

ECOBOARD INDUSTRIES LTD

ECOBOARD®

CIN: L24239MH1991PLC064087

Ref: EIL/BSE/2021-22/08/34/01

Date: 10th August, 2021

To,
Listing Department
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001
Ref: - Symbol/ Scrip Code: - ECOBOAR/523732

Sub: Submission of Annual Report of Ecoboard Industries Limited

Dear Sir/ Ma'am,

Pursuant to the provisions of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith copy of the Annual Report of the Company for the year 2020-21.

You are requested to kindly take the same on your record.

Thanking you.

Yours faithfully,

FOR ECOBOARD INDUSTRIES LIMITED



SHILPA SONI
COMPANY SECRETARY
(MEMBERSHIP NO.: A59308)

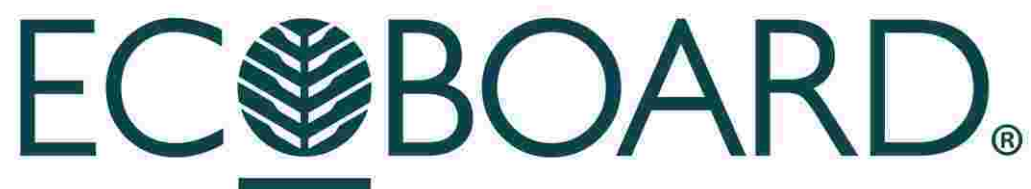
Encl.: As Above



FOR ECOBOARD INDUSTRIES LTD.

COMPLIANCE OFFICER





In collaboration with the Earth

ANNUAL REPORT

2020-2021

30th Annual General Meeting

Chairman's Communiqué



Dear Shareholders, Members of the Board, Associates, Ladies and Gentlemen,

I welcome you all to this 30th Annual General Meeting of our company.

The meeting is taking place in the time of company's revival and transitioning-into positive financial progress by-reducing significant liabilities-creating new sustainable opportunities in both divisions EcoBuild (Sustainable Building Materials) and EcoEnergy (Bio-Fuels from Waste).

On completion of three decades, your company is-proud to announce-success-in manufacturing products that are-CCS (Carbon Capture & Storage) positive in its-both divisions "EcoBuild" and "EcoEnergy". About "30 million tons" of CO₂ is removed from atmosphere.

EcoBuild Division: We are executing World's largest Sustainable Building made of over 1.5 Million Sq ft of Fire-retardant EcoBoard®. Project helps to reduce over 1500 Tons of CO₂-from atmosphere and high carbon foot-print materials like steel (i.e. 1500 Tons of Steel in this Project). Also, we have done 50 feet high-wall for a German Company and also Hospitals for customers like Infosys Foundation and IKEA Foundation, replacing internal concrete walls. EcoBoard® is instrumental in substituting high carbon emission products like Steel, Gypsum, Cement, etc. Company's Products are enabling customers to reach their sustainable goals by creating positive impact on Environment.

EcoEnergy Division: Paris Climatic Change Agreement has urged Global citizens to reduce use of petroleum based energy with sustainable Bio-fuels. Govt. of India is promoting Bio-CNG from Waste, which is creating demand-for EcoEnergy Plants of the Company. Our technology expertise in CSTR and our experience in executing-Bio-CNG projects are-getting orders for-this division.

While Company's new products & technology expertise are-driving Company's growth, the company could successfully achieve significant-debt reduction-through sale of non-core assets.

I once again re-iterate that "Company's perseverance on its sustainable products highlights our philosophy, capability and dedication towards providing the world with more 'ecologically' and 'economically' viable sustainable products and solutions."

I truly thank each one of you for your long-standing support and take pride in being part of this noble mission. I sincerely acknowledge with thanks your support to ECOBOARD Industries in its 30 Years Journey.

Thanking You,

Sincerely,

Mr. Ramakrishna Raju Gottumukkala
Chairman & Managing Director
DIN: 01516984

ECOBOARD INDUSTRIES LIMITED

30TH ANNUAL REPORT 2020-2021

REGISTERED OFFICE: 65/1A, Ecohouse, Akarshak Building Opp. Nal Stop, Karve Road Pune MH 411004

CIN: L24239MH1991PLC064087

Email: cs.ecoboard@gmail.com

Tel: (020) 25432345

Website: www.ecoboard.in

BOARD OF DIRECTORS

Mr. Uttam Kadam Sampatrao,	Independent Director
Mr. Siva Sankar Kalive,	Independent Director
Mr. Veeravenkata Rama Raju Penmetsa,	Independent Director
Mrs. Sujani Venkata Indukuri,	Director
Mr. Praveen Kumar Raju Gottumukkala,	Director & Chief Financial Officer
Mr. Ramakrishna Raju Gottumukkala,	Chairman & Managing Director

COMPANY SECRETARY

Mr. Shilpa Soni*
Mob: 8600300993
Email: cs.ecoboard@gmail.com

REGISTERED OFFICE

65/1A, "Ecohouse", Akarshak Building,
Opp. Nal Stop, Karve Road, Pune – 411 004
Tel (020) 25432345
E-mail: info@ecoboard.in,
Website: www@ecoboard.in

REGISTRAR & TRANSFER AGENTS

M/s. Link Intime India Private Limited
202-A, 2nd Floor, "Akshay Complex"
Off Dhole Patil Road, Pune – 411 001
Tel (020) 2616 0084, (020) 2616 3503
E-mail: pune@linktime.co.in

AUDITORS

M/S BM Chaturvedi & Companies, Mumbai
32, Jolly Maker Chambers II, Nariman Point,
Mumbai - 400 021
Phone: (+9122) 2285 4274/75),

BANKERS

Union bank of India (Andhra Bank),
Pune – Camp (e-AB) Branch [09061],
598/598A, Sachapir Street, Camp, Pune
411 001

BIO SYSTEMS DIVISION (Eco Energy Division)

65/1A, "Ecohouse," Akarshak Building,
Opp. Nal Stop, Karve Road, Pune-411004
Tel. (020) 25432345

FACTORY (Eco build Division)

working in Velapur village, Taluka
Malshiras, Dist. Solapur, Maharashtra
Tel. (02185)245261/62

*Appointed w.e.f. December 03, 2020.

Note: All correspondence shall be made to registered office Address

CONTENTS

	Page No.
Notice of AGM.....	05
Board's Report with Annexure.....	33
Secretarial audit report- Form No. MR-3.....	50
Management Discussion & Analysis Report.....	57
Corporate Governance Report.....	63
Auditors Certificate on Corporate Governance	78
Certificate of Non-Disqualification of Directors.....	79
Certification by Managing Director	80
Declaration for Compliance with the code of conduct	80
Auditors Report	81
Balance Sheet	91
Statement of Profit and Loss	92
Cash Flow Statement	93
Notes Forming part of the Financial Statements	95

“GO GREEN” INITIATIVE BY THE COMPANY

As a step towards “ Green Initiative” in the Corporate Governance, Ministry of Corporate affairs has by allowing paperless compliances by the Companies and has issued Circulars stating that service of notice / documents including Annual Report can be sent by e- mail to its members. To support this green initiative of the Government , Members are requested to register their email addresses with Company's Registrar and Transfer Agents, Link Intime India Pvt. Ltd. at the Address:-

M/s Link Intime India Pvt. Limited Pune
Block No. 202, 2nd Floor Akshay complex
Off Dhole Patil Raod
Pune- 411001
Tel: 202-26100684, 020- 2616503
Email: pune@linkintime.co.in

Also Report any change in the email ID that you have already registered with us.

ECOBOARD INDUSTRIES LIMITED

30TH ANNUAL REPORT 2020-2021

REGISTERED OFFICE: 65/1A, Ecohouse, Akarshak Building Opp. Nal Stop, Karve Road Pune MH 411004

CIN: L24239MH1991PLC064087

Tel: (020) 25432345

Email: cs.ecoboard@gmail.com

Website: www.ecoboard.in

NOTICE

Notice is hereby given that the Thirtieth Annual General Meeting (AGM) of the Members of 'Ecoboard Industries Limited' will be held on **Friday, 03rd September, 2021** at **11.00 a.m.** IST through Video Conferencing (VC) / Other Audio Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS:

1. ADOPTION OF FINANCIAL STATEMENTS

To receive, consider and adopt the Audited Financial statements of the Company for the Financial Year ended 31st March, 2021 including the audited Balance Sheet as at 31st March, 2021 and the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors and the Statutory Auditors thereon, including Annexures thereto; and

2. DESIGNATE MR. RAMAKRISHNA RAJU GOTTUMUKKALA (DIN: 01516984), MANAGING DIRECTOR OF THE COMPANY AS CHIEF EXECUTIVE OFFICER (C.E.O.) OF THE COMPANY

To consider and, if thought fit, to pass the following resolution, with or without modification(s), as an Ordinary Resolution: -

"RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 and any other applicable provisions, if any, of the Companies Act, 2013 ("the Act") including any statutory modification(s) or re-enactment thereof for the time being in force read with Schedule V to the Act and the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014 as amended from time to time and Article 62 of the Articles of Association of the Company, the consent of the members of the Company be and is hereby accorded to designate Mr. Ramakrishna Raju Gottumukkala (DIN: 01516984), Managing Director of the Company as a Chief Executive Officer (CEO) of the Company for the period of Five years from 10th August, 2021, upon the terms and conditions set out in the Explanatory Statement annexed to the Notice convening this Meeting (including the remuneration to be paid in the event of loss or inadequacy of profit in any financial year during the tenure of his appointment), with liberty to the Board of Directors ("the Board") to alter and vary the terms and conditions of the said appointment in such manner as may be agreed upon between Mr. Ramakrishna Raju Gottumukkala and the board.

RESOLVED FURTHER THAT the Board of Directors of the company (which term shall be deemed to include any Committee of the Board constituted to exercise its powers, including the powers conferred by this resolution) be and is hereby authorised to take all such steps as may be necessary, proper, and expedient to give effect to this resolution."

SPECIAL BUSINESS:

3. RE-APPOINTMENT OF MR. P. V. V. RAMA RAJU (DIN – 07464714) AS AN INDEPENDENT DIRECTOR FOR A SECOND TERM OF FIVE CONSECUTIVE YEARS, IN TERMS OF SECTION 149 OF THE COMPANIES ACT, 2013

Therefore, respected shareholders are requested to consider and, if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:-

“RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors), Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and applicable provisions of the Article of Association of the Company, the consent of the members of the Company be and is hereby accorded for the re-designation/re-appointment of Mr. P. V. V. Rama Raju (DIN – 07464714), as an Independent Director of the Company, whose period of office is liable to expire on 13th November, 2020, who has submitted a declaration that he meets the criteria of independence under Section 149(6) of the Companies Act, 2013 and who is eligible for reappointment for a second term under the provisions of the Companies Act, 2013, Rules made there under and SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director pursuant to Section 160 of the Companies Act, 2013, for a period of five consecutive years with effect from 14th November, 2020, to 14th November, 2025 and the term shall not be liable to retire by rotation.”

4. TO RE-CLASSIFY THE STATUS OF CERTAIN PERSON/ENTITIES OF PROMOTER & PROMOTER GROUP

In this regard, to consider and if thought fits, to pass the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to Regulation 31A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulation”) (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and any other applicable laws and the rules made there under and subject to necessary approvals from Securities and Exchange Board of India (SEBI), the Stock Exchanges and other appropriate statutory authorities as may be required, the consent of Members of the Company be and is hereby accorded to reclassify the status of person/entities (“Outgoing Promoters”) as named in Annexure I (as enclosed), and all the individuals and entities identified as Promoter group due to relation with the Outgoing Individual Promoter in accordance with Regulation 2(1)(zb) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, if any, from ‘Promoter & Promoter Category’ to ‘Public Category’ in the shareholding of the Company.

RESOLVED FURTHER THAT, the status of the following person/entities forming part of the ‘Promoter & Promoter Category’ of the Company and from whom the Company has received the request for reclassification be and are hereby re-classified from ‘Promoter & Promoter Category’ to ‘Public Category’ of the Company:

S. No.	Name of Outgoing Promoters & Promoter Group Individuals and Entities
1.	Satyavathi Vegesna
2.	Subba Raju Vegesna
3.	P Satyanarayana Raju
4.	Prithvi Raju Venkata P
5.	Lalita Rajeshwari P
6.	P Anuradha
7.	Srinivas Raju P
8.	P Srinivas Raju (HUF)
9.	Vegesna Subba Raju (HUF)

RESOLVED FURTHER THAT the above ‘Outgoing Promoters & promoter group Individual and entities’ and the person acting in concert with them shall not hold more than ten percent of the paid-up equity share capital of the Company nor shall have any special right through formal or informal arrangements and shall not directly or indirectly exercise control, over the affairs of the Company.

RESOLVED FURTHER THAT on approval of the SEBI/stock exchange for the said reclassification of the above mentioned applicant, the Company shall effect such reclassification in the statement of shareholding pattern from immediate succeeding quarter under Regulation 31 of the Listing Regulations and in compliance with SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, SEBI (Prohibition of Insider Trading) Regulations, 2015, and other applicable laws.

RESOLVED FURTHER THAT Mr. Praveen Kumar Raju Gottumukkala, Executive Director and Chief Financial officer of the Company be and is hereby authorized, on behalf of the Company, to submit the application for re-classification to the Stock exchange, where the securities of the Company are listed or any other regulatory body, as may be required, and to take such steps expedient or desirable to give effect to this resolution and to do all acts, deeds, matters and things as may be necessary, or expedient and to settle any questions, difficulties or doubts that may arise in this regard without requiring to secure any further consent or approval of the members of the members of the Company or of the Board.”

5. TO INCREASE THE OVERALL MANAGERIAL REMUNERATION

In this regard to consider and if thought fit, to pass the following resolution as a Special Resolution:

“RESOLVED THAT in accordance with the provisions of Section 197 of the Companies Act, 2013 as amended by the Companies (Amendment) Act, 2017, read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) and pursuant to the recommendation of Nomination and Remuneration Committee, approval of the members of the Company be and is hereby accorded to increase the overall limit of managerial remuneration payable by the Company in respect of any financial year from 11% (eleven per cent) to 25%

(Twenty-Five per cent) of the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013.

