have considered the opening adjusted balance sheet adopted by the company. In this regard, opinion of branch auditor of MSF branch is reproduced as under : "During the period under audit we have come across that as per the policy of YIL the unit has restated DAD figures as on 30.09.2021 and adopted the value of all the assets and liabilities as per the records available at the factory with proper verification of data available at the factory. in the process the Capital outlay account has been adjusted by Rs. 5381.83 Lakhs and Revenue outlay of Rs. 14428.23 Lakhs. The above has been regrouped and reclassified as per amended schedule III of the companies Act, 2013. The capital outlay has been shown as YIL HQ capital under other current liabilities and Revenue outlay has been shown under reserve and surplus of the unit itself."	
6	Schedule "15" : Other incomes to accompanying financial statement include amount received towards committed liability of Rs. 3631.89 Lakhs to OFA branch and Rs 87.55 Lakhs to (out of total Rs 1456 Lakhs received) OFDC branch. These amount were received from government of India to payoff the opening committed liabilities of the branches. This amount cannot be considered as income, instead should be adjusted against the opening committed liabilities. Therefore the loss has been understated to the tune of Rs 3719.44 Lakhs.	
7a	Balance & ledger confirmation of trade receivables and trade payable were not provided to us and therefore their balance as at 31.03.22 are subject to confirmation.	
8	As per note 48, Deferred Tax Asset (net of deferred tax liability) is calculated at Rs. 4570.70 Lakhs. However, the same is not recognized standalone financial statements. Thus the Asset is understated by Rs. 4570.70 Lakhs and Reserves and Surplus has been understated by Rs. 4570.70 Lakhs.	
9	As referred in Schedule "16" : Cost of Material consumed and Schedule "17" : Changes in inventories of finished goods, work in progress, the closing stock is Rs.81900.12 Lakhs is considered for calculation of changes in inventory. These closing stock does not includes stockpile of Rs. 25.17 Lakhs, thus loss has been understated by Rs. 25.17 Lakhs.	
10	In other Income to accompanying financial statement of OFAJ, includes the Head Office income apportioned to OFAJ of Rs. 553.16 Lakhs out of which Rs. 251.12 Lakhs was received from Ministry of Home affairs (MHA) on 29/09/2021 . In absence of any communication, information, documentary evidence we are unable to comment whether it is advance or revenue of prior period. However it does not pertain to revenue of current reporting period as during reporting period, no supply of goods and services has been made to MHA.	



A Qualified Opinion	Management Remarks
<p>11 We reviewed the schedules forming part of standalone financial statements respective Notes to accounts and noted certain discrepancies as under:</p> <p>(a). We have not been provided with the working and details of the MSME parties and the ageing calculation. Hence, we cannot comment correctness of the same.</p> <p>(b). As per Schedule 1, the vehicles of Rs. 180.64 Lacs of OFBH are shown under purchase during the year, however, the same is shown as opening balance in signed financial of OFBH branch.</p> <p>(c). We have noted a difference of Rs. 9351.20 Lakhs and Rs. 6183.36 Lakhs in Note 25 and Schedule 10 against total outstanding due to MSME and due to others respectively. Further, there is difference of Rs. 13807.87Lakhs in Note 25 and schedule 12 against advances from customer. The notes to accounts are not in line with schedules forming part of standalone financial statements.</p> <p>(d). We have noted a difference of Rs. 2.96 Lakhs in Note 26 and Schedule 20 against the payment to auditor. The notes to accounts are not in line with schedules forming part of standalone financial statements.</p> <p>(e). In Note 48, the reference of AS-22- Accounting for Taxes on Income is given. However, company has prepared its financials as per IND AS and thus the reference should be of IND AS-12- Income Taxes.</p> <p>(f). Key financial Ratios calculated incorrectly are as under:</p> <p>(i). Inventory Turnover Ratio- The inventory turnover ratio has been calculated on the basis of Cost of Goods Sold instead of Net Revenue.</p> <p>(ii). Trade Payable Turnover Ratio- The trade payable turnover ratio has been calculated on the basis of Cost of Goods Sold instead of Net Revenue.</p> <p>(iii). Return on Investment- Return on investment ratio has not been calculated in standalone Financial statement. However, we noted that company has earned Rs. 272.04 Lacs on the fixed deposit with bank which has been shown under cash and cash equivalent.</p>	
<p>12 We conducted our audit on IndAS Financial statement 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 and that obtained by the branch auditors, in terms of their reports referred to in the "Other Matter" paragraph section below is sufficient and appropriate to provide a basis for our qualified opinion on IndAS Financial statements.</p>	
<p>C Emphasis on Matter</p>	
<p>1 We draw attention to the following matters :</p>	
<p>(i) Head office expenses of Rs. 349.02 lakhs apportioned are not shown under respective account heads. And therefore, accompanying financial statements and ratio analysis do not give the true view to that extent in respect of such expenses.</p>	
<p>Matters referred in Independent Audit Report on Financial statements of OFAJ are reproduced as under :</p>	
<p>(ii) Note 10 to accompanying financial statement contains provision of Rs.6324.00 Lakhs as on 31st March, 2022 which have been recognised in opening balance sheet due to decree of court/ arbitrations towards employees dues. As informed by the branch, the claim will be raised with Government of India(GOI) for this liabilities. However neither any receivable has been recorded in financial statement nor any documentary evidence establishing the right to receive by the branch has been provided to us.</p>	
<p>(iii) In Note "2"- Other current assets to accompanying Financial statements, includes the GST Input Tax credit of Rs.2114.43 Lakhs whereas balance in electronic credit ledger as per GST portal is Rs. 345.61 Lakhs. Hence, there is difference of Rs. 1768.82 Lakhs, for which no reconciliation has been provided.</p>	
<p>(iv) Note "17"- Other expenses to accompanying standalone financial statement, includes the apportioned expenses of Rs. 157.85 from Yantra India Limited Head Office and Rs. 58.14 Lakhs from Ordnance Factory Institute of learning. We have vouched for the expenses above Rs 1.00 Lakh.</p>	
<p>(v) The branch has stated opening PPE at cost as given by erstwhile Defence Accounts Department. No valuation report has been provided to us with respect to opening carrying value of PPE.</p>	
<p>(vi) The branch has provided unsigned proforma closing balance sheet as on 30/09/2021 given by erstwhile Ordnance Factory's Defence Accounts Department which was self certified by JGM (F&A) of the branch. We have considered the same for our audit purposes.</p>	
<p>(vii) Matters referred in Independent Audit Report on Financial statements of GIF are reproduced as under:</p>	
<p>During the course of audit following discrepancies observed in GST matching</p> <p>1. Difference in Turnover :- Turnover as per Books of Accounts : Rs. 830.75 Lakhs Turnover as per GSTR 3B/1 : Rs. 995.05 Lakhs Difference : Rs. 164.30 Lakhs</p> <p>2. Difference in GST ITC :- As per GSTR 3B : Rs. 42.23 Lakhs As per GSTR 2A : Rs. 256.48 Lakhs Difference : Rs. 214.25 Lakhs</p>	



A Qualified Opinion	Management Remarks
D Key audit matters	
<p>1 Key audit matters are those matters that, in our professional judgment, and based on consideration of the reports of the branch auditors as referred to "Other matter" paragraph, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.</p>	
<p>2 We have determined the matters described in "Annexure A" of the report to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.</p>	
E Other matter	
<p>We did not audit the financial statements / financial information of seven branches having total assets and net assets of Rs.176,101.40 Lakhs and Rs. 136,732.78 Lakhs respectively and total revenues of Rs.102,306.57 Lakhs, total net loss of Rs. 8,957.57 Lakhs included in this standalone financial statements. These financial statements have been audited by the branch auditors, whose reports have been furnished to us by the management. Our opinion on the Standalone financial statement of the company is based solely on the report of such branch auditor. Also observation as reported by Branch Auditor's in their report have been re-produced as it is in relevant paragraph of our report where ever applicable.</p>	
<p>Further we have communicated to all these seven branch auditors on certain matters which may have material impact on the Standalone financial statement of the company. However in absence of any communication or proper response from the branch auditors we are unable to comment & give our opinion on the impact on the standalone financials statement of the company on such matters w.r.t. these seven branches</p>	
F Information other than the financial statements and auditors' report thereon	
<p>The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Annual Report, Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.</p> <p>Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.</p>	
<p>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 during the course of our audit or otherwise appears to be materially misstated.</p> <p>If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.</p>	
G Responsibility of Management for the Financial Statements	
<p>The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive Income, Cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian accounting standards (IndAS) specified under section 133 of the Act read with companies (Indian Accounting Standard) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.</p> <p>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.</p> <p>The board of directors are also responsible for overseeing the Company's financial reporting process</p>	
H Auditor's Responsibility for the Audit of the Financial Statements	
<p>1 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.</p> <p>As part of an audit in accordance with SAs, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:</p>	
<ul style="list-style-type: none"> 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. 	



A	Qualified Opinion	Management Remarks
	<ul style="list-style-type: none"> 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls. 	
	<ul style="list-style-type: none"> Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management. 	
	<ul style="list-style-type: none"> 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. 	
	<ul style="list-style-type: none"> 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. 	
2	<p>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.</p> <p>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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of financial year ended 31st March,2022 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.</p>	
I Report on Other Legal and Regulatory Requirements		
1	Based on our audit and on the consideration of the reports of the branch auditors as referred to in paragraph E above, we report that the provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is a Government company as defined under section 2(45) of the Act. Accordingly, reporting under section 197(16) is not applicable.	
2	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 (1) of section 143 of the Act, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.	
	As required by Section 143(3) of the Act, based on our audit, and on the consideration of the reports of the branch auditors as referred to in paragraph E - Other Matter, we report, to the extent applicable, that:	
(a)	We have sought and except for the matters described in the Paragraph B- Basis of Qualification, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of accompanying financial statements;	
(b)	Except for the effects / possible effects of the matters described in the Paragraph B- Basis of Qualification, 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 and proper records adequate for the purposes of our audit have been received from the branches not visited by us;	
(c)	The reports on the accounts of the branch offices of the Company audited under section 143(8) of the Act by the branch auditors have been provided to us by management and have been properly dealt with by us in preparing this report;	
(d)	The balance sheet, statement of profit & loss and Cash flow statement and statement of change in equity dealt with by this report are in agreement with the books of account and with the Audit report received from the branches not visited by us except certain matter as reported otherwise in the report.	
(e)	Except for the effects / possible effects of the matters described in the Paragraph B- Basis of Qualification, in our opinion, the aforesaid standalone financial statements comply with Ind AS specified under section 133 of the Act;	
(f)	The provisions of section 164(2) of the Act are not applicable to the Company since the Company is a Government company as defined under section 2(45) of the Act;	
(g)	With respect to internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure "C", wherein we have expressed a qualified opinion; and	
(h)	With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the branch auditors as referred to in paragraph E above:-	
(i)	There are pending litigations related to Employee's compensation which would have impact on financial position. As explained and informed by the management, in case of any adverse outcome, the company will raise claim to GOI. However, in absence of any documentary evidence establishing the right to receive by the company, we are unable to comment this will be liability of the company or reimbursable by the GOI.	The financial impact, if any, of pending litigation shall be borne by GOI in the form of Emergency Authorisation Fund.
(ii)	According to information & explanation provided and based on our review, the Company have long-term contracts with its certain customer under which the company will have to bear foreseeable material Losses. However against the same the company has not made any provision.	
(iii)	There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.	



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CHARTERED ACCOUNTANTS

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A	Qualified Opinion	Management Remarks
	(iv) The management has represented that, to the best of its knowledge and that, to the best of its knowledge and belief, (a) no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(is), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;	
	(b) The management has represented that, to the best of its knowledge and that, to the best of its knowledge and belief, no funds have been received by the Company from any other person(s) or entity(is), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;	
	(c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.	
	(v) The company has not paid out any dividend during the previous year.	
	(i) As required by section 143(5) of the Act, we given in "Annexure D", a statement on the matters specified in the directions issued by the Comptroller and Auditor General of India in respect of the Company.	

Place: Nagpur
Date: 06.12.2022



For M/s. Mahesh Rathi & Co.
Chartered Accountants
FRN No. 106824W

CA Mahesh Rathi
Partner
M. No. 034994
UDIN:- 22037994BEYHCA1658

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APPENDIX '1' TO THE INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENTS OF YANTRA INDIA LIMITED FOR THE PERIOD OCTOBER 1, 2021 TO MARCH 31, 2022..

Sr No.	Particulars	Abbreviations used
A	List of branches audited by branch auditors	
1	Ordnance Factory, Ambajhari, Nagpur Unit	OFAJ
2	Metal & Steel factory, Ishapore	MSF
3	Ordnance Factory, Bhusawal	OFBH
4	Grey Iron Foundry, Jabalpur	GIF
5	Ordnance Factory, Katni	OFKAT
6	Ordnance Factory, Dum Dum	OFDC
7	Ordnance Factory, Muradnagar	OFM
8	Ordnance Factory, Ambarnath	OFA
B	List of other Defence Public Sector Units (DPSUs)	
9	Munitions India Limited	MIL
10	Advanced Weapons And Equipment India Limited	AWEIL
11	Armoured Vehicles Nigam Limited	AVNL
12	India Optel Limited	IOL
13	Troop Comforts Limited	TCL
14	Gliders India Limited	GIL



ANNEXURE-'A' TO THE INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENTS OF YANTRA INDIA LIMITED FOR THE PERIOD OCTOBER 1, 2021 TO MARCH 31, 2022.

In addition to the matters described in the Basis for Qualified Opinion section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Sr No	Key audit matters	How our audit addressed the key audit matter
1	Advances received from Customers	
	<p>Total advance received during the reporting period from all DPSUs of Rs. 626,10.49 Lakhs. Out of this Rs.2523.65 Lakhs is received over and above the advances (60%) to be received under deemed contract from Munitions India Limited(MIL). This excess advance was adjusted against the Supply made (40% plus taxes). However, We have not been provided the listing of contract/ invoice wise basis of this adjustment made by head office. Hence, we are not able to comment on the correctness and authenticity of branch wise apportionment of advance.</p> <p>For the payments received from Munitions India Limited against 40% plus taxes, we mapped the payment with the invoice listing obtained. However, out of total payment of Rs.192,37.63 Lakhs received from Munitions India Limited, we are not able to map the payment of Rs.6786.33 Lakhs as to against which unit or which invoice the amount is received. Hence, we are not able to comment if the amount received are appropriately adjusted against the Trade Receivable balances outstanding at each Branch.</p> <p>Considering the significance of the amounts involved in the context of the balance sheet of the Company and the level of judgements and estimates required, we consider this to be a key audit matter in the current year audit.</p>	<p>Our audit procedures included, among others the following. -Obtained management's process & internal; controls of recording and reconciliation of receipt /payments from trade receivables and trade payables. Majorly receipt and payment are done from Head Office Bank Accounts whereas Sales and Purchase along with applicable taxes are recorded at Branch level. Final reconciliation of the same is done at Head Office level and based on the same entries are made in Units books of accounts. We have relied on the reconciliation made by Head office, deemed contract, and details provided by Branches.</p> <p>-Obtained Inter Branch Ledger for checking the transactions recorded by the branches and confirming the closing balance as on 31.03.2022.</p> <p>-Assessed and reviewed the disclosures made by the Company in the standalone financial statements.</p>
2	Reconciliation of Branch balance with Head office	
	<p>The Branch balances with Head office are not matching as the advances received from DPSUs are apportioned by head office and transferred to respective branches by 31st March 2022, however, the same is not recorded by Branches, except of OFAJ, till 31st March 2022, instead those entries are recorded in next financial year in the books of Branches.</p>	<p>Obtained Branch Ledger and Head office ledger for checking the transactions recorded by the branches and confirming the closing balance as on 31.03.2022.</p>

On the Key Audit Matters with reference to Independent Audit Report on Financial Statements of Units issued by Branch Auditors are reproduced by us as under:

Sr No	Key audit matters	How our audit addressed the key audit matter	Branch
1	Revenue Recognition		
	<p>For the period October 1,2021 to March 31, 2022, the branch has total revenue of Rs. 323,39.28 Lakhs as disclosed in 'Note : 11 Revenue from operations' to accompanying financial statement. This revenue is after adjustment of Rs. 2039.85 Lakhs, which are the sales for which Issue voucher is generated before 31st March 2022 i.e., reporting date but the goods were dispatched after reporting date or goods dispatched but not received by consignee factory. As risk and rewards are yet to transfer to buyer and right to receive consideration is not established, those sales were not accounted by management in current year. The revenue adjusted as per policy issue by yantra India Limited Head office in accordance with Ind AS 115.</p>	<p>Our audit procedures included, but were not limited to the following: -Obtained understanding of branch's accounting policies pertaining to revenue recognition and assessed compliance with those policies in terms of Ind AS 115 (Revenue from contract with customers). -We have assessed the application of provision of IndAS 115 in respect of the branch's revenue recognition and appropriateness of the estimated adjustment to the process. -We have selected transactions on sample basis and tested for identification of contracts with respect to the terms of the contract, evaluation of the satisfaction of performance obligation, checking for adjustment to price. Further we checked the Tax Invoices as booked in Books of Accounts along with their Gate outward pass, dispatch Note etc. for satisfaction of provision of IndAS 115. -Assessed and reviewed the disclosure made by branch in financial statements.</p>	OFAJ



Sr No	Key audit matters	How our audit addressed the key audit matter	
2	Adjustment to Opening Balance as per Defence Accounts Department as on 30.09.2021 The branch has modified / updated the opening balances as per erstwhile Defence Accounts Departments (DAD) as on 30.09.2021, which were not as per branch's internal records maintained. As on 01.10.2021, the branch has made net adjustment of Rs. 22,218.32 lakhs to Reserves & Surplus on account of the following (Figures in Rupees Lakhs) : (i) Decrease in Creditors : 87.90 (ii) Decrease In SD/EMD from Supplier : 3423.61 (iii) Increase in Accrued Liability Receivable : 1460.65 (iv) Increase in Current Tax Asset : 763.74 (v) Increase In Adv. received from Customer : 12.08 (vi) Increase In Expenses provision : 7893.41 (vii) Increase in current tax Liability : 806.63 (viii) Decrease in PPE : 3381.21 (ix) Decrease in Rent Receivable : 77.37 (x) Decrease in Inventory : 11652.77 (xi) Decrease in Debtors : 11.67 (xii) Decrease in other Current Assets : 4119.08	Our audit procedures included, but were not limited to the following: -Obtained an understanding of the management's process of amending the opening balances and evaluated the accounting policies adopted by the branch in accordance with the requirement of Ind AS 101. -Reviewed the judgements made by management in determination of corrected opening balances as on 1.10.2021. -Evaluated the working papers, Examine the documents which supports the claim for amendment of particular account balances.	OFAJ
	Closing Balance of Defence Account department on 30.09.2021 is amended to display actual opening balances as on 01.10.2021 as per Ordnance Factory Muradnagar	We have relied on the documents and other supporting facts produced before us related to ascertainment of actual balances to be incorporated as opening balance as on 01.10.2021 of Ordnance factory Limited Muradnagar (U.P.).	OFM
	Closing Balances of Defence Account department on 30.09.2021 is amended to display actual opening balances as on 01.09.2021 as per Ordnance factory, Katni.	We have relied on the documents and other supporting facts produced before us related to ascertainment of actual balances to be incorporated as opening balance as on 01.10.2021 of Ordnance factory Limited ,Katni(M.P).	OFKAT
	Management observed that Finished Goods were valued at cost of production as at September 30,2021 and it was higher than the net realizable value (as per the valuation method). Management obtained the NRV value and valued the same at NRV of Rs.243.24 Lakhs as at October 1,2021.		OFA
3	Provision and Contingent Liabilities relating to Pending litigations There are pending litigations in the name of Ordnance factory Board(OFB) and Union of India. After corporatization, the Government of India has decided to transfer all assets and liabilities of OFB to the New DPSUs and the Directorate of Ordnance (Coordination & Services),Kolkata (hereinafter referred to as "Directorate"), . As explained and informed by the branch, the litigations are currently dealt by Directorate. The branch is unable to determine contingent liabilities relating to the same and in case of any adverse outcome, the branch will raise claim to GOI. However, in absence of any documentary evidence establishing the right to receive by the branch/ company, we are unable to comment whether the same will be liability of the branch or reimbursable by the GOI.	Our audit procedures included, but were not limited to the following: - Obtained understanding of the process of identification and measurement of provisions and contingent liabilities relating to ongoing litigations implemented by the Management, through various discussions held with branch's legal and finance personnel. - Tested the design and operating effectiveness of the controls put in place by the management in relation to assessment of the outcome of the pending litigations. - Inspected the summary of litigation matters and discussed key developments during the year with the branch's Legal and Finance personnel. -Obtained management representation for unable to determine the financial repercussion on the ongoing litigations.	OFAJ
4	Property, plant & equipment and intangible assets (including capital work in progress)		