RESOLVED FURTHER THAT the board of Directors of the Company be and is hereby authorised to take such steps and to do all other acts, deeds and things as may be necessary or desirable to give effect to this resolution.”

6. TO APPROVE UPWARD REVISION IN THE REMUNERATION OF MR. RAMAKRISHNA RAJU GOTTUMUKKALA , (DIN: 01516984) MANAGING DIRECTOR OF THE COMPANY

In this regard to consider and if thought fit, to pass the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Section 197 and other applicable provisions, if any, of the Companies Act, 2013 as amended by the Companies (Amendment) Act, 2017, and rules made there under (including any statutory modification or re-enactment thereof) read with Schedule V, of the Companies Act, 2013 and Article 63 of the Articles of Association of the Company and pursuant to the recommendation of Nomination and Remuneration Committee, consent of the shareholders of the Company be and is hereby accorded for upward revision of remuneration of Mr. Ramakrishna Raju Gottumukkala (DIN: 01516984), Managing Director of the Company by way of increase in performance based Commission, effective from 01st April, 2022 till remainder of duration of his tenure upon the terms and conditions set out in the Explanatory Statement annexed to the Notice convening this Meeting (including the remuneration to be paid in the event of loss or inadequacy of profit in any financial year during the tenure of his service), provided that the maximum remuneration payable to him for the financial year 2021-22 shall not exceed 25% of the Net Profits of the Company calculated in accordance with Section 198 of the Companies Act, 2013.

RESOLVED FURTHER THAT all the existing terms and conditions of his appointment existing presently shall remain in force except the performance based commission which is revised and shall be payable as under:

Commission: Performance based commission shall be payable to Mr. Ramakrishna Raju Gottumukkala (DIN: 01516984), Managing Director of the Company depending upon the availability of Net Profits and that the said performance based commission may be paid to him on monthly/quarterly/six monthly/yearly basis provided however that the overall managerial remuneration including performance based commission paid to him for financial year 2021-22 shall not exceed 25% of the net profits computed under Section 198 of the Companies Act, 2013 and the net profits of the Company shall be computed based upon the audited annual financial statements for the financial year 2021-22.

RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorised to alter, vary and modify the aforesaid managerial remuneration for the period stated above including salary, perquisites and commission payable to Mr. Ramakrishna Raju Gottumukkala in such manner as may be agreed to between the board and Mr. Ramakrishna Raju Gottumukkala within the maximum limits of 25% of the net profits of the Company computed under Section 198 of the Companies Act, 2013.

RESOLVED FURTHER THAT if in the financial year 2021-22 the company has no profits or its profits are inadequate the managerial remuneration consisting of Salary, perquisites, amenities and performance based commission shall be payable to Mr. Ramakrishna Raju Gottumukkala, (DIN: 01516984), Managing Director of the Company in accordance with Schedule V and any other applicable provisions, if any, of the Companies Act, 2013.

RESOLVED FURTHER that the Board of Directors of the Company be and is hereby authorised to take all such steps and do all other acts, deeds and things as may be necessary, proper, and expedient to give effect to this resolution.”

7. TO APPROVE UPWARD REVISION IN THE REMUNERATION OF MR. PRAVEEN KUMAR RAJU GOTTUMUKKALA , (DIN: 05180152) AS WHOLE TIME DIRECTOR (DESIGNATED AS “EXECUTIVE DIRECTOR” AND “CHIEF FINANCIAL OFFICER”) OF THE COMPANY

In this regard to consider and if thought fit, to pass the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the recommendation of Nomination and Remuneration Committee and Board of Directors and pursuant to the provisions of Section 196, 197, 198 and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, read with Schedule V, of the Companies Act, 2013 and rules made there under (including any statutory modification or re-enactment thereof for the time being in force) and Article 63 of the Articles of Association of the Company, consent of the shareholders of the Company be and is hereby accorded to revise the terms of remuneration payable to Mr. Praveen Kumar Raju Gottumukkala (DIN: 05180152), as a Whole Time Director (Designated as **“Executive Director”**) of the Company as follows:

Remuneration:

- a) **Salary:** Rs. 1,90,000/- (Rupees One Lakhs Ninety Thousand only) per month in the scale of 1,90,000-15000-246000. Salary can be paid as Basis Salary and through various allowances, which is a basket of various allowances/reimbursements, like leave Travel Allowances, Commutation Allowances, House Rent Allowances and Company leased Car & Accommodation, etc. which one can plan as per the Company policy. The Fixed Salary may include one-time payouts, if any, as well as Contribution to Provident Fund, Pension fund and Superannuation as per Company policy and Gratuity in accordance with the provisions of Payment of Gratuity Act. For the purpose of Gratuity, Provident fund, Pension Fund, Superannuation and other like benefits, if any, the service of Mr. Praveen Kumar Raju Gottumukkala will be considered as continuous service from the date of his joining the Company.
- b) **Commission:** Commission at the rate of 0.50% of the incremental consolidated net profits of the Company for the full year payable on an annual Basis as may be determined by the board Governance, Nomination and Compensation Committee.

Other Perquisites and Benefits:

- a) Furniture & Equipment Program: As per Company policy
- b) Corporation Club Fees: Fees of 2 identified clubs.
- c) Personal Accident Insurance, Group Life Insurance: Personal accident cover and group life insurance cover as per Company Policy.
- d) Medical: Reimbursement of self, spouse and dependent children up to maximum of one month's basic pay as per the Company policy. In addition, he will be entitled to medical insurance and annual health check-up as per Company Policy.
- e) Leave with full pay and allowance: Leave with full pay and allowance as per company policy.
- f) Reimbursement of Travel, stay and entertainment expenses actually and properly incurred in the course of business as per the Company's policy.
- g) Minimum Remuneration: Notwithstanding anything to the contrary herein contained, where in any financial year during the tenure of Executive Director, the Company has no profits, or its profits are inadequate, the Company will pay remuneration by way of salary including perquisites and allowances as specified under Section II of Schedule V of the Companies Act, 2013.
- h) Sitting Fees: The Executive Director shall not be entitled to sitting fees for attending the meetings of the Board of Directors of the Company or any Committees thereof.

RESOLVED FURTHER THAT the overall managerial remuneration payable to him for financial year 2021-22 shall not exceed 25% of the net profits computed under Section 198 of the Companies Act, 2013 and the provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and the net profits of the Company shall be computed based upon the audited annual financial statements for the financial year 2021-22.

RESOLVED FURTHER THAT apart from the aforesaid revision in remuneration, all the existing terms and conditions of his appointment existing presently shall remain in force and continue to be effective

RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorised to alter, vary and modify the aforesaid managerial remuneration for the period stated above including salary, perquisites and commission payable to Mr. Praveen Kumar Raju Gottumukkala in such manner as may be agreed to between the board and Mr. Praveen Kumar Raju Gottumukkala within the maximum limits of 25% of the net profits of the Company computed under Section 198 of the Companies Act, 2013.

RESOLVED FURTHER THAT if in the financial year 2021-22 the company has no profits or its profits are inadequate the managerial remuneration consisting of Salary, perquisites, amenities and performance based commission shall be payable to Mr. Praveen Kumar Raju Gottumukkala (DIN: 05180152), Whole Time Director of the Company in accordance with Schedule V and any other applicable provisions, if any, of the Companies Act, 2013.

RESOLVED FURTHER that the Board of Directors of the Company be and is hereby authorised to take all such steps and do all other acts, deeds and things as may be necessary, proper, and expedient to give effect to this resolution."

By Order of the Board of Directors

Sd/-

Mr. Ramakrishna Raju Gottumukkala

Chairman & Managing Director

DIN: 01516984

Place: Pune

Date: 10th August, 2021

NOTES:

- 1) In view of the continuing Covid-19 pandemic and the need for ensuring social distancing, the Government of India, the Ministry of Corporate Affairs (“MCA”) has vide its Circular No. 20/2020 dated 05th May, 2020 read with Circular No. 14 dated 08th April, 2020 and Circular No. 17 dated 13th April, 2020 (hereinafter collectively referred to as “MCA Circulars”) permitted the holding of Annual General Meeting through VC or OAVM without the physical presence of Members at a common venue. Also MCA issued General Circular No. 02/2021 dated 13th January, 2021 in respect of Extension of Holding of AGM through Video Conferencing prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. In compliance with these MCA Circulars and the relevant provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Annual General Meeting of the Members of the Company is being held through VC/OAVM.
- 2) Pursuant to the provisions of the Companies Act, 2013, a Member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the Annual General Meeting and hence the Proxy Form and Attendance Slip are not annexed to the Notice.
- 3) Institutional/Corporate Shareholders (i.e. other than individuals/HUF, NRI, etc) are required to send a scanned copy (PDF/JPEG Format) of its Board Resolution or governing body Resolution/Authorization etc., authorizing its representative to attend the Annual General Meeting through VC/OAVM on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through their registered email address to cs.sameersiddheshwar@gmail.com with copies marked to the Company at cs.ecoboard@gmail.com and to its RTA at pune@linkintime.co.in.
- 4) In case of joint holders, the member whose name appears as the first holder in the order of names as per the register of Members of the Company will be entitled to vote at the AGM.
- 5) In line with the MCA circulars, the notice calling the AGM has been uploaded on the website of the company at www.ecoboard.in.
- 6) The Notice of the Annual General Meeting along with the Annual Report for the financial year 2020-21 is being sent only by electronic mode to those Members whose email addresses are registered with the Company/Depositories in accordance with the aforesaid MCA Circulars and circular issued by SEBI dated 12th May, 2020. Members may note that the Notice of Annual General Meeting and Annual Report for the financial year 2020-21 will also be available on the Company’s website at www.ecoboard.in along with the updation, if any; websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com Members can attend and participate in the Annual General Meeting through VC/OAVM facility only.
- 7) The members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice and will be available to the Members on first come first serve basis.

- 8) Members attending the meeting through VC/OAVM shall be counted for the purposes of reckoning the quorum under Section 103 of the Companies Act, 2013.
- 9) Pursuant to the provisions of Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and as per MCA Circulars, the Company is offering “remote e-voting facility” 3 days prior to the AGM and “e-voting facility” during the AGM to its members (holding shares in physical or electronic form) in respect of all businesses to be transacted at the AGM.
- 10) The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013, setting out material facts in respect of item nos. 2 & 3 is annexed hereto.
- 11) All the documents referred to in the Notice calling the AGM and Explanatory Statement is available with the company for inspection by the Members. The same will be shared with the members on receipt of request.
- 12) Only those shareholders of the Company who are holding shares either in physical form or in dematerialized form, as on the cut-off date (i.e., August 27, 2021), shall be entitled to cast their vote through VC/OAVM at the AGM, as the case may be. Any person who is not a Member as on the cut-off date should treat this Notice for information purpose only.
- 13) Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
- 14) Instructions for joining the Annual General Meeting through VC/OAVM and e-voting during the AGM are as follows:

Process and manner for attending the Annual General Meeting through InstaMeet:

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in>

► Select the “**Company**” and “**Event Date**” and register with your following details: -

A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No

- Shareholders/ members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**
- Shareholders/ members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID**
- Shareholders/ members holding shares in **physical form** shall provide Folio Number registered with the Company

B. PAN: Enter your **10-digit Permanent Account Number (PAN)** (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. Mobile No.: Enter your mobile number.

D. Email ID: Enter your email id, as recorded with your DP/Company.

► Click “**Go to Meeting**” (You are now registered for InstaMeet and your attendance is marked for the meeting).

Please refer the instructions (annexure)for the software requirements and kindly ensure to install the same on the device which would be used to attend the meeting. Please read the instructions carefully and participate in the meeting. You may also call upon the InstaMeet

Support Desk for any support on the dedicated number provided to you in the instruction/ InstaMEET website.

Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

2. Shareholders who would like to speak during the meeting must register their request 3 days in advance with the company on the specific email id created for the general meeting.
3. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
4. Shareholders will receive “speaking serial number” once they mark attendance for the meeting.
5. Other shareholder may ask questions to the panellist, via active chat-board during the meeting.
6. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer/ moderator during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting “**Cast your vote**”
2. Enter your **16 digit Demat Account No. / Folio No.** and OTP (received on the registered mobile number/ registered email Id) received during registration for **InstaMEET** and click on '**Submit**'.
3. After successful login, you will see “**Resolution Description**” and against the same the option “**Favour/ Against**” for voting.
4. Cast your vote by selecting appropriate option i.e. “**Favour/Against**” as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under '**Favour/Against**'.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on “**Save**”. A confirmation box will be displayed. If you wish to confirm your vote, click on “**Confirm**”, else to change your vote, click on “**Back**” and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual

General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

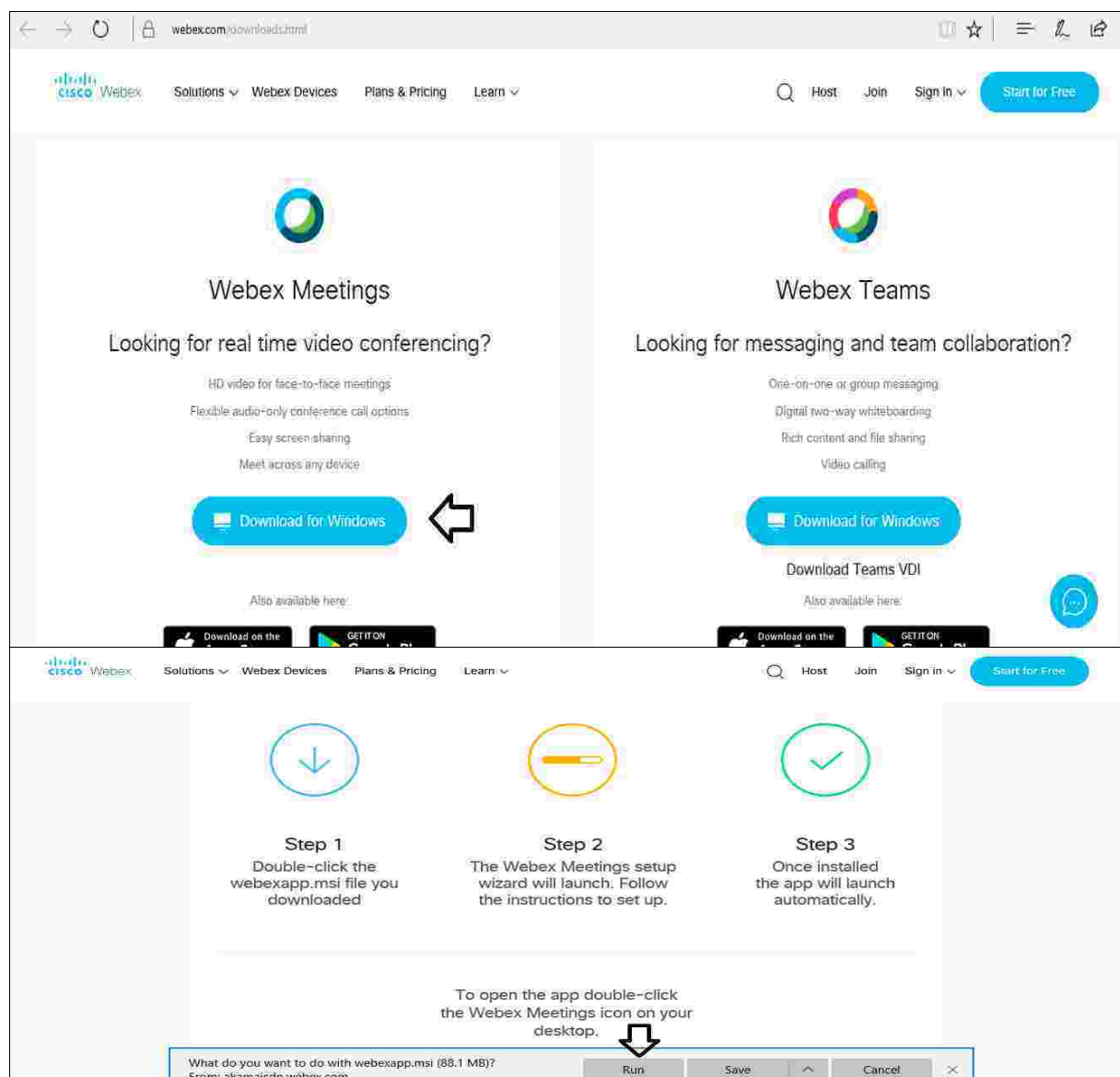
In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

***InstaMeet Support Desk
Link Intime India Private Limited***

Guidelines to attend the AGM proceedings of Link Intime India Pvt. Ltd.: InstaMeet

For a smooth experience of viewing the AGM proceedings of Link Intime India Pvt. Ltd. InstaMeet, shareholders/ members who are registered as speakers for the event are requested to download and install the WebEx application in advance by following the instructions as under:

a) Please download and install the WebEx application by clicking on the link <https://www.webex.com/downloads.html/>




[Solutions](#)
[Webex Devices](#)
[Plans & Pricing](#)
[Learn](#)

[Host](#)
[Join](#)
[Sign in](#)
[Start for Free](#)



Step 1

Double-click the webexapp.msi file downloaded



Step 3

Once installed app will launch automatically.



Welcome to the InstallShield Wizard for Cisco Webex Meetings

The InstallShield(R) Wizard will install Cisco Webex Meetings on your computer. To continue, click Next!

WARNING: This program is protected by copyright law and international treaties.

[Back](#) [Next >](#) [Cancel](#)

To open the app double-click the Webex Meetings icon on your


[Solutions](#)
[Webex Devices](#)
[Plans & Pricing](#)
[Learn](#)

[Host](#)
[Join](#)
[Sign in](#)
[Start for Free](#)



Step 1

Double-click the webexapp.msi file downloaded



Step 3

Once installed app will launch automatically.



License Agreement

Please read the following license agreement carefully.

CISCO WEBEX LLC LICENSE AGREEMENT (AS APPLICABLE TO THE PARTICULAR DOWNLOAD)

IMPORTANT NOTICE--PLEASE READ PRIOR TO USING THIS SOFTWARE: This license agreement ("License Agreement") is a legal agreement between you (either an individual or an entity) and Cisco Webex LLC ("Webex") for the use of Webex software you may be required to download and install to use certain Webex services (such software, together with the underlying documentation if made available to you, the "Software"). By clicking on the button containing the "I accept" language, by installing the Software or by otherwise using the Software, you agree to be bound by the terms of this License Agreement. IF YOU DO NOT AGREE TO THE TERMS OF THIS LICENSE AGREEMENT, CLICK ON THE BUTTON

☒ I accept the terms in the license agreement
☐ I do not accept the terms in the license agreement

[Back](#) [Next >](#) [Cancel](#)


[Solutions](#)
[Webex Devices](#)
[Plans & Pricing](#)
[Learn](#)

[Host](#)
[Join](#)
[Sign in](#)
[Start for Free](#)



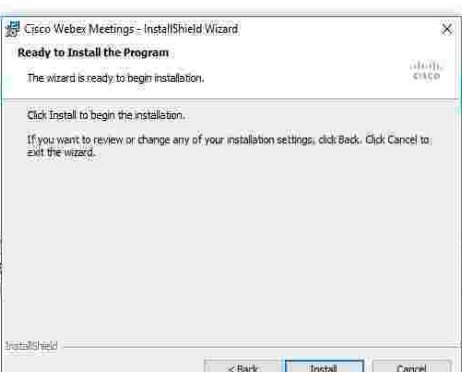
Step 1

Double-click the webexapp.msi file downloaded



Step 3

Once installed app will launch automatically.



Ready to Install the Program

The wizard is ready to begin installation.

Click Install to begin the installation.

If you want to review or change any of your installation settings, click Back. Click Cancel to exit the wizard.

[Back](#) [Install](#) [Cancel](#)

Or

b) If you do not want to download and install the WebEx application, you may join the meeting by following the process mentioned as under:

Step 1	Enter your First Name, Last Name and Email ID and click on Join Now.
1 (A)	If you have already installed the WebEx application on your device, join the meeting by clicking on Join Now
1 (B)	If WebEx application is not installed, a new page will appear giving you an option to either Add WebEx to chrome or Run a temporary application . Click on Run a temporary application , an exe file will be downloaded. Click on this exe file to run the application and join the meeting by clicking on Join Now

Remote e-Voting Instructions for shareholders post change in the Login mechanism for Individual shareholders holding securities in demat mode, pursuant to SEBI circular dated December 9, 2020:

Pursuant to SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode can vote through their demat account maintained with Depositories and Depository Participants only post 9th June, 2021.

Shareholders are advised to update their mobile number and email Id in their demat accounts to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode/ physical mode is given below:

<u>Type of shareholders</u>	<u>Login Method</u>
Individual Shareholders holding securities in demat mode with NSDL	<ul style="list-style-type: none"> If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you

	<p>will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <ul style="list-style-type: none"> • If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp • Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in demat mode with CDSL	<ul style="list-style-type: none"> • Existing user of who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest is https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. • After successful login of Easi / Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL, KARVY, LINK NTIME, CDSL. Click on e-Voting service provider name to cast your vote. • If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration • Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP where the E Voting is in progress.
Individual Shareholders (holding securities in demat mode) & login through their depository participants	<ul style="list-style-type: none"> • You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. • Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in Physical mode & e-	<p>1. Open the internet browser and launch the URL: https://instavote.linkintime.co.in</p> <p>► Click on “Sign Up” under ‘SHARE HOLDER’ tab and register with your following</p>

<p>voting service Provider is LINKINTIME.</p>	<p>details: -</p> <p>A. User ID: Shareholders/ members holding shares in physical form shall provide Event No + Folio Number registered with the Company.</p> <p>B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.</p> <p>C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)</p> <p>D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company.</p> <ul style="list-style-type: none"> Shareholders/ members holding shares in physical form but have not recorded 'C' and 'D', shall provide their Folio number in 'D' above <p>► Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).</p> <p>► Click "confirm" (Your password is now generated).</p> <p>2. Click on 'Login' under 'SHARE HOLDER' tab.</p> <p>3. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.</p> <p>4. After successful login, you will be able to see the notification for e-voting. Select 'View' icon.</p> <p>5. E-voting page will appear.</p> <p>6. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).</p> <p>7. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.</p>
--	--

Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as '**Custodian / Mutual Fund / Corporate Body**'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the '**Custodian / Mutual Fund / Corporate Body**' login for the Scrutinizer to verify the same.

Individual Shareholders holding securities in Physical mode & e-voting service Provider is LINKINTIME have forgotten the password:

- Click on '**Login**' under '**SHARE HOLDER**' tab and further Click '**forgot password?**'

- Enter **User ID**, select **Mode** and Enter Image Verification (CAPTCHA) Code and Click on **'Submit'**.

- In case shareholders/ members are having valid email address, Password will be sent to his / her registered e-mail address.
- Shareholders/ members can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above.
- The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL have forgotten the password:

- Shareholders/ members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.
 - It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
 - During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".
 -

Helpdesk for Individual Shareholders holding securities in demat mode:

In case shareholders/ members holding securities in demat mode have any technical issues related to login through Depository i.e. NSDL/ CDSL, they may contact the respective helpdesk given below:

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 or 22-23058542-43.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders& e-voting service Provider is LINKINTIME.

In case shareholders/ members holding securities in physical mode/ Institutional shareholders have any queries regarding e-voting, they may refer the **Frequently Asked Questions ('FAQs')** and **InstaVote e-Voting manual** available at <https://instavote.linkintime.co.in>, under **Help** section or send an email to enotices@linkintime.co.in or contact on: - Tel: 022 –4918 6000.

InstaVote Support Desk
Link Intime India Private Limited

The results, along with the Scrutinizers' Report, will be placed on the website www.ecobord.in immediately after the results are declared by the chairman or any other person authorized by the chairman of the meeting, and the same shall be communicated to the stock exchanges.

Any person, who becomes the Member of the Company after dispatch of the Notice and holds shares as on the cut-off date i.e., Friday, 27th August, 2021, may obtain the login ID and password by sending a request to the Company or its Registrar and share transfer Agent, M/s Link Intime India Pvt. Limited, Block No. 202, 2nd Floor Akshay complex, Off Dhole Patil Road, Pune- 411001, Tel: 202-26100684, 020- 2616503; Email: pune@linkintime.co.in

By Order of the Board of Directors

Sd/-

Mr. Ramakrishna Raju Gottumukkala
Chairman & Managing Director
DIN: 01516984

Place: Pune

Date: 10th August, 2021

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

As required by Section 102 of the Companies Act, 2013 ("Act"), the following explanatory statement sets out the material facts relating to the business mentioned under Item No. 02 -4 of the accompanying Notice:

Item No. 02

In accordance with Section 203 of the Companies Act, 2013 a Chief Executive Officer (C.E.O.) is considered as Key managerial Personnel and every listed company requires appointing a Chief Executive Officer (C.E.O.). In line with the requirement of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015, the Board of Directors of the Company ("the Board") has propose to designate Mr. Ramakrishna Raju Gottumukkala (DIN: 01516984), Managing Director of the Company as CEO of the Company for a period of five year effective from 10th August, 2021, subject to approval of the Members.

Mr. Ramakrishna Raju Gottumukkala has over 36 years of experience in the field of administration of business affairs and strategic decisions. He introduced the "CSTR technology" for treating industrial waste, which is adopted by all sugar industries as proven technology. He also actively involved in Eco Energy division to design and implement customized solutions for treating waste in generating energy and power. In Particle Board division, he was instrumental in implementation of world's largest engineered panel unit facility at Velapur factory. He is also an active member of various social institutions and having good relationship with all sugar factories.

The company has already taken the approval from board in its Board Meeting dated Tuesday, 10th August, 2021 for the appointment of Mr. Ramakrishna Raju Gottumukkala (DIN: 01516984) as CEO of the Company, based on the recommendations of the Nomination and Remuneration Committee.

The principal terms and conditions of Mr. Ramakrishna Raju Gottumukkala appointment as CEO (hereinafter referred to as "Mr. Ramakrishna Raju Gottumukkala" or the "CEO & Managing Director") are as follows:

1. Term and Termination:

1.1 Five years effective from 10th August, 2021 to 10th August, 2026.

1.2 The Agreement may be terminated earlier, without any cause, by Mr. Ramakrishna Raju Gottumukkala or the Company by giving 3 Months Notice of such termination to the other party or the company paying 3 Months remuneration which shall be limited to provision of Salary, Benefits, perquisites, Allowances and any prorated Incentive Remuneration (paid at the discretion of the Board), in lieu of such notice.

2. Duties and Powers:

2.1 The CEO & Managing Director shall devote his whole time and attention to the business of the Company and perform such duties as may be entrusted to him by the Board from time to time and separately communicated to him and exercise such powers as

may be assigned to him, subject to the superintendence, control and directions of the board in connection with and in the best interests of the business of the Company and the business of one or more of its associated companies and/or subsidiaries, including performing duties as assigned to the CEO & Managing Director from time to time by serving on the boards of such associated companies and/or subsidiaries or any other executive body or any committee of such a company.

2.2 The CEO & Managing Director shall not exceed the powers so delegated by the Board pursuant to clause 2.1 above.

2.3 The CEO & Managing Director undertake to employ the best of his skill and ability and to make his utmost endeavors to promote the interests and welfare of the company and to conform to and to comply with the policies and regulations of the company and all such orders and directions as may be given to him from time to time by the board.

2.4 The CEO & Managing Director shall undertake his duties from such location as may be directed by the board.

3. **Remuneration:**

3.1 So long as the CEO & Managing Director performs his duties and conforms to the terms and conditions contained in his agreement, he shall, subject to such approvals as may be required, be entitled to the following remuneration subject to deduction at source of all applicable taxes in accordance with the laws for the time being in force:

A) Basic Salary: INR 2,00,000/- per month in the scale of 2,00,000-15,000-2,58,000, with the authority of the board to fix his salary within the maximum amount as prescribed from time to time. The annual increment which will be effective from 1st April each year will be merit based and take into account the company's performance as well.

B) Benefits, Perquisites, and Allowances: In addition to the Basic Salary referred to in (A) above, the CEO & Managing Director shall be entitled to:

a) Rent-free residential accommodation (furnished or otherwise), the company bearing the cost of repairs, maintenance, society charges and utilities (e.g. gas, electricity and water charges) for the said accommodation.