Sr No	Key audit matters	How our audit addressed the key audit matter	
	<p>As at 31st March 2022 the branch has Property, Plant and Equipment ('PPE'), Intangible Assets ('IA') and Capital Work-in-Progress ('CWIP') with carrying values of ` 8,27,24.28 Lakhs , ` 445.96 Lakhs and ` 94,93.97 Lakhs, respectively, as disclosed in Note '1' of the accompanying financial statements.</p> <p>The PPE also includes the PPE of Yantra India Limited(HQ) with Carrying Value of Rs. 31.72 Lakhs and PPE of Ordnance Factory Institute of Learning with carrying value of Rs. 27.61 Lakhs and their respective depreciation also charged to Profit & Loss A/c.</p> <p>Management has updated the carrying value of Fixed assets to 5% of Original Value(i.e., at correct residual value) for the assets whose useful life has been elapsed as on 01.10.2021. Carrying value of Building has been reduced by Rs. 3699.93 Lakhs and Plant & Machinery increase by Rs. 323.01 Lakhs, consequent effect has been made to Reserves & surplus.</p> <p>Management also recognised the Computer & Electronics items of Rs. 88.76 Lakhs and Furniture & Fixture of Rs. 159.86 Lakhs which were before charged to revenue in prior period but assets were physically present in the unit.</p> <p>Considering the significance of the amounts involved in the context of the balance sheet of the branch and the level of judgements and estimates required, we consider this to be a key audit matter in the current year audit.</p>	<p>Our audit procedures included, but were not limited to the following:</p> <ul style="list-style-type: none"> - Obtained an understanding of the management's process of recording the transactions pertaining to capital expenditure incurred by the branch and evaluated the accounting policies adopted by the branch are in accordance with Ind AS 116 and Ind AS 38. - Tested the amounts capitalised during the year, on a sample basis, on inspecting supporting documents and evaluating whether assets capitalised satisfied the recognition criteria and were not recognised accurately in the correct periods and with correct amounts. - Tested the Research & Development amounts capitalised during the year, management policy and discussion. - Evaluated the appropriateness and adequacy of the related disclosures in the standalone financial statements in accordance with the applicable accounting standards 	OFAJ
5	<p>Inventory</p> <p>As at 31st March 2022 the branch has Total Inventory with carrying amount of `3,34,11.19 Lakhs which includes Stores & Spares, Finished Articles & Finished components and Work-in-Progress ('WIP'), as disclosed in Note 3 of the accompanying financial statements.</p> <p>The management has valued "Raw Material & Stores" with carrying value of Rs. 19,106.33 Lakhs, at average rate, "Finished Goods" with carrying value of 3254.32 lakhs, at Cost of production and "Work-in-progress" with carrying amount of Rs. 10997.66 Lakhs, at cost of production.</p> <p>While calculating cost of production, management has allocated Fixed Overhead to the cost of Inventories which is not in line with Ind AS 02.</p>	<p>Our audit procedures included, among others the following:</p> <ul style="list-style-type: none"> - Obtained understanding of process of recording and recognition of carrying value of Inventory items by the branch and evaluated the accounting policies adopted by the branch are not in accordance with the Ind AS 2. - Reviewed the management judgement in relation to writing off of Blocked, non moving and slow moving Inventory and delegation of power for doing so. - Evaluated the appropriateness and adequacy of the related disclosures in the standalone financial statements in accordance with the applicable accounting standards 	OFAJ
6	<p>Trade Receivables & Trade Payables</p> <p>As at 31st March 2022, branch has total Trade Receivables with carrying value of Rs.9087.16 Lakhs and Trade payables of Rs. 802.62 Lakhs as disclosed in 'Note 4: Trade receivable' and 'Note 8: Trade payable' of accompanying Financial statements. The Ledger confirmations for major debtors & creditors in accordance with SA 505: External Confirmation is not provided by management.</p> <p>The Trade payable and Trade receivables includes the Balance payable or receivables from other Branches of Yantra India Limited. The Inter Branch Balance with Ordnance Factory Dum Dum (OFDC) is not matching due to excess recording of Sales of Rs. 5.84 Lakhs by OFDC and Grey Iron Foundry by Rs. 14.89 lakhs.</p>	<p>Our audit procedures included, among others the following:</p> <ul style="list-style-type: none"> - Obtained understanding of process of recording and recognition of Sales and purchase by branch and evaluated the accounting policies adopted by the branch in accordance with the Ind AS 115. - Obtained management's process & internal controls of recording and reconciliation of receipt /payments from trade receivables and trade payables. Majorly receipt and payment are done from Head Office Bank Accounts whereas Sales and Purchase along with applicable taxes are recorded at Unit level. Final reconciliation of the same is done at Head Office level and based on the same entries are made in Units books of accounts. We have relied on the reconciliation made by Head office. - Obtained Inter Branch Ledger for checking the transactions recorded by the branches and confirming the closing balance as on 31.03.2022 - Assessed and reviewed the disclosures made by the branch in the financial statements. 	OFAJ
	<p>We sent the Confirmations to all the inter unit factories and outside parties, we have not received the confirmations from the same. We have performed the alternative testing for our audit purpose.</p>		OFA
7	<p>GST Reconciliation</p> <p>We reviewed GST portal vis-à-vis books of accounts and noted differences. As per the Branch Finance Team, they are not preparing GSTR Input reconciliation on monthly basis. Instead they are only considering the inputs available in the portal resulting in difference of GST input as per books vs GST input as per GST portal.</p>		OFDC

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Annexure B referred to in paragraph 2 of Report on other legal and regulatory requirements of our report of even date

The Annexure referred to in our report to the members of **Yantra India Limited, Nagpur** for the period October 1, 2021 to March 31, 2022. We report that:

- 1 (a) (A) According to the information and explanations given to us and records verified by us, the Company has maintained proper records showing full particulars, including quantitative details of Property, Plants and Equipment.
(B) The Company has not maintained proper records showing full particulars of intangibles assets.
- (b) According to the information provided, the company has performed section-wise physical verification of the property, plant and equipments (PPE) during reporting period. However, we noted that the internal PPE records /register were not mapped with the PPE stated in financial statement. Hence, we cannot comment on the veracity of the records maintained. Further, the physical verification process designed by the company does not cover all the items within a reasonable period.
- (c) As per the information obtained and on the basis of examination of records (handing taking over documents), all the immovable properties are handed over by the Directorate of Ordinance to the company in accordance with the Office Memorandum. However as explained & informed, the mutation procedure is still under progress with Revenue Authorities.
- (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the period October 1, 2021 to March 31, 2022.
- (e) As informed and explained to us there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- 2 (a) According to the information provided, the company has performed section-wise physical verification of the Inventories during reporting period. However, we noted that the internal inventory records /register were not mapped with the inventory stated in financial statement. Hence, we cannot comment on the veracity of the records maintained. Further, the physical verification process designed by the company does not cover all the items within a reasonable period.
- (b) The company has not sanctioned any working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets during the previous year.
- 3 The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.
- 4 In our opinion and according to the information and explanations given to us, the company has not granted any loans, guarantee, security nor invested in the securities of any body corporate. Therefore provisions of section 185 & 186 of the Companies Act, 2013 are not applicable. Accordingly this point is not applicable and hence not commented upon.
- 5 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. Therefore this point is not applicable and hence not commented upon.
- 6 The Central Government has specified maintenance of cost records under sub-section (1) of section 148 of the Act in respect of the products of the Company. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- 7 (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, it is regular in depositing undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues with the appropriate authorities.

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- (b) According to the information and explanations given to us, there were no amount due as on March 31, 2022 in respect of Income tax or sales tax or service tax or duty of excise or goods & service tax or value added tax or cess which has not been deposited on account of any dispute.
- 8 The Company has no transactions which are not recorded in the accounts or surrendered before the tax authorities as income during the year. Therefore this point is not applicable and hence not commented upon.
- 9 In our opinion and according to the information and explanations given to us, the Company has neither taken any loan from financial institution or government nor issued any debentures. Therefore this point is not applicable and hence not commented upon.
- 10 Based on the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Therefore this point is not applicable and hence not commented upon.
- 11 Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 12 Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company.
- 13 The provision of Section 177 of the Companies Act, 2013 are not applicable to the company as it not a listed company. With regards to section 188, in our opinion and written representation given to us, all transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and the details have not been disclosed in the Financial Statements with regards to other DPSUs, as required by the applicable accounting standards.
- 14 The company has internal audit system in accordance with its size and business activities and the reports of the internal auditors has been considered by us.
- 15 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 and hence not commented upon.
- 16 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, Therefore this point is not applicable and hence not commented upon.
- 17 The company has incurred cash loss of Rs. 7152.34 Lacs in the current financial year.
- 18 There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- 19 According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management, we are of the 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. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- 20 Since it is the first year of the company and it has incurred a loss during the year, hence CSR spending of 2% of the average net profits is not applicable. thus have no obligation to make any contribution under corporate social responsibility. Therefore this point is not applicable, hence not commented upon.
- 21 The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

Place: Nagpur
Date: 06.12.2022



For M/s. Mahesh Rathi & Co.
Chartered Accountants
FRN No. - 705824W

CA Mahesh Rathi
Partner
M. No. 034994

M/S MAHESH RATHI & CO.
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ANNEXURE-'C' TO THE INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENTS OF YANTRA INDIA LIMITED, NAGPUR FOR THE PERIOD OCTOBER 1, 2021 TO MARCH 31, 2022.

Report on the Internal Financial Control under clause (1) of sub section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Yantra India Limited ("the Company") as of 31st March 2022 in conjunction with our audit of the financial statements of the Company for the period October 1, 2021 to March 31, 2022.

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 the 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 ("The Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

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 Internal Financial Control 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls 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 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 assessed risk. The procedure selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the presentation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting include 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 presentation 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposal of the company's assets that could have a material effect on the financial statements.

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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 controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to information and explanation given to us and based on our audit & issues reported in Basis of qualified opinion, Emphasis of Matter and Key Audit matter, branch auditors reports as referred to paragraph E of our report, following material weaknesses have been identified in operating effectiveness of company's internal financial controls over financial reporting as at March 31, 2022:

- i. The company did not have an appropriate internal control system for periodic reconciliation of Inter Branch and inter DPSUs balances.
- ii. The company did not have appropriate internal control system for monthly reconciliation of GST and TDS. Also process related to income tax deductions are not in accordance with governing laws.
- iii. The company did not have proper internal control system for record maintenance, reconciliation and adoption of opening balances.
- v. The company did not have appropriate internal control for ensuring capitalisation of Property, Plant & Equipment's and consideration of useful of the assets in accordance with the Ind AS 16.
- vi. The company did not have appropriate internal control for ensuring valuation of Inventories in accordance with the governing Ind AS 2.

The material weakness is a deficiency or combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of company's annual or interim financial statements will not be prevented or detected on a timely basis.

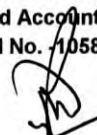
In our opinion, except for effect or possible effects of material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 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 ICAI.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company as at and for the period October 1,2021 to March 31, 2022, and these material weaknesses have affected our opinion on the standalone financial statements of the company and we have issued a qualified opinion on the standalone financial statements.

Place: Nagpur
Date: 06.12.2022

For M/s. Mahesh Rathi & Co.
Chartered Accountants
FRN No. 105824W




CA Mahesh Rathi
Partner
M. No. 034994

M/S MAHESH RATHI & CO.
CHARTERED ACCOUNTANTS

101,102,105,111 A WING
LOKMAT BHAWAN WARDHA ROAD,
NAGPUR-440012
EMAIL ID-maheshrathi.co@gmail.com

ANNEXURE-'D' TO THE INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENTS OF YANTRA INDIA LIMITED, NAGPUR FOR THE PERIOD OCTOBER 1, 2021 TO MARCH 31, 2022.

On the directions issued by the Comptroller and Auditor General of India under sub section 143(5) of the Companies Act, 2013, based on the verification of records of the Company and information and explanations given to us and on consideration of the reports received from the branch auditors, we report that:

Directions under section 143(5) of the Companies Act, 2013 :

Matters	Auditor's Comment
<p>1 Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of accounts along with the financial implications, if any, may be stated</p>	<p>-Yes, Yantra India Limited has procured Tally Prime Software to maintain their commercial books of accounts. -Further OFAJ uses Informix based internal computing system (PPC) for management of inventory, payments, procurement, Personal Information system, sales, QC, store management. -Internal system is not integrated with accounting system, but management uses output of Internal system (PPC) as a Input data for Tally Prime i.e., relevant entries are passed into accounting system based on Internal system data.</p>
<p>2 Whether there is any restructuring of an existing loan or cases of waiver/write off of debt/ loan/ interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, the lender is a government company, then this direction is also applicable for statutory auditor of lender company)</p>	<p>-As per information and explanations given to us by the management and based on our review, the Company has neither taken any loan from financial institution or government nor issued any debentures.</p>
<p>3 Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/ State Government or its agencies were properly accounted for / utilized as per it's terms and conditions? List the cases of deviations</p>	<p>-As per information and explanations given to us by the management and based on our review, the Company has received Rs. 138.38 Crores from Government of India towards opening committed liabilities and same has been used towards payment of liabilities except as mentioned in point no-B.6. - Company has shown receivable of Rs. 41.94 crores towards Repair & Revaluation Fund from Government of India.</p>



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Matters		Auditor's Comment
Additional Direction of the C&AG		
Matters		Auditor's Comment
4	Whether the company has migrated the assets and liabilities from the erstwhile ordinance factories to the newly formed DPSUs in accordance with the provisions of Ind AS and other related Govt of India directives or orders? If there is any deviation, nature of deviation and its impact on financial statements may be stated.	Based on our audit and discussion with management and on consideration of the Branch Auditor report, we report that: - Company has adopted opening balance (after adjustment) in accordance with policy issued by management and IndAS 101. -There are differences in Balance given by erstwhile Defence Accounts Department and Balance as per internal records available with management for which they have made adjustment entries. Refer point 5 of paragraph B - Basis of Qualification.
5	Whether the company has reconciled the opening balances of assets and liabilities of the newly formed DPSU with the closing balance of erstwhile ordinance factories as per financial statements prepared by the Principal Controller of Accounts in the commercial format? The discrepancies observed and its impact on financial statements may be stated.	
6	Whether the company has carried out reconciliation exercise of inter factory balances with the other DPSUs on the date of formation of the company and whether confirmation has been obtained from other DPSUs for balance due to/ balance due from them? The amount of reconciled balances, if any, for each DPSU may be stated.	Although, the date of formation of company as per MCA records is 14/08/2022, however the closing balances of erstwhile ordinance factory are transferred to newly formed DPSUs on 01/10/2022. In absence of adequate information and records as on formation date we are unable to comment whether any reconciliation have been made on formation date or not. Also as per report of OFAJ, in adjusted Opening Balance Sheet, there were no balances with other DPSUs. On the review of branch auditors reports, we noted that, no comments has been made in this regard.
7	Whether the accounting policies have been framed by the DPSU as per the provisions of Ind AS and in accordance with the prudent accounting principles applicable to defence sector? Inconsistency, if any, may be stated.	As per significant Accounting policies provided by management , we observed that management has framed accounting policies which are in accordance with provisions of IndAS, except Ind AS 16- PPE, Ind AS 02- Inventory and Ind AS 19- Employee benefits.