OR

House Rent, House Maintenance and Utility Allowance aggregating 85% of the basic salary (in case residential accommodation is not provided by the company)

b) Hospitalization, transport, Telecommunication and other facilities:

i. Hospitalization and major medical expenses for self, spouse and dependent (minor) children;

ii. Car, with driver provided, maintained by the company for official and personal use. If this is not availed, Mr. Ramakrishna Raju Gottumukkala will be paid a monthly

allowance of INR 40,000/- per month to cover the cost of vehicle, fuel, maintenance and driver. This amount will be fully taxable in his hands.

iii. Telecommunication facilities including broadband, internet and mobile.

iv. Housing Loan as per the Rules of the Company.

c) Other perquisites and allowances given below subject to a maximum of 50% of the basic salary, comprising the following:

(i) Allowance 30% (ii) Leave Travel Concession/Allowance 7.5% (iii) Medical Allowance 7.5% [Total 45%] (iv) Personal Accident Insurance @ actual subject (v) Club Membership fees of 2 clubs [to a cap of 5%]

d) Contribution to provident Fund, Superannuation Fund or Annuity Fund and Gratuity Fund as per the Rules of the Company. In case there is no contribution to a superannuation Fund, the same would be payable as an allowance as per the Rules of the Company.

e) The CEO & Managing Director shall be entitled to leave in accordance with the Rules of the Company. Annual Leave earned but not availed by the CEO & Managing Director is encashable in accordance with the Rules of the Company.

C) Commission: In addition to Salary, Benefits, Perquisites and Allowances payable, the CEO & Managing Directors would be paid such remuneration by way of commission, calculated with reference to the net profits of the company in a particular financial year, as may be determined by the board of the company at the end of each financial year, subject to the overall ceilings stipulated in Section 197 of the Act. The specific amount payable to the CEO & Managing Director will be based on his performance as evaluated by the Board or the Nomination and Remunerated Committee and approved by the Board and will payable annually after the annual accounts have been adopted by the Board.

D) Incentive Remuneration: Such incentive remuneration not exceeding 200% of salary to be paid at the discretion of the Board annually, based on certain performance criteria and such other parameters as may be considered appropriate from time to time.

4. The term and conditions of the appointment of the CEO & Managing Director and/or the Agreement may be altered and varied from time to time by the board as it may, in its discretion deem fit, irrespective of the limits stipulated under schedule V to the Act or any amendments made hereafter in this regard in such manner as may be agreed to between the board and the CEO & Managing Director, subject to such approvals as may be required.
5. The CEO & Managing Director, so long as he functions as such, undertakes not to become interested or otherwise concerned, directly or through his spouse and/or children, in any selling agency of the Company.
6. All Personnel Policies of the Company and the related Rules which are applicable to other employees of the company shall also be applicable to the CEO & Managing Director, unless specifically provided otherwise.

7. The employment of the CEO & Managing Director may be terminated by the company without notice or payment in lieu of notice:
 - a) If the CEO & Managing Director is found guilty of any gross negligence, default or misconduct in connection with or affecting the business of the company or any subsidiary or associated company to which he is required by the Agreement to render services; or
 - b) In the event of any serious or repeated or continuing breach (after prior warning) or non-observance by the CEO & Managing Director of any of the stipulations contained in the Agreement; or
 - c) In the event the Board expresses its loss of confidence in the CEO & Managing Director.
8. In the event of CEO & Managing is not in a position to discharge his official duties due to any physical or mental incapacity, the Board shall be entitled to terminate his contract on such terms as the Board may consider appropriate in the circumstances.
9. Upon the termination by whatever means of his employment under the Agreement:
 - a) The CEO & Managing Director shall immediately cease to hold offices held by him in any holding company, subsidiaries or associate companies without claim for compensation for loss of office by virtue of Section 167(1)(h) of the Act and shall resign as trustee of any trust connected with the company;
 - b) The CEO & Managing Director shall not without the consent of the company at any time thereafter represent himself as connected with the company or any of its subsidiaries and associated companies
10. If and when the agreement expires or is terminated for any reason whatsoever, Mr. Ramakrishna Raju Gottumukkala will cease to be the CEO & Managing Director and also will cease to be a Director of the Company. If at any time, the CEO & Managing Director ceases to be a Director of the company for any reason whatsoever, he shall cease to be the CEO & Managing Director and the Agreement shall forthwith terminate. If at any time, the CEO & Managing Director ceases to be in the employment of the company for any reason whatsoever, he shall cease to be a Director and CEO & Managing Director of the company.
11. The terms and conditions of the appointment of the CEO & Managing Director also include clauses pertaining to adherence with the company's Code of conduct, Intellectual Property, maintenance of confidentiality, non-competition and non-solicitation.

In Compliance with the provisions of Section 196, 197, 203 and other applicable provisions of the Act, read Schedule V to the Act, the terms of remuneration specified above are now being placed before the Members for their approval.

Mr. Ramakrishna Raju Gottumukkala has already holding a position of Managing Director and Chairman in the Company. In addition, the company feels the need to have a person in board to perform the duties as a CEO to comply with policies, rules and regulations of Company and laws as applicable to the Company.

Except Mr. Ramakrishna Raju Gottumukkala being appointee and his relative Mr. Praveen Kumar Raju Gottumukkala and Mrs. Sujani V. Indukuri, none of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution set out at item No. 2. The Board of Directors recommends the resolution at Item No. 2 for approval of the Members.

The Board is of the view that the appointment of Mr. Ramakrishna Raju Gottumukkala as a CEO & Managing Director will be beneficial to the functioning and future growth opportunities of the Company and the remuneration payable to him is commensurate with his abilities and experience and, accordingly. The Board considers that his association would be of immense benefit to the Company and it is desirable to avail his services as Chief Executive Officer (CEO).

Item No. 03

The Board had, based on the recommendations of the Nomination and Remuneration Committee and the report of performance evaluation of Mr. P. V. V. Rama Raju (Present Independent Director) as done by the Board of Directors in its Board meeting held on 13th November, 2020, has formed an opinion that, the Independent Director proposed to be re-appointed fulfils the conditions specified in the Act and the rules made there under and the Listing Regulations for his appointment as an Independent Non-Executive Director of the Company and is independent of the management. The Board is of the opinion to continue his tenure as an Independent Director for the next five years from 14th November, 2020.

The Company has received a Notice from a Member in writing under Section 160(1) of the Act proposing his candidature for the office of Independent Director. Based on the recommendations of the Nomination and Remuneration Committee and subject to the approval of the Members, Mr. P. V. V. Rama Raju has to be re-appointed as an Independent Director of the Company for a period of 5 years commencing from 14th November, 2020, to 14th November, 2025.

The company has already taken the approval from board in its Board Meeting dated Friday, 13th November, 2020 for re-appointment of Mr. P. V. V. Rama Raju (DIN – 07464714).

The Board considers that his association would be of immense benefit to the Company and it is desirable to avail his services as an Independent Director.

Brief resume of Mr. P. V. V. Rama Raju is attached and forms part of this Notice.

Except Mr. P. V. V. Rama Raju, none of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested financially or otherwise in the said resolution.

DETAILED PROFILE OF THE DIRECTORS SEEKING APPOINTMENT IS AS UNDER:

Name of Director	Mr. P. V. V. Rama Raju
Age	61
Director identification number (DIN)	07464714
Qualification	B.Com, LLB, LLM, PG, CA-IIB.

Date of Re-appointment/ Appointment	13 th November, 2020
Date of first appointment on the Board	14 th November, 2015
Category	Non-Executive Independent Director
Experience and Expertise in specific functional Area	He was into the Banking and Finance industry in Kabul, Afghanistan from 2006-2020. Presently he is a CFO of Annapurna Broadcasting Pvt. Ltd starting from March 2017.
Relationship with other Directors and KMP of the Company	None
Equity Shareholding of Directors as on March 2020	Nil
Directorships held in other Companies	Nil
Memberships / Chairmanship of Committees of other Limited Companies	Nil
No of Meetings of Board attended during the FY 2020-21.	9 (Nine)

Item No. 04

The Company is required to identify the individuals and entities forming part of its Promoter & Promoter Group Category' and 'Public Category' and disclose them under various provisions of the Companies Act, 2013, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as 'Listing Regulations), Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and other applicable laws as in force. Regulation 31A of the Listing Regulations empowers the Stock Exchange to allow re-classification or modification of the **existing status** of individuals or entities from '**Promoter & Promoter Group Category**' to '**Public Category**' or *vice-versa*, only subject to the fulfillment of the conditions as provided therein. The Company has received the request letters from the Promoter and all individuals and entities belonging to the existing Promoter Group' of the Company due to relation with the outgoing individual promoter, in accordance with Regulation 2 (1)(zb) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 (hereinafter individually jointly referred to as the 'Outgoing Entities') to re-classify their status from "**Promoter and Promoter Group Category**" to "**Public Category**" of the Company in terms of Regulation 31A of the Listing Regulations.

The Board considers that the matter. Accordingly, the Board recommends the Special Resolution set out at Item No. 4 for approval of members.

None of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested financially or otherwise in the said resolution, except to the extent of their shareholding, if any, in the Company.

Item No. 05

As per Section 197 of the Companies Act, 2013 as amended by Companies (Amendment) Act, 2017 which has become effective since 12th September, 2018, total managerial remuneration payable by

the Company to its directors, including managing directors and whole-time director and its manager in respect of any financial year may exceed 11% (eleven per cent) of the net profits of the Company calculated as per the Section 198 of the Companies Act, 2013, provided that the same has been approved by the shareholders of the Company by way of Ordinary/Special Resolution. The requirement of Central Government approval which was hitherto required has been done away with.

Pursuant to the recommendation of Nomination and Remuneration Committee, the Board of Directors of the Company in its meeting held on 10th August, 2021 recommended to increase in overall limit of managerial remuneration payable by the Company in respect of any financial year from 11% to 25% of the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013.

Accordingly, the Board recommends the Special Resolution set out at Item No. 5 for approval of members.

Except Mr. Ramakrishna Raju Gottumukkala, (DIN: 01516984) Managing Director of the Company and Mr. Praveen Kumar Raju Gottumukkala (DIN: 05180152) Whole Time Director of the Company, none of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested financially or otherwise in the said resolution.

Item No. 06

Mr. Ramakrishna Raju Gottumukkala was re-appointed as Managing Director of the Company for period of 5 years commencing from 01st October, 2019 to 30th September, 2024 by the Board of Directors in its Meeting held on 14th November, 2019 And his appointment was approved by the shareholders of the Company in their 28th Annual General Meeting held on Friday, 27th September, 2019. Mr. Ramakrishna Raju Gottumukkala was also designated as a Chief Executive Officer (CEO) in the Board Meeting held on 10th August, 2021

Considering the overall growth of the Company, under the dynamic leadership of Mr. Ramakrishna Raju Gottumukkala, (DIN: 01516984) Managing Director of the Company and recommendation of Nomination and remuneration Committee, the Board of Director of the Company in its Meeting held on 10th August, 2021 has approved the upward revision of Managerial Remuneration of Mr. Ramakrishna Raju Gottumukkala, (DIN: 01516984) as a Managing Director & Chief Executive Officer (CEO) of the Company, effective from 01st April, 2022 till remainder of duration of his tenure, upto 25% of the Net Profit of the Company calculated in accordance with Section 198 of the Companies Act, 2013, subject to the approval of the Shareholders of the Company by way of Special resolution.

As per Section 197 of the Companies Act, 2013 as amended by Companies (Amendment) Act, 2017 the aforementioned upward revision of remuneration of Mr. Ramakrishna Raju Gottumukkala, exceeding 10% of the Net Profits of the Company is subject to the approval of shareholders of the Company in General Meeting and therefore, the shareholders of the Company are required to approve the aforementioned upward revision of managerial Remuneration of Mr. Ramakrishna Raju Gottumukkala, (DIN: 01516984) Managing Director of the Company by passing a Special Resolution.

Accordingly, the Board recommends the Special Resolution set out at Item No. 6 for approval of members.

The Board considers that his association would be of immense benefit to the Company and it is desirable to avail his services as Executive Director.

Except Mr. Ramakrishna Raju Gottumukkala, (DIN: 01516984) Managing Director of the Company none of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested financially or otherwise in the said resolution.

Item No. 07

Mr. Praveen Kumar Raju Gottumukkala was re-appointed as Whole Time Director, liable to retire by rotation, for a further period of Five (5) years with effect from 01st April, 2020 upto 31st March, 2025 by the Board of Directors in its Meeting held on 25th August, 2020 and his appointment was approved by the shareholders of the Company in their 29th Annual General Meeting held on Saturday, 26th September, 2020 at 11.00 a.m. IST through Video Conferencing (VC) / Other Audio Visual Means (OAVM). Mr. Praveen Kumar Raju Gottumukkala was also designated as a Chief Financial Officer (CFO) in the same meeting

Considering the overall growth of the Company, under the dynamic leadership of Mr. Praveen Kumar Raju Gottumukkala as Whole Time Director, Executive Director and Chief Financial Officer (CFO) and recommendation of Nomination and remuneration Committee, the Board of Director of the Company in its Meeting held on 10th August, 2021 has approved the upward revision of Managerial Remuneration of Mr. Praveen Kumar Raju Gottumukkala, effective from 01st April, 2022 till remainder of duration of his tenure, upto 25% of the Net Profit of the Company calculated in accordance with Section 198 of the Companies Act, 2013, subject to the approval of the Shareholders of the Company by way of Special resolution.

As per Section 197 of the Companies Act, 2013 as amended by Companies (Amendment) Act, 2017 the aforementioned upward revision of remuneration of Mr. Praveen Kumar Raju Gottumukkala exceeding 10% of the Net Profits of the Company is subject to the approval of shareholders of the Company in General Meeting and therefore, the shareholders of the Company are required to approve the aforementioned upward revision of managerial Remuneration of Mr. Praveen Kumar Raju Gottumukkala, Whole Time Director of the Company by passing a Special Resolution.

Accordingly, the Board recommends the Special Resolution set out at Item No. 7 for approval of members.