M/S MAHESH RATHI & CO.
CHARTERED ACCOUNTANTS

101,102,105,111 A WING
LOKMAT BHAWAN WARDHA ROAD,
NAGPUR-440012
EMAIL ID-maheshrathi.co@gmail.com

Matters	Auditor's Comment
<p>8 Whether the provisions for employee benefit liabilities and their valuation on the date of formation of DPSU have been made in accordance with the provisions of Ind AS? Deviation, if any, may be stated.</p>	<p>-The Provision has been made for the short-term employee benefit liabilities such as payment of salary, arrears and outstanding liability e.g, DA as on 30/09/2021. However, there is no provision for long term employee benefit liabilities for example Gratuity, Leave encashment has been made on opening date.</p> <p>-There are pending litigations related to Employee's compensation which would have impact on financial position. As explained and informed by the management, in case of any adverse outcome, the company will raise claim to GOI. However, in absence of any documentary evidence establishing the right to receive by the company, we are unable to comment this will be liability of the company or reimbursable by the GOI..</p>



INDEPENDENT AUDITOR REPORT

S.NO.	QUALIFIED OPINION	MANAGEMENT REPLY
1	The branch balance with head office are not reconciled and there is a difference of Rs.1107.06 Lakhs. The difference is majorly due to timing difference in recording of allocation of advances received or made by head office on behalf of branches' trade receivable and trade payable. Due to this, debtors have been overstated by Rs. 5685.04 Lakhs and Creditors have been overstated by Rs.240.92 Lakhs in standalone Financial statement.	Reconciliation statement depicting reconciliation as on 1st April 2022 have been provided to auditors.
2	As referred in Schedule "1" : Property, Plant & Equipment(PPE)" , the company at its OFAJ branch has recognised intangible asset of Rs 445.96 Lakhs incurred towards Research & Development of products & process . On the basis of our process review and explanation given by management, the same material & Labour Expenses were also included in valuation of Inventory and therefore the loss has been understated and inventory is overstated to the tune of Rs 445.96 Lakhs.	Useful working life of fixed assets has been taken as per earlier guidelines of earstwhile OFB .
3	As stated in Ind AS 02, the company should value its inventory at cost or NRV which ever is lower. However on our test check basis we noted that Finished Inventory and Work In Progress has been valued at cost only in spite of the fact that their Net Realisable Value (NRV) is significantly lower than its cost. Therefore their is deviation of the provision of INDAS-2 impact of the same is given below by OFAJ. Impact for the other branches are not given by branch auditors in there report.	The products of the factory are issued at issue price fixed by earstwhile OFB which was lower than cost price. The inventory and Store Pricing is carried out on cost basis as per guidelines of earstwhile OFB. The issue price was strictly as per guidelines of MoD, and price hike was not allowed despite tremendous hike in cost of production. The corporatisation of OFB got affected in the middle of the year in which review of pricing was not possible. Further, understatement of loss may need review in view of the fact that Finished Inventories of Opening Balances were also taken on cost basis
4	In case of OFAJ, Finished Inventories is stated at its cost of Rs.3254.31 Lacs whereas its NRV is Rs. 2171.53 Lakhs. These inventory includes (more than 90%) items invoiced & dispatched before 31.03.2022 but not received by buyer till 31.03.2022. Refer point 1 of 'Annexure-A' for more details. Due to this, Inventory is overstated to the tune of Rs 1082.80 Lakhs.	
5	Similarly in OFAJ, on test check basis of approx. 14% (value wise) of Work In Progress Inventory , we noted that these items have stated at cost of Rs 1527.82 Lakhs whereas their NRV is Rs. 1183.30 Lakhs i.e. overstated by Rs 344.52 Lakhs which is 29.12% NRV. Therefore WIP is overstated and loss is understated. However in absence of sufficient documents and information regarding cost and NRV of all WIP items, the total impact of the same on account of deviation of provision of INDAS -2 is not ascertainable.	
6	The OFAJ branch has adjusted opening inventory as on 01/10/2021 of Rs. 2812.89 Lakhs at nominal value of Rs. 0.008 Lakhs i.e, at Rs. 1 per item as unusable blocked inventories identified by the branch. In absence of adequate information, records, directives & approvals for the same, we are unable to comment on the this. In this regard, opinion of branch auditor of OFA has been reproduced by us as under : With respect to Inventory an amount of non-usable Inventory to the extent of Rs. 24.72 Crores has been Written off as on October 1, 2021. Refer Note 25 of the financial statement for the details.	The unit not written off any amount. It has carried Inventories valuing Rs 2812.89 Lakhs at Rs 800.00 ie. at Re 1 per item as it is not certain that these items can be put to use in near future.
7	There are pending litigations related to Employee's compensation which would have impact on financial position. As explained and informed by the management, in case of any adverse outcome, the company will raise claim to GOI. However, in absence of any documentary evidence establishing the right to receive by the company, we are unable to comment this will be liability of the company or reimbursable by the GOI.	The financial impact, if any, of pending litigation shall be borne by GOI in the form of Emergency Authorisation Fund.

ANNEXURE - II



MORE DALIYA & ASSOCIATES
COMPANY SECRETARIES

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 2021-22

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
Yantra India Limited,
CIN: U35303MH2021GOI365890
C/o The General Manager Ordnance Factory,
Ambajhari Amravati Road,
Ambajhari Nagpur,
Maharashtra 440021 India.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices for the Financial Year 2021-22 of **M/s YANTRA INDIA LIMITED** (hereinafter called the "**Company**"), incorporated on 14th August, 2021 and having CIN-U35303MH2021GOI365890 and Registered office at C/o The General Manager Ordnance Factory Ambajhari Amravati Road, Ambajhari Nagpur Maharashtra 440021 India. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the statutory compliances and expressing our opinion thereon.

Based on our verification of the **M/s YANTRA INDIA LIMITED** books, papers, minutes books, forms, and returns filed by the Company and also information provided by the Company, agents, and authorized representative during the course of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliances-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms, and returns filed and record maintained by the Company for the financial year ended on 31st March, 2022 according to the applicable provisions of the

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;

Office : 712, A-Wing, Lokmat Bhawan, Wardha Road, Ramdaspath, Nagpur-440 012.
Ph. : 0712-6601584, 9890916987, 9422457514
Email : csmoredaliya@gmail.com | Web. : www.csmda.com



(ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; and amended on 2nd of February 2018;

(c) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

(d) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(e) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(f) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(v) Other laws applicable to the Company as given below, we have relied on the compliance system prevailing in the Company and on the basis of information provided to us;

- i) Reserve Bank of India Act, 1934
- ii) Prevention of Sexual Harassment Act, 2013

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:



We report :-

- That the Company has not complied with the Secretarial Standards issued by ICSI for conducting Board Meetings and General Meetings.
- That the Company has failed to pay stamp duty on Allotment of shares as per Companies Act, 2013 & The Indian Stamp Act, 1899 during the Financial Year under review.
- That the Company has allotted 414,180,000 Equity shares on Right Issue basis to existing shareholders of the Company on 30th March, 2022, the company should have maintained separate Share Application Money Account.
- That the Company failed to take note of the resolutions passed by circulation in the subsequent board meeting and made part of the minutes of the subsequent meeting as required under section 175 of the Companies Act 2013.
- That the company failed to maintain the recording of the proceeding of the board meeting held through video conferencing or other audio-visual means as required under Section 173 read with Rule 3 of Companies (Meeting of Board and its Powers) Rules, 2014.

**For More Daliya and Associates
Company Secretaries
Peer Review Certificate: 1411/2021**

Mangesh Madhukar More

**Mangesh Madhukar More
Partner
Mem. No. 11423
CP No. 18055
UDIN: F011423D003180072**



**Date: 21/02/2023
Place: Nagpur**

Note: This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this Report.



MORE DALIYA & ASSOCIATES
COMPANY SECRETARIES

Annexure-A

To,
The Members,
Yantra India Limited,
CIN: U35303MH2021GOI365890
C/o The General Manager Ordnance Factory,
Ambajhari Amravati Road, Ambajhari Nagpur,
Maharashtra 440021 India.

Secretarial Audit Report of even date is to be read along with this letter.

The compliance of provisions of all laws, rules, regulations, standards applicable to **YANTRA INDIA LIMITED** (hereinafter called 'the COMPANY') is the responsibility of the management of the COMPANY. Our examination was limited to the verification of records and procedures on test check basis for the purpose of issue of the Secretarial Audit Report.

1. Maintenance of secretarial and other records of applicable laws is the responsibility of the management of the COMPANY. Our responsibility is to issue Secretarial Audit Report, based on the audit of the relevant records maintained and furnished to us by the COMPANY, along with explanations where so required.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial and other legal records, legal compliance mechanism and corporate conduct. The verification was done on test check basis to ensure that correct facts as reflected in secretarial and other records produced to us. We believe that the processes and practices we followed, provides a reasonable basis for our opinion for the purpose of issue of the Secretarial Audit Report.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the COMPANY.
4. Wherever required, we have obtained the management representation about list of applicable laws, compliance of laws, rules and regulations and major events during the audit period.



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5. The Secretarial Audit Report is neither an assurance as to the future viability of the COMPANY nor of the efficacy or effectiveness with which the management has conducted the affairs of the COMPANY.

**For More Daliya and Associates,
Company Secretaries
Peer Review Certificate: 1411/2021**



**Mangesh Madhukar More
Partner
Mem. No. 11423
CP No. 18055
UDIN: F011423D003180072**



**Date: 21/02/2023
Place: Nagpur**

1st DAY AT YANTRA INDIA LIMITED



1st Day at Yantra India Limited
Shri Rajeev Puri, CMD



CONSTITUTION DAY



REPUBLIC DAY



INTERNATIONAL WOMEN'S DAY



**Address by Smt. Vanita Puri, President WWAYIL
on 8th March 2022**



YIL NEWS

Yantra India takes Ambajhari OF to rlys & auto sector orders

Shishir Arya@timesgroup.com

Nagpur: Making shells and rockets for the armed forces so far, Ordnance Factory Ambajhari is now eyeing major business from railways in its new avatar as a PSU.