The Board considers that his association would be of immense benefit to the Company and it is desirable to avail his services as Executive Director.

Except Mr. Praveen Kumar Raju Gottumukkala (DIN: 05180152) Whole Time Director of the Company, none of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested financially or otherwise in the said resolution.

THE STATEMENT CONTAINING ADDITIONAL INFORMATION AS REQUIRED UNDER SCHEDULE V TO THE ACT

I. GENERAL INFORMATION

1. Nature of the Industry: The Company is expanding the business and project portfolio has increased substantially, as a result Company is changing the name of division from “Particle Board” to “Eco build” and “Bio gas” to “Eco Energy”.
2. Date or expected date of commercial production: Not Applicable
3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus: Not Applicable.
4. Financial performance based on given indicators as per published audited financial results for the year ended 31st March, 2021:

Particulars	Rs. In Lakhs
Total Income	1,648.01
Total expenditure	(1,969.73)
Net Profit/(Loss) before tax and Exceptional Income	(321.72)
Exceptional Income	1447.35
Net Profit/(Loss) after tax	1,125.63

5. Foreign investments or collaborators, if any – NIL

II. OTHER INFORMATION

1. Reasons of loss or inadequate profits.

The profitability of the Company is affected due to increase in competition in the market.

2. Steps taken or proposed to be taken for improvement.

The Company has stepped up its marketing initiative to attract new clients and to ensure that the existing customers are retained.

3. Expected increase in productivity and profits in measurable terms

While the Company’s performance is expected to improve in future years on the back of new marketing initiatives launched, the future profitability cannot be predicted accurately.

IMPORTANT COMMUNICATION TO MEMBERS

Pursuant to the provisions of the Companies Act, 2013, the Central Government has taken "Green Initiative" by allowing companies to serve notice/ documents including Annual Reports by e-mail to its members. This will also ensure prompt receipt of communication and avoid loss in postal transit. The members can also download these documents from the Company's website i.e. www.ecoboard.in. To support this "Green Initiative" in full measure, members who have not registered/ updated their email addresses so far, are requested to register/ update their e-mail addresses by sending e-mail to pune@linkintime.co.in with subject as '**E-mail for Green Initiative**' mentioning their Folio No./ Client ID. Members holding shares in Demat form may register/ update their e-mail addresses with the Depository through their concerned Depository Participant(s).

By Order of the Board of Directors

Sd/-

Mr. Ramakrishna Raju Gottumukkala
Chairman & Managing Director
DIN: 01516984

Place: Pune

Date: 10th August, 2021

BOARD'S REPORT

To,
The Members of
Ecoboard Industries Limited

The directors submit annual report of Ecoboard Industries Limited (the "Company") along with the audited financial statements for the financial year (FY) ended on 31st March, 2021. Consolidated performance of the Company has been referred to wherever required.

Directors have tried to maintain coherence in disclosures and flow of the information by clubbing required information topic-wise, and thus certain information which is required in directors' report is clubbed elsewhere and has to be read as a part of boards' report.

1. FINANCIAL SUMMARY / HIGHLIGHTS

The financial performance of your Company:

(Amounts in Lakhs)

Particulars	Current Year 2020-21	Previous Year 2019-20
<u>Income:</u>		
Revenue from operations	1,502.07	1,203.73
Other Income	145.94	193.85
Total Income	1,648.01	1,397.58
<u>Expenditure:</u>		
Cost of materials consumed	629.35	674.99
Purchase of Stock-in-Trade	8.59	0.00
Changes in inventories of finished goods, work-in-progress	43.98	(182.61)
Employee benefits expense	182.87	167.90
Finance costs	297.23	239.13
Depreciation	94.17	94.82
Other expenses	713.54	735.27
	1,969.73	1,729.50
	(321.72)	(331.92)
<u>Profit / (Loss) before exceptional items and tax</u>	<u>1,447.35</u>	<u>1,838.55</u>
Add/(Less): Exceptional items	1,125.63	1,506.63
Profit / (Loss) before tax	0.00	0.00
Less: Tax expenses	1,125.63	1,506.63
Profit / (Loss) for the period		

<u>Other Comprehensive Income</u>	<u>20.04</u>	<u>1.96</u>
Items that will not be reclassified into profit or loss	20.04	1.96
<u>Other Comprehensive income for the year (net of tax)</u>	<u>1,145.67</u>	<u>1,508.59</u>
Total comprehensive income for the year	6.42	8.46
<u>Earnings / (Loss) per Share (Rs.)</u>	<u>6.42</u>	<u>8.46</u>
-Basic		
-Diluted		

Financial performance

During the year 2020-21 your company has made turnover of Rs 1,502.07 Lakhs as compared to turnover of the previous financial year of Rs. 1,203.73 Lakhs, whereas profit for the year (before comprehensive income) is Rs.1,125.63/- Lakhs as against Rs. 1,506.63/- Lakhs in the previous financial year. Boards of Directors are very confident that the business of the Company will continue to grow in upcoming years.

Year	Sales performance (Rs. Lacs)	PBT (Rs. Lacs)	PAT (Rs. Lacs)	EPS (Rs. Lacs)
2016	2,205.48	(1,489.82)	(1,489.82)	(8.35)
2017	1633.84	(9,96.21)	(996.21)	(5.59)
2018	883.21	(1387.32)	(1387.32)	(7.72)
2019	2,038.20	(720.24)	(720.24)	(4.04)
2020	1,203.73	1,506.63	1,506.63	8.46
2021	1,502.07	1,125.63	1,125.63	6.42

In the last month of FY 2021, in view of the Government directions on lockdown to prevent the spread of Novel Corona virus (COVID19), the operations of the Company had to be suspended temporarily. The Company has taken all steps/ measures to meet the safety norms as prescribed by the Government Authorities to prevent the spread of COVID-19 and to ensure safety and wellbeing of the employees.

Based on internal financial control framework and compliance systems established in the Company, the work performed by statutory, internal and secretarial auditors and reviews performed by the management and/or relevant Audit and other Committees of the Board, your Board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2020-21.

2. DIVIDEND

The Board of Directors of the Company did not declare any dividend during the Financial Year 2020-21.

3. SEGMENT WISE AND PRODUCT-WISE OPERATIONAL PERFORMANCE

The details are given under Notes to Accounts of financial statements.

4. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There are no such orders except those which have been appropriately challenged before the judiciary and no impact on going concern status and Company's operation in future of such matters are expected or visualized at the current stage at which they are.

5. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

Your Company has an internal Control System which commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit function lies with the Audit Committee of Directors. The Audit Committee monitors and evaluates the efficacy and adequacy of internal control systems, accounting procedures and policies. The Company has not appointed Internal Auditors yet.

6. DETAILS OF HOLDING/SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The Company has no subsidiary/joint venture/associate company and hence consolidation and applicable provision under the Companies Act, 2013 and Rules made there under are not applicable to the Company.

7. BOARD EVALUATION

Pursuant to applicable provisions of the Companies Act, 2013 and the Listing Regulations, the Board carried out an annual performance evaluation of the Board, its Committees, Individual Director and Chairperson. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

8. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES

The Company has a Vigil Mechanism Policy in place to deal with instances, if any, of the fraud, mismanagement, misappropriations, if any and the same is placed on the Company's website.

9. MANAGERIAL REMUNERATION

Details as required pursuant to Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are contained in Corporate Governance Report.

10. NUMBER OF PERMANENT EMPLOYEES

During the period under review, there are 56 permanent employees of the Company.

11. BOARD DIVERSITY

The Company recognizes and embraces the importance of a diverse board in its success. We believe that a truly diverse board will leverage difference in thought, perspective, knowledge, skill, regional and industry experience, cultural and geographical backgrounds, age, ethnicity, race and gender that will help us retain our competitive advantage. The Board Diversity Policy adapted by the Board sets out its approach to diversity. The policy is available on our website, at <https://www.ecoboard.in/investor-relations>.

Additional details on Board diversity are available in the *Corporate Governance Report* that forms part of this Annual Report.

12. DIRECTORS RESPONSIBILITY STATEMENT

The financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS) under the historical cost convention on accrual basis except for certain financial instruments, which are measured at fair values, the provisions of the Companies Act, 2013 and guidelines issued by SEBI. The Ind AS are prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. In terms of Section 134(3) (c) of the Companies Act, 2013, the directors confirm that:

- a. that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures; the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the company for that period;
- b. the directors had taken proper and sufficient care has been taken 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;
- c. that the annual accounts have been prepared on a going concern basis;
- d. the directors had laid down proper internal financial controls which were in place and that the financial controls were adequate and were operating effectively.
- e. that the directors have devised proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

13. MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2020-21, the Company held 9 (Nine) board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 and Listing Regulations were adhered to while considering the time gap between two meetings.

Name of Director	Category	Attendance of meeting during 2020-21		*No. of other Directorship
		Board	Last AGM	
Mr. Ramakrishna Raju Gottumukkala	Managing Director Chairman	9	Yes	1
Mr. Praveen Kumar Raju Gottumukkala	Executive Director	9	Yes	0
Mrs. Venkata Sujani Indukuri	Non-Executive Director	9	Yes	0
Mr. Uttam Sampatrao Kadam	Non-Executive & Independent	8	Yes	12
Mr. Siva Sankar Kalive	Non-Executive & Independent	8	Yes	0
Mr. P. V. V. Rama Raju	Non-Executive & Independent	9	Yes	0

14. PARTICULARS OF LOANS, ADVANCES, GUARANTEES AND INVESTMENTS

Pursuant to section 186 of Companies Act, 2013 and Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), disclosure on particulars relating to Loans, advances, guarantees and investments are provided as part of the financial statements.

15. LISTING REGULATIONS COMPLIANCE

Your Company's Equity Shares are listed on BSE Ltd. and the provisions of the Listing Obligation and Disclosures Requirement, Regulations, 2015 have been complied with.

16. DEPOSITS

Your Company has not accepted any deposits from public and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the balance sheet.

17. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREX EARNING AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134 (3) (m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as "**Annexure A**".

18. RISK MANAGEMENT

Periodic assessments to identify the risk areas are carried out and management is briefed on the risks in advance to enable the company to control risk through a properly defined plan. The risks are classified as financial risks, operational risks and market risks. The risks are taken into account while preparing the annual business plan for the year. The Board is also periodically informed of the business risks and the actions taken to manage them. The Company has formulated a policy for Risk management with the following objectives:

- Provide an overview of the principles of risk management
- Explain approach adopted by the Company for risk management
- Define the organizational structure for effective risk management
- Develop a “risk” culture that encourages all employees to identify risks and associated opportunities and to respond to them with effective actions.

19. ANNUAL REVALUATION

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board’s functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department.

20. POLICY ON DIRECTORS’ APPOINTMENT AND REMUNERATION

The current policy is to have an appropriate mix of executive, non-executive and independent directors to maintain the independence of the Board, and separate its functions of governance and management. As of March 31, 2021, the Board had 6 members, two of whom are executive directors, one of whom is a non-executive and woman director and three independent directors. The details of Board and committee composition, tenure of directors, areas of expertise and other details are available in the corporate governance report that forms part of this Annual Report. The policy of the Company on directors’ appointment and remuneration, including the criteria for determining qualifications, positive attributes, independence of a director and other matters, as required under Sub-section (3) of Section 178 of the Companies Act, 2013, is available on our website, at <https://www.ecoboard.in/investor-relations>.

We affirm that the remuneration paid to the directors is as per the terms laid out in the Nomination and Remuneration Policy of the Company.

21. INDEPENDENT DIRECTORS AND DECLARATION

Composition of the independent director is in compliance with the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he / she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of the Listing Regulations.

22. FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS

All new independent directors inducted into the Board attend an orientation program. The details of the training and familiarization program are provided in the Corporate Governance report. Further, at the time of the appointment of an independent director, the Company issues a formal letter of appointment outlining his / her role, function, duties and responsibilities. The policy related to familiarization of Independent Director is available on our website, at <https://www.ecoboard.in/investor-relations>.

23. DIRECTORS AND KMP

Mr. P. V. V. Rama Raju (DIN – 07464714), was re-designated/ re-appointed as an independent director for the second term of next five years effective from 14th November, 2020 up to 14th November, 2025 (both days inclusive), as per the provisions of Section 149 of the Companies Act, 2013. His office of directorship is due for retirement in November 2020. Based on the recommendation of the nomination and remuneration committee and after taking into account the performance

The details of Appointment, re-appointment and retiring by rotation of Directors and Key Managerial Personnel (KMP) are included in Corporate Governance Report, and forms part of the board's report as "**Annexure B**".

24. COMMITTEES OF THE BOARD

As on 31st March, 2021, the Board had three committees: the audit committee, the nomination and remuneration committee, and the stakeholder's relationship committee. A majority of the committees consists entirely of independent directors. The Board, at its meeting held on 14th April, 2021, instituted the Environment, Social and Governance (ESG) committee. The committee consists entirely of independent directors. During the year, all recommendations made by the committees were approved by the Board. A detailed note on the composition of the Board and its committees is provided in the Corporate Governance Report.

25. CODE OF CONDUCT

i. Code of Conduct for Director and Senior Management of the Company: The Company has adopted the Code of Conduct for the Directors and Senior Management of the Company. All Board Members and Senior Management Personnel have affirmed compliance with the code as on March, 2015.

ii. Code of Conduct for prevention of Insider Trading: The Company has its own Code of Conduct for Prevention of Insider Trading which has now been amended according to the SEBI (Prohibition of Insider Trading) Regulations, 2015.

26. INTERNAL FINANCIAL CONTROL AND ITS ADEQUACY

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of fraud, error reporting mechanisms, accuracy and completeness of the accounting records, and timely preparation of reliable financial disclosures. For more details, refer to the 'Internal control systems and their adequacy' section in the Management's discussion and analysis, which forms part of this Annual Report.

27. CORPORATE GOVERNANCE

As the listed Company, necessary measures are taken to comply with provisions of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The Report on Corporate Governance along with the certificate as stipulated confirming compliance with the conditions of Corporate Governance, the Managing Director's declaration as stipulated under the aforesaid Clause, Regulation and pursuant to Regulation 34 of the listing Regulations, Management Discussion and Analysis Report forms part of Annual Report.