Now rechristened Yantra India Limited (YIL), the factory has bagged a ₹40 crore contract to make railway axles. The company has also finished price negotiations for another deal worth ₹400 crore. The deal is expected to be clinched in this month.

Talks are also under way with automobile makers to get orders for making auto components too. YIL has approached a rail coach factory to make fabricated

Pursue export & civil orders: YIL told

Additional secretary (defence production) Sanjay Jaju, who visited the factory last week, said YIL should aggressively pursue export and civil trade orders. Jaju said YIL has huge potential in the supply chain management due to the skill sets and infrastructure at its disposal. TNN

structures like doors and windows too.

From October, the Ordnance Factory Board (OFB), which had 41 factories under it, has been split into seven PSUs. YIL has seven factories under it and is head-

quartered at Nagpur.

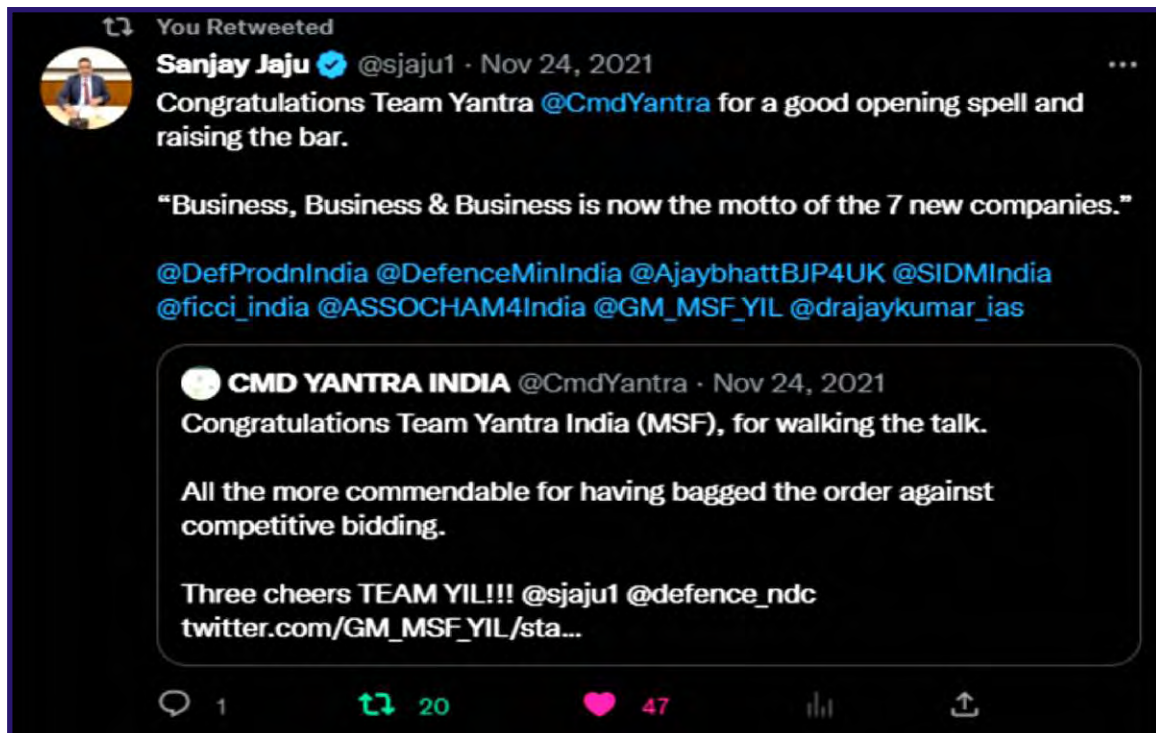
YIL's present turnover stands at ₹1,500 crore and to break even the turnover will have to be increased, said director (operations) of YIL AN Srivastava.

Another major order for making 60,000 shells of 155 mm calibre is also expected to be finalized by the end of this month. The order has come from a middle eastern country, and is worth ₹200 crore, said Srivastava.

YIL is also foraying into engineering procurement and construction contracts. A ₹2,500 crore deal is being eyed from a contract to build a factory to make shells in the MiddleEast.

Full report on www.toi.in

Yantra India Limited Enters into Business with Indian Railways.





यंत्र इंडिया लिमिटेड
ANTRA INDIA LIMITED

भारत सरकार का उद्यम, रक्षा मंत्रालय
A Govt. of India Enterprise, Ministry of Defence

FINANCIAL STATEMENTS
FOR
FY 2021-22
YANTRA INDIA LIMITED

YANTRA INDIA LIMITED
Standalone Balance Sheet as at 31st March 2022

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	Note No.	Figures at the end of current reporting period
I. ASSETS		
A. NON CURRENT ASSETS		
(a) Property, Plant & Equipment	1	164502.21
(b) Capital Work in Progress	1	29624.86
(c) Investment Property		
(d) Goodwill		
(e) Other Intangible Assets		
(f) Intangible assets under development	1	554.63
(g) Biological assets other than bearer plant		
(h) Financial Assets		
(i) Investments		0.00
(ii) Loans		
(iii) Trade Receivables		
(iv) Others	2	2231.96
(i) Deferred Tax Assets (net)		
(j) Other non-current assets		
Total Non Current Assets		196913.67
B. CURRENT ASSETS		
(a) Inventories	3	81925.29
(b) Financial Assets		
(i) Investments	4	0.00
(ii) Trade Receivables	5	27800.48
(iii) Cash and Cash Equivalents	6	62246.83
(iv) Loans		
(v) Others (to be specified)		
(c) Current Tax Assets (Net)		
(d) Other current assets	7	10388.52
Total Current Assets		182361.12
C. Assets held-for-sale / Assets included in Disposal group(s) held-for-sale		
	TOTAL ASSETS	379274.79



(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	Note No.	Figures at the end of current reporting period
II. EQUITY AND LIABILITIES		
A. EQUITY		
(a) Equity Share Capital	8	41419.00
(b) Instruments Entirely Equity in Nature		
(c) Other Equity	9	276813.46
Total Equity		318232.46
B. LIABILITIES		
1. Non Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings		
(ii) Trade Payables		
(iii) Other Financial Liabilities (other than those specified in item (b), to be specified)		
(b) Provisions		
(c) Deferred Tax Liability (Net)		
(d) Other Non Current Liabilities		
Total Non Current Liabilities		0.00
2. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings		
(ii) Trade Payables	10	16161.13
(iii) Other Financial Liabilities (other than those specified in item (c))	11	8101.26
(b) Other Current Liabilities	12	33939.93
(c) Provisions	13	2840.02
(d) Current Tax Liabilities (Net)		
Total Current Liabilities		61042.33
Liabilities classified as held for sale/ Liabilities included in disposal group held-for-sale		
TOTAL EQUITY AND LIABILITIES		379274.79

The accompanying notes are integral part of these financial statements from Note no. 21 to 50
Compiled on the basis of information and explanations provided

As per our report of even date attached

For M/s Mahesh Rathi & Co.

Chartered Accountants

Firm Reg. No. 105824W

CA Mahesh Rathi

Partner

Membership No. 037994

UDIN : 22037994BEYHCA1658

Place: Nagpur

Date: 22/11/2022



For and on behalf of
YANTRA INDIA LIMITED

Chairman & Managing Director

Director/ Finance

Company Secretary

YANTRA INDIA LIMITED
Standalone Profit and Loss Statement for the year ending on 31st March 2022

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	Note No.	Figures at the end of current reporting period
I Revenue from Operations	14	95631.64
II Other Income	15	7444.78
III Net gain on de-recognition of financial assets at amortized cost		0.00
IV Net gain on re-classification of financial assets**		0.00
V Total Income (I + II + III + IV)		103076.41
VI Expenses		
Cost of materials consumed	16	28478.95
Purchases of Stock in Trade		
Changes in inventory of finished goods, work in progress	17	20114.25
Employee Benefit Expenses	18	46936.83
Finance Costs		0.00
Depreciation and Amortization Expenses	19	5159.31
Net loss on de-recognition of financial assets at amortized cost		
Net loss on reclassification of financial assets**		
Other Expenses	20	14698.73
Total Expenses (VI)		115388.07
VII Profit/(Loss) before exceptional and extraordinary items and tax		-12311.65
VIII Exceptional Items		0.00
IX Profit/(Loss) before tax (VII + VIII)		-12311.65
X Tax Expense		
(1) Current Tax		0.00
(2) Deferred Tax		
XI Profit/(loss) for the period from continuing operations		-12311.65
XII Profit/(loss) for the period from discontinuing operations		0.00
XIII Tax expense of discontinuing operations		0.00
XIV Profit/(loss) from Discontinuing Operations (after tax)		0.00
XV Profit/(loss) for the period (XI + XIV)		-12311.65
XVI Other Comprehensive Income		
A (i) Items that will not be reclassified to profit or loss		0.00
(ii) Income tax relating to items that will not be reclassified to profit or loss		0.00
B (i) Items that will be reclassified to profit or loss		0.00
(ii) Income tax relating to items that will be reclassified to profit or loss		0.00
XVII Total Comprehensive Income for the period (XV+ XVI) (Comprising		-12311.65
XVIII Earnings per share (for continuing operations)		
(1) Basic		-2.97
(2) Diluted		-2.97
XIX Earnings per share (for discontinued operations)		
(1) Basic		0.00
(2) Diluted		0.00



XIX Earnings per share (for discontinued & continuing operations)		
(1) Basic		-2.97
(2) Diluted		-2.97

The accompanying notes are integral part of these financial statements from Note no. 21 to 49
Compiled on the basis of information and explanations provided

As per our report of even date attached

For M/s Mahesh Rathi & Co.

Chartered Accountants

Firm Reg. No. 105824W



CA Mahesh Rathi

Partner

Membership No. 037994

UDIN : 22037994BEYHCA1658



**For and on behalf of
YANTRA INDIA LIMITED**


Chairman & Managing Director


Director/ Finance

Place: Nagpur

Date: 22/11/2022


Company Secretary



YANTRA INDIA LIMITED	
Statement of cash flows for the period from October 1, 2021 to March 31, 2022	
(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)	
Particulars	Year ended 31 March 2022
Cash Flow from operating activities	
Loss for the year	-12311.65
Adjustments for	
Depreciation on property, plant and equipment	5159.31
Amortisation of intangible assets	0.00
Finance costs	0.00
Finance costs - deferred commission	0.00
Profit on sale of assets	187.45
Unrealised exchange (gain) / loss	0.00
Provision for slow moving stores and spares	0.00
Provision written back (Balances written back)	548.70
Provision for doubtful debts	0.00
Net gain on sale of investments	0.00
Dividend income on investments	
Gain on fair valuation of investments	0.00
Operating profit before working capital changes	-7888.49
Movements in working capital:	
(Increase)/Decrease in inventories	20114.25
(Increase) / decrease in trade receivables	-27598.88
(Increase) / decrease in other current assets	-29824.24
Increase in trade payables	35689.59
Increase / (decrease) in other payables	12453.07
Increase in provisions	-1229.50
Cash generated from operations	1715.80
Income-tax paid	0.00
Net cash generated by operating activities	1715.80
Cash flow from investing activities	
Proceeds from purchase or disposal of property, plant and equipment (including capital advance)	14974.92
Repayment from related parties	0.00
Profit on sale of assets	187.45
Interest received on loans to related party	0.00
Interest received on deposits with bank and on security deposits	0.00
Investments in Subsidiary	0.00
Investments made in bank deposits (net)	0.00
Net cash generated / (used) in investing activities	14787.47
Cash flow from financing activities	
Repayments of long-term borrowings	0.00
Proceeds from long-term borrowings	0.00
Capital Outlay	45721.48
Interest and other finance expenses paid	0.00
Dividend paid	0.00
Net cash used in financing activities	45721.48
Net increase/ (decrease) in cash and cash equivalents	62224.75
Cash and cash equivalents at the beginning of the year	22.08
Cash and cash equivalents at the end of the year	62246.83



Notes:-

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7 - 'Cash and cash equivalents comprises of

Particulars	Year ended 31 March 2022
(a) Balances with Banks (refer note 6)	
i) Current accounts	12074.68
ii) Deposits with original maturity less than 3 months	50172.04
(b) Cash on hand (refer note 6)	0.11
(c) Bank overdraft	0.00
Cash and cash equivalents at the end of the year	62246.83

3. The figures reported are on a net basis in accordance with para 22 of Ind AS 7, as the cash turnover is quick, the amounts are large and maturities are short.