28. EXTRACT OF ANNUAL RETURN IN FORM MGT-9

The details forming part of the extract of the Annual Return in form MGT-9 is uploaded in Company's website. The link of annual report as per the Companies Amendment Act, 2017 is www.ecoboard.in and in accordance with the Companies Act, 2013, the annual return in the prescribed format is available at <https://www.ecoboard.in/investor-relations>.

29. GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items since there were no transactions in these matters and/or they are not applicable to the Company during the year under review:

1. Details relating to deposits covered under Chapter V of the Act.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company under ESOS.
4. No significant or material orders were passed by the Regulators / Courts or Tribunals which would impact the going concern status of the Company and its future operations.

5. No fraud has been reported by the Auditors to the Audit Committee or the Board.

30. SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards on Board Meetings (SS-1) and on General Meetings (SS-2) have been duly followed by the Company. Also, Company complies with all applicable secretarial standards issued by the Institute of Company Secretaries of India.

31. LISTING ON STOCK EXCHANGES

The Company's shares are listed on Bombay Stock Exchange of India Limited (BSE Limited).

32. SHARE CAPITAL

The Paid up capital of the company is Rs.17,83,20,000. The Company issued Rs. Nil Equity Shares either with or without differential rights during the F.Y. 2020-2021 and hence, the disclosure requirements under section 43 and Rule 4 (4) of the Companies (Share Capital and Debentures) Rules, 2014 is not applicable.

33. COMPENSATION AND DISCLOSURE ANALYSIS

The Companies Act, listing Regulations through various provisions require disclosure and analysis on executive, director's, KMP's and other employees' compensation. The said information forms part of board's report annexed herewith as "Annexure B".

34. RELATED PARTY TRANSACTIONS

Related party disclosures pursuant to sub-section (1) of section 188 of the Companies Act, 2013 are forming part of the Board report and is annexed herewith as "Annexure C".

35. STATUTORY AUDITORS

Under Section 139 of the Companies Act, 2013 and the Rules made there under, it is mandatory to rotate the statutory auditors on completion of the maximum term permitted under the provisions of Companies Act, 2013. In line with the requirements of the Companies Act, 2013, Company's Auditors, M/s B. M. Chaturvedi & Co., Chartered Accountants, Mumbai, (Firm Registration No. 114317W) was appointed as the statutory auditors of the Company, to hold office for the period of five consecutive years i.e. 01.04.2017 to 31.03.2022 i.e., till the conclusion of the 31st AGM to be held in 2022. The requirement for the annual ratification of auditors' appointment at the AGM has been omitted pursuant to Companies (Amendment) Act, 2017, notified on May 7, 2018. Therefore, now the ratification of the appointment of the Statutory Auditors at every Annual General Meeting is not required.

36. SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. S. R. Siddheshwar & Co., Pune, a firm of Company Secretaries in Practice, to undertake the Secretarial Audit of the Company. Secretarial Audit Report for the financial year 31st March, 2021 is annexed herewith as “**Annexure D**” in FORM MR-3.

37. COMMENTS ON OBSERVATIONS ON SECRETARIAL AUDIT REPORT

The observation and qualification is annexed with as “**Annexure D**”.

38. REPORTING OF FRAUDS BY AUDITORS

During the year under review, neither the statutory auditors nor the secretarial auditor has reported to the audit committee, under Section 143 (12) of the Companies Act, 2013, any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in the Board’s report.

39. AUDIT REPORTS AND AUDITORS AUDIT REPORTS

- The Auditors’ Report for fiscal 2021 along with any qualification, reservation or adverse remark is enclosed with the financial statements in this Annual Report.
- The Auditor’s certificate confirming compliance with conditions of corporate governance as stipulated under Listing Regulations, for fiscal 2021 is enclosed as “**Annexure E**” to the Board’s report.

40. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

Following are the material changes and commitments, affecting the financial position of the Company which occurred during between the end of the financial year to which the financial statements relate and the date of this report:

Compulsory Acquisition of Land situated at Velapur District Malshiras by National highway Authority during FY 2020-21

During the year National highway Authority has acquired 7 Acres 83 R of Company land situated at Velapur, Maharashtra for road widening purpose. Company is awarded compensation of Rs 1643.23 lakh which is tax free as per CBDT Circular. Same is shown under exceptional item. Company has received Rs 793.58 lakh during the year. Company has written off Rs 195.88 lakh being, book value of land acquired by National Highway Authority which is also shown under exceptional item.

Sale of land and building at Jambhulwadi

During the previous year 2019-20 Company has sold its land and buildings at Jambhulwadi and has booked Profit of Rs 833.52 lakh on the said transaction same was shown under exceptional items. Company has also sold its office in the previous year 2019-20, the Company is able to successfully complete sale of its land and buildings at Jambhulwadi on

19th July, 2019 situated at Pune and has booked profit of Rs 244.78 lakh on the said transaction. Same was also shown under exceptional item.

Company has obtained Shareholders approval in the Annual General Meeting held on 27th September, 2019 for sale of part of excess land admeasuring about 40 acres (Non-core assets) of the Company situated at Velapur, Maharashtra. Accordingly, carrying cost of land is shown as "Assets held for sale" as per Ind AS 105. Sale transaction is awaiting bank's approval.

One Time Settlement to Bank of Maharashtra

During the previous year 2019-20 Company has made One Time Settlement of its dues under Maha Riyayat Scheme of the Bank of Maharashtra. Company made payment of Rs. 54.50 lakhs over and above the principal amount of dues to the bank as per the terms agreed with the bank. Company has written back its interest liability of Rs 704.94 lakh. The same is shown as exceptional item.

Impact of Covid-19 Pandemic

The outbreak of Covid-19 pandemic has caused partial disruption in business activity of the Company. The manufacturing and sales activities of the company came to complete halt during the months of April and May 2020. Though, in view of need of company's particle boards for quick construction of Covid-19 treatment facilities, manufacturing activity was permitted in the month of May 2020 itself, yet the activity has remained need based due to prevalent pandemic in the area. Sales of products are likely to remain muted for more time. Management has evaluated the impact of this development and is of the view that there may not be a significant risk associated with recoverability of assets and meeting of its liabilities.

41. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS/COURTS/TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND THE COMPANY'S OPERATIONS IN FUTURE

There are no significant material orders passed by the Regulators/ Courts which would impact the going concern status of the Company and its future operations.

42. INFORMATION UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2014

The Company has constituted an internal complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2014. During the year no complaint was filed before the said Committee.

43. ACKNOWLEDGEMENTS AND APPRECIATION

Your Directors take this opportunity to thank the customers, shareholders, suppliers, bankers, business partners/associates, financial institutions and Central and State Governments for their consistent support and encouragement to the Company. I am sure you will join our Directors in conveying our sincere appreciation to all employees of the

Company for their hard work and commitment. Their dedication and competence has ensured that the Company will definitely overcome from such turbulent situation and emerge as significant and leading player in the industry.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

Ramakrishna Raju Guttumukkala
Chairman & Managing Director
DIN: 01516984

Place: Pune

Date: 10th August, 2021

“ANNEXURE A”

TO BOARD’S REPORT CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

[Pursuant to Section 134(3)(m) of The Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014]

1.	(A) Conservation of Energy :	
	(i) the steps taken or impact on : conservation of energy	During the year Your Company had taken various steps to control the power cost in Company.
	(ii) the steps taken by the company for utilizing alternate sources of energy	<ul style="list-style-type: none"> • More LED lights were installed, replacing CFL and filament bulbs. • Belt conveyors are used in Conveying systems to reduce electricity load.
	(iii) the capital investment on energy conservation equipments;	
2.	(B) Technology absorption :	
	(i) the efforts made towards technology absorption and R & D.	“Pre-Engineered Multi-level Buildings”, “Raised Flooring” “Ceiling” and HDUMR grade material of different thicknesses are developed for new segments
	(ii) the benefits derived from technology absorption and R & D like product improvement, cost reduction, product development .	The Company has been able to successfully develop sustainable products using bio-panels for Building materials.
3.	Foreign Exchange Earnings & Outgo:	
	Activities relating to exports initiative taken for exports, development of new export markets for products and services.	N.A
	Total Foreign exchange used	N.A
1	Raw Material	Rs. Nil
2	Capital Equipment (Including Advance)	Rs. Nil
3	Stores & Spares	Rs. Nil
4	Foreign travel & other expenditure	Rs. Nil
5	Royalty & Consultancy fees	Rs. Nil
6	Earned Deemed Export	Rs. Nil

"Annexure B"

DIRECTOR REMUNERATION

Disclosure in Board's Report:-

1) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year :-

-Median Remuneration of the employees of the company for the financial year is **Rs. 1.58 Lac/-**

Sr. No	Name of the Director	Ratio of remuneration to the median remuneration of the employees
1	Mr. G. R. K. Raju	9.63
2	Mr. G. P. K. Raju	9.08

2) The percentage increase in remuneration of each director, CFO, CS in financial year:-

Sr. No	Name of the Director	Ratio of remuneration to the median remuneration of the employees
1	Mr. G. R. K. Raju	-
2	Mr. G. P. K. Raju	-
3	Mr. Shilpa Soni*	-

*Appointed w.e.f. December 03, 2020.

3) The percentage increase in the median remuneration of employees in the financial year:- NIL

4) Comparison of the remuneration of the KMP against the performance of the company:-

5) - It is commensurate with the turnover and profits of the Company and performance of the individual.

6) The Number of permanent employees on the rolls of the Company: 56

7) Comparison of each remuneration of KMP against the performance of the company

8) Key parameters for any variable component of remuneration availed by the directors

9) There are no employees getting remuneration higher than that of the MD. Similarly there is no employee getting remuneration exceeding Rs. 60 lakhs in the aggregate during the financial year ended on 31st March, 2021.

10) The Nomination and Remuneration committee and the board of directors affirm that the remuneration is as per the remuneration policy of the company.

For Ecoboard Industries Limited

Sd/-

Ramakrishna Raju Guttumukkala

Chairman & Managing Director

DIN: 00842835

Place: Pune

Date: 10th August, 2021

"Annexure C"
Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

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

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

There were no transactions entered by the Company with its related party which are not at arm's length.

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

Sr. No.	Name of Related Party	Nature of Relationship	Duration of Contract	Salient terms	Date of approval by the Board	Amount paid as advances	Transaction during the year Amount (Rs.)
1	Mr. Ramakrishna Raju Gottumukkala	Chairman & Managing Director		Deposit Repaid			3,67,184/-
2	Mr. Praveen Kumar Raju Gottumukkala	Executive Director		Deposit Outstanding			12,17,78,693/-
3	Mr. Ramakrishna Raju Gottumukkala	Chairman & Managing Director		Deposit Outstanding			10,52,37,924/-
4	Mrs. Indukari Sujani	Daughter Of Mr. Ramakrishna Raju Gottumukkala and Non-Executive Director		Deposit Outstanding			1,24,27,123/-
5	Mr. V. S. Raju	Ex-chairman		Deposit Outstanding			1,46,82,948/-
5	Mr. Praveen Kumar Raju Gottumukkala	Executive Director		Remuneration Paid			14,33,100/-

6	Mr. Ramakrishna Raju Gottumukkala	Chairman & Managing Director		Remuneration Paid			15,19,800/-
7	Mr. Praveen Kumar Raju Gottumukkala	Executive Director		Contribution to PF			9,000/-
	Mr. Ramakrishna Raju Gottumukkala	Chairman & Managing Director		Contribution to PF			7,200/-
8	Mrs. Indukari Sujani	Daughter Of Mr. Ramakrishna Raju Gottumukkala and Non-Executive Director		Rent Paid for Hyderabad branch office			4,50,000/-
9	Mrs. Indukari Sujani	Daughter Of Mr. Ramakrishna Raju Gottumukkala and Non-Executive Director		Rent Deposit given			3,60,000/-
10	Mr. Praveen Kumar Raju Gottumukkala	Executive Director		Reimbursement of office maintenance expenses			1,96,000/-
12	Western Bio Systems India Pvt. Ltd.	Associate Company		Purchases of goods			87,12,190/-
13	Vessar Furnitek Pvt. Ltd.	Associate Company		Purchases of goods			4,90,000/-
15	Western Bio Systems India Pvt. Ltd.	Associate Company		Labour Charges Paid			24,50,000/-
16	Western Bio System Pvt. Ltd.	Associate Company		Interest Paid			56,14,373/-

19	Supra Investment Pvt. Ltd	Associate Company		Advance against Land Sale			10,85,00,000/-
21	Western Bio System Pvt. Ltd.	Associate Company		Repayment of inter corporate deposit			85,01,000/-
22	Vesar Furnitek Pvt. Ltd.	Associate Company		Repayment of inter corporate deposit			39,85,000/-
23	Supra Investment Pvt. Ltd	Associate Company		Repayment of inter corporate deposit			13,70,19,783/-
27	Western Bio System Pvt. Ltd.	Associate Company		Inter corporate deposit outstanding			5,19,79,736/-

Advantages by dealing with Western Bio System India Pvt. Ltd. Are

- **Cost reduction:** Greater control on the inputs processing by the contractee party thereby ensuring cost reduction.
- **In-time delivery:** To ensure timely supplies of materials thereby ensure smooth production flow.
- **Flexibility:** To ensure flexibility in production system, thereby maximizing the sales.
- **Locational Advantages:** To ensure that the supplies are located close to the works thereby ensuring faster delivery.

Advantages by dealing with VESAR FURNITEK PVT. LTD. Are

- **Cost reduction:** Greater control on the inputs processing by the contractee party thereby ensuring cost reduction.
- **In-time delivery:** To ensure timely supplies of materials thereby ensure smooth production flow.
- **Flexibility:** To ensure flexibility in production system, thereby maximizing the sales.
- **Locational Advantages:** To ensure that the supplies are located close to the works thereby ensuring faster delivery.

For Ecoboard Industries Limited

Sd/-

Rama Krishna Raju Guttumukkala
Chairman & Managing Director
DIN: 01516984

Place: Pune

Date: 10th August, 2021

“Annexure D”

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

[Pursuant to Section 204(1) of the Companies Act, 2013 and
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

FOR THE YEAR ENDED ON 31st MARCH, 2021

To,
The Members,
ECOBOARD INDUSTRIES LIMITED
65/1A, ECOHOUSE, AKRSHAK BUILDING, OPP. NAL STOP,
KARVE ROAD, PUNE 411004

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ECOBOARD INDUSTRIES LIMITED** (L24239MH1991PLC064087) (hereinafter called the “Company”). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Management’s Responsibility

Management is responsible for the preparation and filing of all the forms, returns, documents for the compliances under the Companies Act, 2013, regulations laid down by Securities and Exchange Board of India, Environment (Protection) Act, 1986 and Rules made there under listed hereinafter, and to ensure that they are free from material non-compliance, whether due to fraud or error.

Secretarial Auditor’s Responsibility

Secretarial Audit is a process of verification of records and documents on sample test basis to check compliance with the provisions of laws and rules/procedures under the Companies Act, 2013, regulations laid down by Securities and Exchange Board of India, Environment (Protection) Act 1986 and Rules made there under listed hereinafter. The procedure for secretarial audit is selected on the secretarial auditor’s judgment, including the assessment of the risks of material non-compliance of the documents filed. In making those risks assessments, the secretarial auditor considers internal control relevant to the Company’s preparation and fair presentation of the documents in order to design secretarial audit procedures that are appropriate in the circumstances. My responsibility is to express an opinion on the secretarial compliances of the aforesaid laws done by the Company on the basis of our audit. I have conducted my audit solely on the basis of the compliances and filing done by the Company under the aforesaid laws. Based on my verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March 2021 complied with the statutory provisions listed hereunder and also as

represented to me by the management of the company, that the Company has proper Board-processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2021 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. 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 (Listing Obligations and Disclosure Requirements) Regulations 2015;
 - b. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 (Not applicable to the Company during the Audit Period)
 - c. The erstwhile Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during the Audit Period);
 - e. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014. (Not applicable **to the Company during the Audit Period**);
 - f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (**Not applicable to the Company during the Audit Period**);
 - g. 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;
 - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (**Not applicable to the Company during the Audit Period**);and

- i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the Audit Period).**
- vi. I further report that having regards to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, the Company has complied with the following laws applicable specifically to the Company:
 - a. Maharashtra Prevention of Water Pollution Act, 1969
 - b. The Air (Prevention and Control of Pollution) Act, 1981
 - c. The Legal Metrology Act, 2009

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India. Secretarial Standards have been approved by the Government of India for implementation during the financial year 2015-16, updated time to time. Hence the current Para is applicable for the year under audit.
- ii. The erstwhile Listing Agreement entered into by the Company with stock exchanges and The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 notified with effect from 1st December 2015 and amended time to time.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except the observations/ qualifications mentioned in **Annexure I**.

I further report that

The Board of Directors of the Company is duly constituted with optimum balance of Executive Directors, Non- Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notices were given to all directors to schedule the Board Meetings, agenda and notes to agenda were sent at-least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions/major decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be, while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the company has not taken any action/events having major bearing on the company's affairs.

FOR S. R. SIDDHESHWAR & CO.
Company Secretaries

Sd/-
SAMEER SIDDHESHWAR
Proprietor
FCS: 11189
CP: 15564
UDIN: F011189C000718313

Date: 31st July, 2021
Place: Pune

ANNEXURE I

OBSERVATIONS/QUALIFICATION, RESERVATION OR ADVERSE REMARKS
FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2021

COMPANIES ACT, 2013 AND RULES MADE THEREUNDER

SR. NO	QUALIFICATIONS/OBSERVATIONS BY SECRETARIAL AUDITOR	COMMENTS BY THE BOARD OF DIRECTORS
1.	Company has not filed Form MGT-14, as required under Section 117 of the Companies Act, 2013, for June and September 2020 Quarter.	The company is always regular in filing all the forms within the prescribed time limit. As per Rule 8 of Companies (Meeting of Board and its Powers) Amendment Rules, 2015 dated 18th March, 2015, the requirement for filing MGT-14 has been done away with and company does not require filing MGT-14 in this regard. Thus, company has complied with the Section 117 of the Companies Act, 2013.

SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS,
2015

Sr. No.	QUALIFICATIONS/OBSERVATIONS BY SECRETARIAL AUDITOR	COMMENTS BY THE BOARD OF DIRECTORS
1.	Company has not intimated appointment of CS Satish Deshmukh as a compliance officer to stock exchange in the Month of June 2020.	Company appointed Mr. Satish Deshmukh as a Company Secretary and Compliance officer of the Company w.e.f. June 19, 2020 amid Covid-19 pandemic situation and due to medical emergency and nationwide lockdown he returned to his native place (Mumbai) and as a compliance officer of the Company was not present, Company could not able to fulfil the requirement of the law to intimate.
2.	No disclosure for half year ended on September-2020 of related party transactions were made on a consolidated basis to stock exchange.	The company is always punctual in submissions to the stock exchange, the said compliance was missed out inadvertently due to compliance officer fell sick due to COVID 19 flu and the same has been complied within 38 days on 20 th Jan 2021.
3.	Company has not given prior intimation for the quarter ended September 2020 for meeting of the board of directors in which proposal is due to be considered for financial	Prior intimation of the Board Meeting held on 13 th November, 2020 has been made to the exchange within due time, dated November 8, 2020 at 11:29 PM. However due to clerical mistake, it was

	results.	inadvertently written as “Board Meeting Intimation for Meeting of the Board of Directors of the Company is Scheduled to be held on Friday, November 07, 2020 at 11.00 A.M. to Inter —Alia Consider, Approve and Adopt the Unaudited Financial Results for The Quarter Ended September 30, 2020”
4.	Company has not published the information in the newspaper as prescribed in the regulation except for notice of board meeting held on 13th February, 2021 & for the financial results for the quarter ending on 31st December, 2020.	The company strives to comply with all applicable laws and always punctual in submissions to the stock exchange, the said compliances were missed out inadvertently. However, the company has no specific intentions for the said delay and complied with them within due time.
5.	There are some instances of slight delay in various intimations required under LODR Regulations which are already covered in Report given under Regulation 24A.	The company strives to comply with all applicable laws and always punctual in submissions to the stock exchange, the said compliances were missed out inadvertently. However, the company has no specific intentions for the said delay and complied with them within due time.

ANNEXURE II

To,
The Members,
ECOBOARD INDUSTRIES LIMITED
65/1A, ECOHOUSE, AKRSHAK BUILDING,
OPP. NAL STOP, KARVE ROAD,
PUNE 411004

Our report of even date is to be read along with this letter.

Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices were followed provide a reasonable basis for our opinion.

We have not verified the correctness and appropriateness of financial records and books of account of the company.

Wherever required we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

The compliance of the provisions of the corporate and other applicable laws, rules, regulations, standards is the responsibility of the management our examination was limited to verification of the procedures on test basis.

The secretarial Audit report is neither an assurance as to the future viability of the Company nor of efficiency or effectiveness with which the management has conducted the affairs of the company.

FOR S. R. SIDDHESHWAR & CO.
Company Secretaries

Sd/-
SAMEER SIDDHESHWAR
Proprietor
FCS: 11189
CP: 15564
UDIN: F011189C000718313

Date: 31st July, 2021
Place: Pune

ANNEXURE TO BOARDS' REPORT

A. MANAGEMENT DISCUSSION AND ANALYSIS

About the company

Ecoboard Industries Limited 'the Company' was incorporated in India on 20th November, 1991 with objective to serve "Mother Earth" through it's both divisions:

- a. **EcoBuild:** Sustainable Building Materials & Products using Natural Fibers extracted from Agro-waste
- b. **EcoEnergy:** Energy from Industrial & Agro-waste using sustainable technologies.

a. EcoBuild Division

Company's EcoBuild Division, marketed in the brand name of "FORSTER" using Ecoboard, are acting as "Carbon Capture Storage" products that are actually enabling positive effect on Climate. Also, it's creating additional income to Farmer; avoid pollution caused from burning Agro-fibers and also saving Forests.

The products include Internal Walls, Internal Ceiling, Doors, Structural Flooring, and Shelves etc.

Manufacturing process of Agro-based Boards/Products :

A lot goes into the process of manufacturing Agro-based "Agro-boards". . Bales of Agro-fibers, received from Agro-based factories are elaborately processed, blended, resin with fibers, machine pressed, screened, layered into sheets, checked and graded to reconfirm quality.

This is followed by a secondary process of decorative covering with textured melamine gas treated design using short cycle laminating process. The end product, manufactured from agro residue such as sugarcane waste, stalk of cotton, *bajra*, *tur*, corn etc. sturdy, durable, easy to maintain, abrasion resistant, eco friendly , moisture resistant, dimensionally stable, termite resistant, fire retardant, and also cost effective.

Manufacturing facilities:

The company has manufacturing facility at heart of Rural India in Solapur District.

The Velapur plant is spread over 40 acres of land and has a production capacity of 36 Lacs m² per annum. Furthermore it has sophisticated and automated plant and machinery imported from Germany and UK.

The case for Ecoboard

Philosophy and Environmental outlook

Ecoboard are made from any form of agricultural waste and converted into good quality Ecoboard/fiber board for application to the doors, office furniture, home furniture, school furniture, wall paneling, commercial buildings, and floors etc. as against the wood based boards use of which has caused enormous depletion of forest cover thus damaging the environment and contributing to adverse climate change.

Risks – Agro-fibre as a raw material

The main risk is of availability of raw material in required quantity and at economic price, agro-fiber is being used captively by the sugar factories for steam generation and for generation of electricity. With a power shortage in Maharashtra State the pressure on sugar factories to generate electricity would be high and to that extent availability of agro-waste and its price would be a constant concern. Today agro-waste in Maharashtra is available for Ecoboard board industry at over Rs. 3300/T excluding landing cost plus GST which is industry irrelevant. It is ironical to note that the by product itself is now available at a higher price than sugar cane where once the disposal of agro-waste itself was a problem. Plywood which is conventionally used is still encouraged and continued by the public at the cost of depleting forest cover and tree resources due to lack of Govt. clear direction despite ban on expansion of plywood industry by the Hon'ble Supreme Court.

Industry synopsis

Over the period globally plywood industry is losing its base and alternative materials are getting used over wood products due to development of a conscious public mind to conserve forest wealth. Industry aims to reduce 50% plywood use in this decade while substituting particle board industry to reach 50% requirement.

Agro residue boards Industry if allowed to survive and sustain, shall help the country encourage to set up at least 1000 units in rural India wherein use of non conventional renewable agri-residues shall replaced wood/tree resources in next 20 years. In addition to serve the environmental cause, the industry supports and encourages rural employment and rural development and brings sizeable revenue to the poor farmers through sale of agro-residue which is otherwise burnt in the field causing enormous carbon emissions.

Risk aversion initiatives

In view of High Agro-waste price your Company has taken up the works of for improving material preparation section of Ecoboard boards of 13.5'x6' size production line. Work on setting up of new production line has been completed Company has developed new products and applications, enabling it to create new markets, building materials made using Gypsum, Cement, Marble etc.

Management decision of Modification of existing line of 13.5'x6' boards resulted in

- a) Reduction in our cost of Production on account of reduction in power consumption by at least 25%.
- b) Reduction in ratio of Raw material consumption and inputs.
- c) Reduction in manpower on account of automation.

Optimal capacity utilization, logistics, connectivity of distribution system by setting up nodal service centers at strategic locations across India and a swift delivery module by maintaining stock of finished goods at centers these are the key elements in our road map for achieving growth targets. The GST implication in near future will further help the Companies growth prospects by easy logistics points in other states.

Trends – technological challenges, new developments

The developed countries like Japan USA had imposed formaldehyde free norms/directions for living environments due to the importance of lowering CO2 emissions and reducing toxicity. Other countries are following with the support of local/national governments.

The production process will have to be in conformity with the ISO 2001 certification norms in future. New techniques are being invented to produce boards which are both fire and water resistance.

The boards are being made are fully (100%) recyclable or reusable to an equal product in order to fulfill the **Cradle to Cradle (C2C)** concept.

With the increasing globalization there is a need to standardize the product at par with the international standards. This would enhance the product life, meet the users need and benefit economically for the user.

Process improvement in par with ISO standards would bring environmental consciousness among the users groups and aid in Internationalization of R & D to in the industries.

Company has already started the process to increase in the revenue by overcoming raw material problems and by adopting new technology which helps to minimize production cost. Your Company is in process of Finalizing the Prospective Buyer to sale out Jambhulwadi plant and sale proceeds for the same shall be utilized to modernize facilities at Velapur plant and to reduce working capital loans.

b. **EcoEnergy:** With technical assistance from Sulzer Chemtech Ltd., Switzerland the company manufacturers waste water treatment plants which handle toxic residues spent wash and effluent of obnoxious nature from distilleries and transform Eco Energy , by product of the treatment process into fuel, i.e., turning waste water to wealth.

Internal Control Systems

Adequate internal control systems are in place in all areas of operation to ensure safeguarding of assets against loss from unauthorized use or disposition and the same are being continually reviewed and strengthened wherever necessary. Such systems have also been developed to ensure adherence to policies and systems and mitigation of the operational risks covering each area under review. The organization is well structured and the policy guidelines are well documented with pre defined authorities. The company has also implemented suitable controls to ensure that all resources are utilized optimally, financial transactions are reported with the accuracy and there is a strict compliance with all applicable laws and regulations.

Corporate Social Responsibility

As a matter of fact there is no formulated written CSR Policy in place. The Board invariably has

- 1) Planted trees as part of Govt. of Maharashtra's drive
- 2) Schools furniture for Government schools
- 3) Medical and Food camps for the annual event "Wari" attended by lakhs of pilgrims.

The Company developed a strategy to provide a roadmap for its CSR activities over the period and after passing of the Companies Act, 2013 in particular, which has become an integral part of our business strategy over a decade or so.

As a good corporate citizen, we recognize and perform the obligations towards our employees, investors, customers, suppliers, competitors and the community as a whole. We believe our reputation, together with the trust and confidence of those with whom we deal, to be one of our most valuable assets. We strongly believe that integrity in dealings with stakeholders is a prerequisite for a successful and sustained business relationship.