See accompanying notes to the financial statements

In terms of our report attached.

As per our report of even date attached

For M/s Mahesh Rathi & Co.

Chartered Accountants

Firm (Reg. No. 105824W)

Partner



CA Mahesh Rathi

Partner

Membership No. 037994

UDIN : 22037994BEYHCA1658

Place: Nagpur

Date: 22/11/2022



For and on behalf of
YANTRA INDIA LIMITED

Chairman & Managing Director

Director/ Finance

Company Secretary

YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 1 - PROPERTY, PLANT & EQUIPMENT

Particulars	(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)									
	Freehold Land	Leasehold Land	Freehold Buildings	Furniture, fittings and Equipment	Plant and Machinery	Vehicles	Office Equipments/Other Items	Total	Capital Work-in-progress	Intangible asset
Total Gross Value as on 01.10.2021	557.59	0.00	54795.58	232.12	153357.94	2471.43	124.02	211538.68	26791.66	0.00
Grey Iron Foundry- Jabalpur	0.00	0.00	0.00	0.21	377.20	0.00	1.71	379.13	15.50	108.67
Metal & Steel Factory Ishapore			23.61		39.77	13.94		77.32		
Ambarmath					267.02	42.38		309.40	293.42	
Bhusawal					16.84	180.64		197.48		
Dum Dum					1063.02			1063.02		
Katni					60.91			60.91		
Muradnagar				2.81	39.64	73.68		116.13		
Ambajhari			81.65	38.85	1167.81		29.26	1317.56	3998.27	445.96
Addition	0.00	0.00	105.26	41.88	3032.21	310.64	30.97	3520.95	4308.20	554.63
Grey Iron Foundry- Jabalpur	0.00	0.00	0.00	0.00	100.78	49.21	0.00	149.99	211.13	0.00
Metal & Steel Factory Ishapore					6460.11	66.11		6526.22		
Ambarmath					3.77	5.26		9.03	224.25	
Bhusawal								0.00		
Dum Dum								0.00		
Katni								0.00		
Muradnagar					2.95			2.95		
Ambajhari					52.62			52.62	1039.61	
Deletion	0.00	0.00	0.00	0.00	6620.24	120.58	0.00	6740.82	1475.00	0.00
Gross Carrying Value as on 31.03.2022	557.59	0.00	54900.84	274.00	149769.91	2661.49	154.99	208318.81	29624.86	554.63
Opening Accumulated Depreciation	0.00	0.00	5933.44	1.27	31903.08	958.69	2.60	38799.08	0.00	0.00
Depreciation for the year	0.00	0.00	542.90	18.37	4421.10	155.43	17.65	5155.44	0.00	0.00
Disposals	0.00	0.00	0.00	0.00	95.74	42.18	0.00	137.92	0.00	0.00
Accumulated Depreciation Closing	0.00	0.00	6476.34	19.64	36228.44	1071.93	20.25	43816.61	0.00	0.00
Net Carrying Values as on 31.03.2022	557.59	0.00	48424.50	254.36	113541.47	1589.56	134.74	164502.21	29624.86	554.63

There is no charge or lien on property plant and equipment.

Title deeds of all the PPE mentioned above is on the name of Company.

TANGIBLE CAPITAL WORK IN PROGRESS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	AGE WISE BREAKUP			
	Less than 1 Year	1-2 Years	2-3 Years	Total
Projects in Progress	4380.61	5087.18	2821.87	17335.20
Projects temporarily Suspended	0.00	0.00	0.00	0.00
TOTAL	4380.61	5087.18	2821.87	17335.20

INTANGIBLE R&D IN PROGRESS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	AGE WISE BREAKUP			
	Less than 1 Year	1-2 Years	2-3 Years	Total
Projects in Progress	554.63	0.00	0.00	554.63
Projects temporarily Suspended	0.00	0.00	0.00	0.00
TOTAL	554.63	0.00	0.00	554.63

Intangible assets under development is not exceeded it schedule.



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 2 : OTHER NON CURRENT FINANCIAL ASSETS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Security Deposits	2231.96
TOTAL	2231.96

NOTE 3 : INVENTORIES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Raw materials & Packing Material (Store In Hand)	45541.95
Work-in-progress	19640.93
Finished Components	11870.69
Stock Pile	4803.05
Stores In Transit	68.68
TOTAL	81925.29

NOTE 4 : CURRENT INVESTMENT

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Other Current Investment-Unquoted	0.00
TOTAL -	0.00



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 5 : TRADE RECEIVABLES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Trade Receivables - Considered Good - Secured	0.00
Trade Receivables - Considered Good - Unsecured-Others	27800.48
Trade Receivables - Credit Impaired	0.00
	27800.48
Less: Provision for Doubtful Receivables	0.00
TOTAL - Sundry Debtors Considered Good	27800.48

Particulars	Outstanding for following periods from due date of payment (#)					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade Receivables						
- Considered Good	27800.48	0.00	0.00	0.00	0.00	27800.48
- Considered Doubtful	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Disputed Trade Receivables						
- Considered Good	0.00	0.00	0.00	0.00	0.00	0.00
- Considered Doubtful	0.00	0.00	0.00	0.00	0.00	0.00
Total	27800.48	0.00	0.00	0.00	0.00	27800.48



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 6 : CASH AND CASH EQUIVALENTS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Cash in Hand	0.11
In Current Account with Banks	12074.68
Fixed Deposit with scheduled Banks	50172.04
TOTAL CASH AND CASH EQUIVALENTS	62246.83

NOTE 7 : OTHER CURRENT ASSETS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Balance with Revenue Authorities	3556.31
Loan and Advances	1889.52
Rent Recivables	19.52
Repairs and Replacement Receivables	4194.00
Committed Liability Recivables	235.74
Prepaid Expenses	94.33
Other Current Assets	365.58
Advance to Employees	26.52
Advance to Supplier	7.00
TOTAL CASH AND CASH EQUIVALENTS	10388.52



YANTRA INDIA LIMITED
Statement of Change in Equity for the year ended on 31-03-2022

NOTE 8 - SHARE CAPITAL

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	As at 31 March, 2022	
	Number of shares	Rs.
(a) Authorised Authorised share capital Equity shares of Rs.10/- each with voting rights	13500000000	1350000.00
(b) Issued Subscribed and fully paid up Equity shares of Rs.10 each with voting rights	414190000	41419.00
Subscribed and not fully paid up Equity shares of Rs.10 each with voting rights, unpaid amount per share - Rs	0.00	0.00
Total	414190000	41419.00

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	As at 31 March, 2022	
	Number of shares	Rs.
Balance as at the beginning of the year	0.00	0.00
Add : Shares issued	414190000.00	41419.00
Less : Shares Redeemed	0.00	0.00
Less : Shares Cancelled	0.00	0.00
Add / Less : Others	0.00	0.00
Balance as at the end of the year	414190000.00	41419.00

(b) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of Shareholders	As at 31 March, 2022	
	No. of Shares	Percentage held
a) President of India	414,189,994.00	100.00%

(c) Shareholding of Promoters- Fully Paid Equity Share of Rs. 10/- Each

Name of Promoters	No. of Shares	% of Total Shares
a) President of India	414,189,994.00	100.00%
Total	414,189,994.00	100.00%



YANTRA INDIA LIMITED
Statement of Change in Equity for the year ended on 31-03-2022

A. Equity Share Capital (All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	Balance as at 01 April 2021	Change in Equity Share Capital due to prior period items	Restated Balances as at 01 April 2021	Changes in Equity Share Capital for the year ended 31 March 2022	Changes in Equity Share Capital for the year ended 31 March 2022
Equity Share Capital	0	0	0	41419.00	41419

B. Other equity (All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	Reserve and Surplus					Other Comprehensive Income		Total other equity
	Retained Earning	General Reserve	YIL Capital Outlay	Revaluation Reserve	Reserve and Surplus OFIL	Remeasurements of net defined benefit liability/ asset	Exchange differences in translating the financial statements of a foreign operation	
Balance at the beginning of the Current Financial Period /Balance transfer under business combination	-9126.17	164237.06	21639.31	1819.78	130.48	0.00	0.00	178700.46
Changes in Equity due to changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Restated Opening Balance at 01 Oct 2021	-9126.17	164237.06	21639.31	1819.78	130.48	0.00	0.00	178700.46
Profit/(Loss) for the year ended 31st March 2022	-12311.65	0.00	0.00	0.00	0.00	0.00	0.00	-12311.65
Items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Remeasurements of the net defined benefit liability/asset	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfer to Retained Earnings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total comprehensive income for the year ended 31 March, 2022	-12311.65	0.00	0.00	0.00	0.00	0.00	0.00	-12311.65
Current year transfer	0.00	0.00			0.00	0.00	0.00	0.00
Transfer to General Reserve on utilization	0.00	0.00			0.00	0.00	0.00	0.00
Surplus Transferred from Statement of Profit and Loss	0.00	0.00			0.00	0.00	0.00	0.00



Transfer from Research & Development Reserve	0.00	0.00			0.00	0.00	0.00	0.00
Transfer to Research & Development Reserve	0.00	0.00			0.00	0.00	0.00	0.00
Addition During the Year	0.00	0.00	45721.48	58623.56	0.00	0.00	0.00	104345.03
Inter- Unit Trasfer	73.43	21477.93	0.00	0.00	0.00	0.00	0.00	21551.36
Interim Dividend	0.00	0.00			0.00	0.00	0.00	0.00
Utilisation Transfer during the year	2111.29	-17583.04	0.00	0.00	0.00	0.00	0.00	-15471.75
Transfer to General Reserves	0.00	0.00			0.00	0.00	0.00	0.00
Balance at March 31, 2022	-19253.10	168131.96	67360.79	60443.34	130.48	0.00	0.00	276813.46

As per our report of even date attached

For M/s Mahesh Rathi & Co.
Chartered Accountants
Firm Reg. No. 105824W

CA Mahesh Rathi
Partner
Membership No. 037994
UDIN : 22037994BEYHCA1658

Place: Nagpur
Date: 22/11/2022



For and on behalf of
YANTRA INDIA LIMITED


Chairman & Managing Director


Director/ Finance


Company Secretary



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 9 - RESERVES & SURPLUS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

	Retained Earning	General Reserve	YIL Capital Outlay	Revaluation Reserve	Reserve and Surplus OFIL	Total
Opening Balance	-9126.17	164237.06	21639.31	1819.78	130.48	178700.46
Addition During the Year			45721.48	58623.56		104345.03
Profit For the Year	-12311.65					-12311.65
Inter Unit Adjustment	73.43	21477.93				
Utilisation/Transfer During the Year	2111.29	-17583.04				-15471.75
Closing Balance	-19253.10	168131.96	67360.79	60443.34	130.48	276813.46



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 10 : TRADE PAYABLES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
[A] Total outstanding dues to MSMEs:	
(i) Creditors for Goods and Services	1362.42
[B] Total outstanding dues of creditors other than MSMEs:	
(i) Creditors for Goods and Services-Others	14798.42
(ii) Creditors for Goods and Services-Related Parties	0.28
(iii) Other Payables	0.00
(iv) Advance received from Customers	0.00
Total (A) + (B)	16161.13

Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2022

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Particulars	As at 31 March, 2022						Total
	Not due	Upto 6 Months	6 Months to 1 Year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed dues - MSME	0.00	1341.56	0.00	16.51	4.35	0.00	1362.42
(ii) Undisputed dues - Others	0.00	14789.73	0.00	8.98	0.00	0.00	14798.71
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	-	16131.29	0.00	25.49	4.35	0.00	16161.13

Note : Trade payable mentioned for 1-2 years & 2-3 years are passed on to us by erstwhile Ordnance Factory Board.



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

NOTE 11 : OTHER CURRENT FINANCIAL LIABILITIES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Liabilities towards employee benefits	8101.26
TOTAL	8101.26

NOTE 12 : OTHER CURRENT LIABILITIES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Statutory Dues	9459.58
Advances from customers	14749.03
Committed Liability Payable	8515.86
Recoveries from Employees	3.87
Other Current Liabilities & Payables	680.60
Security Deposit	530.98
TOTAL	33939.93

NOTE 13 : PROVISIONS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Expenses Payable	2649.09
Other Provisions	190.93
TOTAL	2840.02

NOTE 14 : REVENUE FROM OPERATIONS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Sale of Products	94596.65
Other Operating Revenue	1034.99
TOTAL	95631.64



YANTRA INDIA LIMITED
NOTES TO PROFIT AND LOSS ACCOUNT FOR YEAR ENDING ON 31st March 2022

NOTE 15: OTHER INCOME

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Liquidated Damages or Penalties	287.33
Other Recoveries	277.62
Rental Income	245.87
Profit/(Loss) of Sale of Fixed Assets	187.45
Interest Income	77.47
Discount Received	5.11
Balance not Payable Written Back	548.70
Others Income	2183.35
Committed liability received	3631.89
TOTAL	7444.78

NOTE 16 : COST OF MATERIALS CONSUMED

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Opening Stock of Raw Materials	50637.95
Add: Purchases	29712.54
Less: Closing Stock	51871.54
Total Raw Materials Consumed	28478.95

NOTE 17: CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Opening Stock:-		
Work-in progress	38571.69	
Finished goods	6357.49	
Stores	1919.61	
Finished Components	569.25	
Finished Articles	2257.41	
Store In transit	467.39	
		50142.83
Closing Stock:-		
Work-in progress	19640.93	
Finished goods	6667.54	
Stores	1383.22	
Finished Components	937.50	
Finished Articles	1267.12	
Store In transit	132.27	
		30028.58
Total (Increase)/Decrease in stock		20114.25



YANTRA INDIA LIMITED
NOTES TO PROFIT AND LOSS ACCOUNT FOR YEAR ENDING ON 31st March 2022

NOTE 18: EMPLOYEE BENEFIT EXPENSES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Salaries and Wages	46098.42
Welfare and Other Amenities	838.41
Total Employee Benefit Expenses	46936.83

NOTE 19: DEPRECIATION AND AMORTISATION

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Depreciation of Property, Plant and Equipment	5159.31
Amortisation of Intangible Assets	0.00
TOTAL	5159.31

NOTE 20: OTHER EXPENSES

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

PARTICULARS	AMOUNT
Auditors' Remuneration	6.52
Transportation Expenses	407.15
Legal, Consultancy & Professional Fees	9.97
Expenditure on Electricity & Water	7502.23
Repairs & Maintenance	1016.18
Hiring of Manpower/Contract Labour	2843.47
Telephone & Communication Expenses	45.70
Security Service Expenses	327.79
HO Expenses	349.05
Miscellaneous Expenses	2197.19
TOTAL	14698.73

As per our report of even date attached

For M/s Mahesh Rathi & Co.

Chartered Accountants

Firm Reg. No. 105824W

CA Mahesh Rathi

Partner

Membership No. 037994

UDIN : 22037994BEYHCA1658

Place: Nagpur

Date: 22/11/2022



For and on behalf of
YANTRA INDIA LIMITED

(Signature)
Chairman & Managing Director

(Signature)
Director/ Finance

(Signature)
Company Secretary



YANTRA INDIA LIMITED
NOTES TO BALANCE SHEET AS ON 31st March 2022

21 Contingent Liabilities and Commitments:

March 31, 2022

A) Contingent liabilities:

There are various employees' compensation related cases pending at various forums where the liability may arise if the cases are decided unfavourably, however any such liability will be that of Government of India. All these cases are pertaining to the period of Ordnance Factory Board (OFB) and that of before formation of Yantra India Limited. As such there is no liability of the company in such cases except as Disbursing Agency on behalf of Ministry of Defence, Government of India. Total amount involved in such cases is Rs 74.40 Crores.

B) Commitments:

There is no Estimated amount of contracts, net of advances, remaining to be executed on capital account

C) Financial Guarantees:

There are no Bank guarantees given to Government Authorities.

TOTAL

22 Segment information

There is only one segment under which the unit is operating hence segment reporting is not applicable.

23 Earnings Per Share (EPS)

(Rs in Lakhs)

Particulars	For the Year Ended 31st March
Earnings per share:	
After extraordinary item:	
Profit for the year after tax expense	-12311.65
Less:	
Preference dividend payable including dividend tax	0.00
	-12311.65
Weighted average number of equity shares	414190000
Earning per share	(3)
Before extraordinary item:	
Profit for the year after tax expense	-12311.65
Adjustment for Extraordinary item (net of tax)	0.00
	-12311.65
Less:	
Preference dividend payable including dividend tax	0.00
	-12311.65
Weighted average number of equity shares	414190000
Earning per share	(3)

24 Related Party Transactions

There are no reportable Related Party Disclosures as required by Ind-AS 24

25 Disclosures required under Section 22 of Micro, Small and Medium Enterprise Development Act, 2006:

For Amount payable under Micro, Small and Medium Enterprise Development Act, 2006

(Rs in Lakhs)

Total Outstanding Dues to MSMEs	
(i) Creditors for Goods and Services	10713.62
Total Outstanding Dues of creditors other than MSMEs	
(i) Creditors for Goods and Services	8615.06
(ii) Acceptances	
(iii) Other Payables	
(iv) Advances received from Customers	941.16

26 Payments to Auditor

(Rs in Lakhs)

a) Statutory audit fees	
- For Eight Factories	4.00
- For Head Quarter	1.00
b) Tax audit fees	2.00
c) Taxation Matters	2.48

The above figures are exclusive of GST



27 The company has not taken the borrowings from banks and financial institutions for the specific purpose during the year.

28 In the opinion of the Board, any of the assets other than Property, Plant and Equipment, Intangible Assets and non-current investments do have the value on realization in the ordinary course of business at least equal to the amount at which they are stated.



- 29 No Loans or Advances in the nature of loans are granted to promoters, Directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying the terms of repayment
- 30 No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- 31 The unit do not have borrowings from banks or financial institutions on the basis of security of current assets.
- 32 The company do not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 33 The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- 34 The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries; The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries, the company shall disclose

		(Rs in Lakhs)
35	Particulars	For the year ended 31 March, 2022
		Rs.
	Value of imports calculated on C.I.F basis by the company during the financial year in respect of –	
	I. Raw materials;	-
	II. Components and spare parts;	145.96
	III. Capital goods;	1572.83

Value of Spare parts imported by the company in Foreign currency is 1,68,145.90 Euro converted to indian rupees is Rs.145.96 Lacs as shown in above chart.
Value of capital goods imported by the company in foreign currency is 563577.30 USD, 291735 Euro, 884720.60 CHF, 200213.34 Euro converted to indian rupees is Rs.1572.83 Lacs as shown in above chart.

36	Particulars	For the year ended 31 March, 2022
		Rs.
	Expenditure in foreign currency during the financial year on account of	
	a. Royalty	-
	b. Technical Know how	-
	c. Professional and Consultation Fees	-
	d. Interest	-
	e. Other matters	-
	Total	-

		(Rs in Lakhs)
37	Particulars	For the year ended 31 March, 2022
		Rs.
	Total value if all imported raw materials, spare parts and components consumed during the financial year and the total value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption;	-
	Total Consumption	-
	Imported raw Materials, Spare Parts and Components	145.96
	Percentage to Total Consumption	0.23
	Local raw Materials, Spare Parts and Components	63,867.35
	Percentage to Total Consumption	99.77



38	Particulars	For the year ended 31 March, 2022
	Details of Crypto Currency or Virtual Currenc	Rs.
	The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year, the following shall be disclosed:-	The Company has neither traded or invested in Crypto Currency or any other Virtual Currency during the Financial Year.
	(a) profit or loss on transactions involving Crypto currency or Virtual Currency	
	(b) amount of currency held as at the reporting date,	
	(c) deposits or advances from any person for the purpose of trading or investing in Crypto Currency/ virtual currency.	
	Total	

39 The unit has not been declared wilful defaulter by any bank or financial institution or other lender.

40 Proposed Dividends

No dividend has been proposed by the company.

41 No issue of securities has been made during the year for a specific purpose.

42 Registration of charges or satisfaction with Registrar of Companies

Since the company has not availed any loan during the FY 2021-22, there are no reportable registration charges & satisfaction with ROC.

43 Corporate Social Responsibility

Section 135 of Companies Act States that :

A company satisfying any off the following criteria during the immediately preceding financial year is required to comply with CSR provisions specified under section 135(1) of the Companies Act,2013 read with the Companies (CSR Policy) Rules, 2014 made there under:

- (i) Net worth of rupees five hundred crore or more, or
- (ii) Turnover of rupees one thousand crore or more, or
- (iii) Net Profit of rupees five crore or more.

Since, YIL is satisfying above two conditions; the provisions of section 135 of the Companies Act are applicable. But since it is the first year of the company and it has incurred a loss hence CSR spending of 2% of the average net profits is not applicable.



44 Net Asset Value

Ordnance Factory Board (OFB) on directives of Ministry of Defence, Government of India Corporatised its various factories into 7 Defence Public Sector Undertakings (DPSUs). Yantra India Limited (YIL) is one such DPSU that came into being from 1st day of October 2021. KPMG, in consultation with OFB, carried out the task of calculation of Net Asset Value of such DPSUs based on data provided by the Defence Accounts Department (DAD). KPMG finally calculated the NAV of YIL as on 31st March 2020 at Rs 9889.46 Crores.

YIL Management however engaged services of M/s R.K. Patel & Co., Vadodara (Guj.) to reassess the NAV considering the Trial balance as on 30/09/2021 prepared by DAD. M/s R.K. Patel & Co. vide its report dated 14/02/2022 concluded the NAV of Yantra India Limited at Rs 13573.17 Crores.

Consequently the Authorised Share Capital of Yantra India Limited was finalised at Rs 13500 crores. The Company therefore had the option of revaluing its assets as per the values considered in the NAV Calculation Report prepared by KPMG or R.K. Patel & Co. However considering the concept of Prudence the management of Yantra India Limited decided to carry the assets at their Historical Costs (Book Values) as provided by DAD.

45 The Defence Account Department has provided the books of factories as on 30th Sept 2021. The management reviewed the aforementioned books and identified the differences. The units have consequently prepared the opening balance sheet considering the reconciled figures of DAD figures and factory figures as per detailed workings with them and the same have been adopted for the preparation of books of accounts of respective factories.

46 New Pension Scheme

The pension liabilities of retirees and existing employees will continue to be borne by the Government from the Ministry of Defence ("MoD") budget for Defence Pensions. In the FY 2021-22 NPS Contribution of 14% has been paid and booked as expenses by YIL. However as per OM no.1(5)/2021/OF/DP(Plg-V)/02 dated 24th September, 2021 such expenses are to be borne by the Central Govt. Such amount when reimbursed by Central Govt. will be treated as revenue on receipt basis.

47 Depreciation

The company has calculated the depreciation on straight line basis on estimated useful life of the asset after deducting 5% salvage value of the asset. The company has adopted useful life of asset other than the useful life given in Schedule II of the Companies Act, 2013. The useful lives have been taken as per the guidelines contained in OFBPM P&M Manual, 2013 issued by the Ministry of Defence (MoD). The chart depicting the difference in useful life is below:

Nature of Assets	Useful life as per Companies Act	Useful life as per MoD
Plant & Machinery	15 Years	30 Years
Building other than factory building	30 Years	60 Years
Factory building	30 Years	60 Years

48 Taxes on Income

Deferred Tax is recognized using the Balance Sheet method, providing for temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred Tax Assets in excess of Deferred Tax Liability are recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Since there is a deferred Tax Asset, hence not Accounted for as per As-22 on prudence basis.

49 Segment Reporting

As per Para 8 of Ind AS 108, "If the chief operating decision maker uses more than one set of segment information, other factors may identify a single set of components as constituting an entity's operating segments, including the nature of the business activities of each component, the existence of managers responsible for them, and information presented to the board of directors." Our Company views all the sale activities as a whole. No separate information is presented to the Board of directors hence the company does not have the view of separate segments based on the products. Therefore Segment reporting is not applicable.

However, we have made sale to two customer for more than 10% of the total turnover.

(All amounts in Indian Rupee rounded off to the nearest lakhs, unless otherwise stated)

Total Revenue from operations :-

95,631.64

Name of the DPSU	Total issue to DPSU	% of Total Revenue
MIL	57,977.83	60.63%
AWEIL	18,491.83	19.34%
Total	76,469.66	79.96%



50 Key Financial Ratios

Type of Ratio	2021-22
a. Current Ratio	2.99
b. Debt-Equity Ratio	NA
c. Debt Service Coverage Ratio	NA
d. Return on Equity Ratio	-0.04
e. Inventory Turnover Ratio (in Days)	312.69
f. Trade Receivable Turnover Ratio (in Days)	106.11
g. Trade Payable Turnover Ratio (in Days)	61.68
h. Net Capital Turnover Ratio	0.79
i. Net Profit Ratio	-0.13
k. Return on Capital Employed Ratio	-0.02
l. Return on Investment Ratio	NA

Formula adopted for above Ratios:

Current Ratio = Current Assets / (Total Current Liabilities – Security Deposits payable on Demand – Current maturities of Debt-Equity Ratio = Total Debt / Total Equity
 Debt Service Coverage Ratio = (EBITDA – Current Tax) / (Principal Repayment + Gross Interest on term loans)
 Return on Equity Ratio = Net Profit after Tax / Total Equity
 Inventory Turnover Ratio (Inventory days) = 365 / (Net Revenue / Inventories)
 Trade receivables Turnover Ratio (Receivables days) = 365 / (Net Revenue / Trade receivables)
 Trade Payables Turnover Ratio (Payable days) = 365 / (Net Revenue / Trade payables)
 Net Capital Turnover Ratio = (Net Sales / Working capital)
 Net Profit Ratio = Net Profit / Net Revenue
 Return on Capital employed = (Earning Before Interest & Tax) / (Capital Employed)
 Return on Investment (Assets) = Total Comprehensive Income / Average Total Assets

Notes

- Current ratio at 2.99 is favourable and reflects working capital solvency of the company.
- Inventory Turnover Ratio is coming at 312.69 days which reflects there is huge blockage of working capital funds in the inventory. The figure is also higher because the company commenced its corporate operations from 01/10/2021
- Trade receivables turnover ratio is as per the industry standards.
- Trade payables turnover ratio is as per the industry standards.
- Net Capital Turnover Ratio is coming which is not at par with industry standards this is because company has commenced business from Oct 21 & was operational for 6 months in FY 21-22. It is expected to improve in subsequent financial years.
- Net Profit Ratio is coming negative since the company has commenced the business for part of the year from Oct 2021, It is expected to improve in subsequent financial years.
- Return on Capital Employed Ratio is coming negative since the company has commenced the business for part of the year from Oct 2021, It is expected to improve in subsequent financial years.

As per our report of even date attached

For M/s Mahesh Rathi & Co.

Chartered Accountants
Firm Reg. No. 205824W

CA Mahesh Rathi
Partner
Membership No. 037994
UDIN : 22037994BEYHCA1658

Place: Nagpur
Date: 22/11/2022



For and on behalf of
YANTRA INDIA LIMITED CONSOLIDATED

Chairman & Managing Director

Director/ Finance

Company Secretary



YANTRA INDIA LIMITED				
Notes to Accounts				
DEFERRED TAX LIABILITY / (ASSET) - Refer Note no.48				
AS PER PARA 22.4 OF AS 22, WHEN ACCOUNTING INCOME IS MORE THAN TAXABLE INCOME DEFERRED TAX LIABILITY IS CREATED BY CREDITING DEFERRED TAX ACCOUNT.				
(Rs in Lakhs)				
PARTICULARS	OPENING AS ON 01.10.2021	ASSETS/ LIABILITY @ 30.90%	CLOSING AS ON 31.03.2022	(ASSETS)/ LIABILITY @ 31.20%
Deferred Tax Assets				
Disallowance u/s 43B				
On Account of Retained Earning	0	0	0.00	0.00
Disallowance U/s 40(a)(ia)	0	0	2265.14	706.72
Gratuity Provision Disallowed U/s 40A(7)	0	0	0.00	0.00
Net Carried Forward Loss	0	0	27689.53	8639.13
Total Deferred Tax Assets	0	0	29954.67	9345.86
Deferred Tax Liability				
Net Block per Books		-	163944.62	51150.72
Net Block as per IT		-	148639.62	46375.56
		-	15305.00	4775.16
Total Deferred Tax Liability		-		4775.16
Net Deferred Tax Asset	(A)	-	(B)	-4570.70
Opening Liability as on 01.10.2021 (As per Books)		-		
(Since there is a deferred Tax Asset, hence not Accounted for as per AS-22 on prudence basis)				



INDEPENDENT AUDITOR REPORT

S.NO.	QUALIFIED OPINION	MANAGEMENT REPLY
1	The branch balance with head office are not reconciled and there is a difference of Rs.1107.06 Lakhs. The difference is majorly due to timing difference in recording of allocation of advances received or made by head office on behalf of branches' trade receivable and trade payable. Due to this, debtors have been overstated by Rs. 5685.04 Lakhs and Creditors have been overstated by Rs.240.92 Lakhs in standalone Financial statement.	Reconciliation statement depicting reconciliation as on 1st April 2022 have been provided to auditors.
2	As referred in Schedule "1" : Property, Plant & Equipment(PPE)" , the company at its OFAJ branch has recognised intangible asset of Rs 445.96 Lakhs incurred towards Research & Development of products & process . On the basis of our process review and explanation given by management, the same material & Labour Expenses were also included in valuation of Inventory and therefore the loss has been understated and inventory is overstated to the tune of Rs 445.96 Lakhs.	Useful working life of fixed assets has been taken as per earlier guidelines of earstwhile OFB .
3	As stated in Ind AS 02, the company should value its inventory at cost or NRV which ever is lower. However on our test check basis we noted that Finished Inventory and Work In Progress has been valued at cost only in spite of the fact that their Net Realisable Value (NRV) is significantly lower than its cost. Therefore their is deviation of the provision of INDAS-2 impact of the same is given below by OFAJ. Impact for the other branches are not given by branch auditors in there report.	The products of the factory are issued at issue price fixed by earstwhile OFB which was lower than cost price. The inventory and Store Pricing is carried out on cost basis as per guidelines of earstwhile OFB. The issue price was strictly as per guidelines of MoD, and price hike was not allowed despite tremendous hike in cost of production. The corporatisation of OFB got affected in the middle of the year in which review of pricing was not possible. Further, understatement of loss may need review in view of the fact that Finished Inventories of Opening Balances were also taken on cost basis
4	In case of OFAJ, Finished Inventories is stated at its cost of Rs.3254.31 Lacs whereas its NRV is Rs. 2171.53 Lakhs. These inventory includes (more than 90%) items invoiced & dispatched before 31.03.2022 but not received by buyer till 31.03.2022. Refer point 1 of 'Annexure-A' for more details. Due to this, Inventory is overstated to the tune of Rs 1082.80 Lakhs.	
5	Similarly in OFAJ, on test check basis of approx. 14% (value wise) of Work In Progress Inventory , we noted that these items have stated at cost of Rs 1527.82 Lakhs whereas their NRV is Rs. 1183.30 Lakhs i.e. overstated by Rs 344.52 Lakhs which is 29.12% NRV. Therefore WIP is overstated and loss is understated. However in absence of sufficient documents and information regarding cost and NRV of all WIP items, the total impact of the same on account of deviation of provision of INDAS -2 is not ascertainable.	
6	The OFAJ branch has adjusted opening inventory as on 01/10/2021 of Rs. 2812.89 Lakhs at nominal value of Rs. 0.008 Lakhs i.e., at Rs. 1 per item as unusable blocked inventories identified by the branch. In absence of adequate information, records, directives & approvals for the same, we are unable to comment on the this. In this regard, opinion of branch auditor of OFA has been reproduced by us as under : With respect to Inventory an amount of non-usable Inventory to the extent of Rs. 24.72 Crores has been Written off as on October 1, 2021. Refer Note 25 of the financial statement for the details.	The unit not written off any amount. It has carried Inventories valuing Rs 2812.89 Lakhs at Rs 800.00 ie. at Re 1 per item as it is not certain that these items can be put to use in near future.
7	There are pending litigations related to Employee's compensation which would have impact on financial position. As explained and informed by the management, in case of any adverse outcome, the company will raise claim to GOI. However, in absence of any documentary evidence establishing the right to receive by the company, we are unable to comment this will be liability of the company or reimbursable by the GOI.	The financial impact, if any, of pending litigation shall be borne by GOI in the form of Emergency Authorisation Fund.

LOGO DESCRIPTION

सशस्त्र सेनाओं का सशक्तिकरण



EMPOWERING THE ARMED FORCES

The Logo of YIL has been registered on the Trade Marks Act 1999 vide Trade No. 5152690 Dtd: 29.09.2021, Certificate No. 2983711.

Defining the fact that, as the company so its logo, the logo of Yantra India Limited is a symbol that identifies the business, Values and Strength of the company. The entire logo has spectrum of meanings:

The Gear : The gear is a symbol of time. It has 24 Spokes/Teeth's which is similar to that of 24 aspects of the nature, enabling it to create and maintain sustainability. It symbolizes the dynamic energy and driving force behind every machine or device. The Prsm: The Prism visualizes company's concept of Mind and Machine focusing on consistency on accuracy. The Rocket: The Rocket represents upward movement, sign of Growth and Vision. The Letter 'Y' : "Y", Puts as on unifying factor for whole of the company. 'Y' Stands for YOGA too. Motto : The motto of the company "उद्यमेन हि सिद्ध्यन्ति कार्याणि" is derived from the "Hitopadesha" which means "one can achieve success only by working hard and through dedication". Tag Line "Empowering the Armed Forces", that is "सशस्त्र सेनाओं का सशक्तिकरण" represents the commitment of YIL towards the Three Services of India.

यंत्र इंडिया लिमिटेड ANTRA INDIA LIMITED

(A GOVERNMENT OF INDIA ENTERPRISE, MINISTRY OF DEFENCE)



YIL CORPORATE OFFICE

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