Environment

As the products of the Company are eco-friendly and fired by a passion of protecting the environment, the company believes that, by nature, our operations have a minimal impact on the environment. In the course of our operations we seek to identify opportunities to reduce/ keep it at minimum consumption of energy, water and other natural resources. We also strive to re-use and recycle where possible and dispose of non-recyclable items responsibly, thereby minimizing impact on the environment.

Human Resources / Industrial Relations

The Company has a fully functional human resource department taking care of human force in the Company. Company has taken effort for human resource development. Company has arranged various training programs during the year. Company has a proper team for recruitment of employees and keeps compensation structure in line with the market developments.

Financial Performance

Share Capital and Reserves and Surplus

During the year Authorized capital of the Company stands at Rs. 2300 Lacs and Reserves & Surplus of Rs. -270.76/- Lakhs it includes Depreciation on fixed assets whose residual useful life is nil is adjusted against retained earnings as per provisions of Schedule II to the companies Act, 2013. And paid up capital were 1783.20/- Lakhs.

Fixed Assets

During the year, Company has discarded some items of old plant and machinery, electrical installation and factory equipment. Carrying cost of these items at Rs 63.97 lakh has been recognized as expense and The Company has obtained Shareholders approval for sale of part of excess land admeasuring about 40 acres (Non-core asset) of the Company situated at Velapur, Taluka-Malshiras, District- Solapur, and Maharashtra. Accordingly, carrying cost of land- Rs. 1000.12 lakh- is transferred to 'Assets held for sale' as per Ind-AS 105 "Non-current assets held for sale and discontinued operations.", whereas the value of Fixed Assets decreased from Rs. 2,371.89/- Lakhs to Rs 2,090.64/- Lakhs. Conveyance for office building valued Rs. 7.03 lakh is pending execution.

Current Assets Loans and Advances and Current Liabilities and Provisions

Total Loans and advances as at 31st March, 2021 was Rs. 1,230.71 Lakhs. Company has Rs. 1,539.03 Lakhs of Inventories of Raw Material, Stores and packing Material, Finished goods etc.

Other Current Liabilities as at 31.03.2021 were Rs. 1,955.81 Lakhs.

Operational Performance

Particulars	Current Year 2020-21	Previous Year 2019-20
<u>Income:</u>		
Revenue from operations	1,502.07	1,203.73
Other Income	145.94	193.85
Total Income	1,648.01	1,397.58
<u>Expenditure:</u>		
Cost of materials consumed	629.35	674.99
Purchase of Stock-in-Trade	8.59	0.00
Changes in inventories of finished goods, work-in-progress	43.98	(182.61)
	182.87	167.90

Employee benefits expense	297.23	239.13
Finance costs	94.17	94.82
Depreciation	713.54	735.27
Other expenses	1,969.73	1,729.50
	(321.72)	(331.92)
Profit / (Loss) before exceptional items and tax	1,447.35	1,838.55
Add/(Less): Exceptional items	1,125.63	1,506.63
Profit / (Loss) before tax	0.00	0.00
Less: Tax expenses	1,125.63	1,506.63
Profit / (Loss) for the period		
Other Comprehensive Income	20.04	1.96
Items that will not be reclassified into profit or loss	20.04	1.96
Other Comprehensive income for the year (net of tax)	1,145.67	1,508.59
Total comprehensive income for the year		
Earnings / (Loss) per Share (Rs.)		
-Basic	6.42	8.46
-Diluted	6.42	8.46

Cautionary Statements

Statements made in the Management discussion and analysis report describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations may include:

- 1) Supply and demand conditions affecting selling prices, input availability.
- 2) Company's ability to successfully implement Company's strategy, growth and expansion plans and technological initiatives.
- 3) Changes in government policies, changes in political conditions,
- 4) Changes in laws and regulations including tax laws.
- 5) General economic developments and business conditions in India and other countries. Other factors such as litigation and industrial relations.

CORPORATE GOVERNANCE REPORT
(As required under Regulation 34(3) of SEBI (LODR) Regulations 2016)

1. COMPANY'S GOVERNANCE PHILOSOPHY

Corporate Governance safeguards and adds value to the interest of its stakeholder's viz. investors, creditors, customers, employees and Government etc. The company pursues the process of Corporate Governance in compliance with SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and submits a report on the matters mentioned in the said regulation and followed in practice by the Company. The Company remains committed to the core aspects of Corporate Governance, viz. fairness, transparency, accountability and responsibility.

2. POLICIES

In compliance with the requirements of SEBI (LODR) Regulations, 2015 and Companies Act, 2013, Board of Directors of the Company has approved various policies, as detailed herein:

a. Whistle Blower & Vigil Mechanism Policy:-

As per Section 177 of the Companies Act, 2013 and Regulation 22 of SEBI (LODR) Regulations, 2015, a comprehensive Vigil Mechanism Policy has been approved and implemented within the organization. The policy enables the employees and directors to report instances of any unethical act or suspected incidents of fraud or violation of Companies Code of conduct or ethics policy. This Policy (copy of which is uploaded on the website of the Company) safeguards whistleblowers from reprisals or victimization. The web link to the policy is – www.ecoboard.in

b. Code of Conduct

i) Code of Conduct for Director and Senior Management of the Company: The Company has adopted the Code of Conduct for the Directors and Senior Management of the Company. All Board Members and Senior Management Personnel have affirmed compliance with the code as on March, 2014.

ii) Code of Conduct for prevention of Insider Trading: the Company has its own Code of Conduct for Prevention of Insider Trading

c. Related Party Transaction Policy

In compliance with the requirements of Regulation 23 of SEBI(LODR) Regulations, 2015 the Board of Directors of the Company has approved a Related Party Transaction Policy, to facilitate management to report and seek approval for any Related Party Transaction proposed to be entered into by the Company. The web link to the policy is – www.ecoboard.in

d. Policies & Code as per SEBI Insider Trading Regulations

In accordance with SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has formulated and approved (i) an Insider Trading Code to regulate dealing in the securities of the Company by designated persons in compliance with the regulations; and (ii) a Policy for Fair Disclosure of Unpublished Price Sensitive Information.

Ms. Shilpa Soni, Compliance Officer & Company Secretary of the Company was the Compliance officer for the purposes of Insider Trading Code till the date she remains in employment or the Board authorizes any other person for the same.

e. Familiarization Program for Independent Directors

Independent Directors are familiarized with their roles, rights and responsibilities in the Company as well as with the nature of industry and business model of the Company.

3. BOARD OF DIRECTORS

Composition and Category of Directors

The Company has a balanced Board with combination of Executive and Non-Executive Directors to ensure independent functioning and the current composition of the Board is in conformity Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The Board comprises of 3(Three) independent Directors i.e. Directors, who, apart from receiving sitting fees, do not have any other material pecuniary relationship or transactions with the Company, its promoters or its management, which may affect independence of judgment of the Directors.

Composition of the Board and directorship held during the year 2020-21

Name of Director	Category	Relationship between Directors inter-se	Attendance of meeting during 2020-21		*No. of other Directors hip
			Board	Last AGM	
Mr. Ramakrishna Raju Gottumukkala	Managing Director Chairman	Father of :- 1. Mr. Praveen Kumar Raju Gottumukkala 2. Mrs. Venkata Sujani Indukuri	9	Yes	1
Mr. Praveen Kumar Raju Gottumukkala	Executive Director	Son of Mr. Ramakrishna Raju Gottumukkala	9	Yes	0

Mrs. Venkata Sujani Indukuri	Non-Executive Director	Daughter of Mr. Ramakrishna Raju Gottumukkala	9	Yes	0
Mr. Uttam Sampatrao Kadam	Non-Executive & Independent	NA	8	Yes	12
Mr. Siva Sankar Kalive	Non-Executive & Independent	NA	8	Yes	0
Mr. P. V. V. Rama Raju	Non-Executive & Independent	NA	9	Yes	0

* In accordance with Regulation 26 of Listing Regulation, Membership / Chairmanship of only the Audit Committees and the Share Transfer & Shareholders / Investors Grievance Committees of all Public Limited Companies have been considered. None of the Directors serve as members of more than 10 committees or are chairman of more than 5 committees across all the Companies in which they are Directors.

The Board met Nine times during the financial year under review on the following dates:

- | | |
|------------------------------------|------------------------------------|
| 1) 04 th July, 2020 | 2) 30 th July, 2020 |
| 3) 25 th August, 2020 | 4) 11 th Sep, 2020 |
| 5) 15 th Sep, 2020 | 6) 27 th Oct, 2020 |
| 7) 11 th November, 2020 | 8) 03 rd December, 2020 |
| 9) 13 th February, 2021 | |

The maximum time gap between any two meetings was not more than 120 days. The details of familiarization programmes imparted to Independent /directors is disclosed at www.ecoboard.in

Brief Profile of Directors

A brief list of core skill/expertise/competencies as identified by the Board of Directors are as follows:-

Mr. Ramakrishna Raju Gottumukkala – Chairman & Managing Director

Mr. G. R. K. Raju is Managing Director of EIL. He has worked with Chairman V.S. Raju from the beginning of the company and has taken the Company to new heights. He is technocrat with more than 36 years of experience in the field of administration of business affairs and strategic decisions.

He introduced the “CSTR technology” for treating industrial waste, which is adopted by all sugar industries as proven technology. He also actively involved in Eco Energy division to design and implement customized solutions for treating waste in generating energy and power. In Particle Board division, he was instrumental in implementation of world’s largest engineered panel unit facility at Velapur factory. He is also an active member of various social institutions and having good relationship with all sugar factories.

Mr. Praveen Kumar Raju Gottumukkala

He actively involved in Particle Board business as Executive Director from 2010 to till date. He was instrumental in developing new products like HDHMR, Ecodoors, and Zero formaldehyde panels. He played active role machinery up gradation project for Velapur Factory to reduce raw material consumption. He also takes active role in Market research, budgeting and frequently interacts with customers. He has taken over the responsibility of All India Agro Board Association to convince both Central and State Governments to apply lower GST on Agro-Based Panels.

Mr. G. P. K. Raju has completed MBA from Bentley University (Boston) with Distinction. Later, he worked as Analyst at International Data Corporation (IDC) in Boston. He did Masters in Electrical Engineering from Southern Illinois University. and was elected as a Senator for Student Government at SIU.

He likes designing new products. In 2006, He also has developed an electronic product in collaboration with IIT, Hyderabad “e-Stick for Blind” that will enable them to use public transportation like Buses and other. His paper on “Cell Phone for Senior Citizens” has been awarded first prize by IIT, Bombay in 2005.

His other areas of interest include Graphic designing, Photography and participating in Half-marathon, Triathlon and Cycling (He got 2nd position at 100 Km Cycling Race event in Hyderabad, 2015).

Mrs. Sujani V. Indukuri

Mrs. Sujani V. Indukuri is Executive Woman Director on Board. She has MBA and a Graduate Degree in Electronics & Communication.

She has held various executive positions in IT companies. She served as HR Manager at Zensar Technology. Currently, she is involved in various HR and promotional activities in EIL.

Mr. Uttam S. Kadam (Independent Director)

Mr. Uttam S. Kadam is a Chartered Accountant of 1978 batch, has been in practice for more than 35 years specializing in the field of audit, taxation and management consultancy services including corporate finance, re-structuring, acquisition and merger of companies. He also has rich experience in audits of bank branches, stock audits, besides audit of public sector undertakings and companies. He has rich experience and knowledge in handling matters pertaining to Stock Exchange, Reserve Bank of India, Company Law Board, The Securities and Exchange Board of India, Income Tax and various State Government Departments. He has been a technical Director of Pravara Sahakari Bank for a period two terms as Shareholders Director.

He has been Member of Committee of the Institute of Chartered Accountants of India's Ahmednagar Branch on Building.

He has traveled extensively in different parts of the world like European countries, Australia, New Zealand, Hong Kong, Singapore, Thailand, the Middle-east countries for various professional assignments and is conversant with the business/commercial atmosphere in respective areas.

Mr. Siva Sankar Kalive (Independent Director)

Commander Siva Sankar Kalive holds Masters Degrees in Engineering and Business Administration and is also a certified Auditor in ISO 27001 standards from BSI, and also a Diploma in German.

Has extensive and diverse techno functional management and leadership experience. The experience spans across Enterprise Wide Information Modelling and Security Assessment (including a certification in ISMS), B School Management (as Dean, Project Mentor & Faculty), Skills Development (including NSDC programs), Contracting, Legal advisory (including Court matters & Arbitration), Infrastructure (IT & Premises) and Asset Management, HR, and PMO Operations.

Over three decades of cross industry experience spans across the Indian Navy, Defence Research & Development Organization, Manufacturing, Academia and IT & ITES sectors.

Professional Interests include Information Security Management & Consultancy, Large Project Management, Process Excellence and Education. Currently he is a Chief Corporate Development Officer at Global Talent &Track

Mr. P. V. V. Rama Raju (Independent Director)

Founder of Maiwand Bank, P. V. V. Rama Raju has served to several Banks as advisor and manager and revenue advisor to Ministry of Finance (Islamic Republic of Afghanistan). In his past career Mr. Raju held the position of Chief Executive Officer for Maiwand Bank, Chief Financial Officer of Azizi Bank and Manager for Punjab National Bank.

He presently is a Public Finance Management Advisor at UNDP-MoF, Kabul, Afghanistan.

Board Procedure

The Board Meetings of the Company are governed by a structured agenda. The Board Meetings are generally held at the Registered and Corporate office of the Company at Pune. The Company Secretary in consultation with Chairman, and the Managing Director & Chief Financial Officer finalizes the agenda of the Board meetings. All major agenda items, backed up by relevant and comprehensive background information, are sent well in advance of the date of the Board meeting(s) to enable the Board members to take informed decision.

Any Board Member may, in consultation with the Chairman, bring up any matter at the meeting for consideration by the Board. Senior management personnel are invited

from time to time to the Board meetings to make requisite presentations on relevant issues or provide necessary insights into the operations / working of the Company and corporate strategies.

The Board periodically reviews Compliance Reports in respect of various laws and regulations applicable to the Company.

4. BOARD COMMITTEES

Particulars of Meetings of Board Committees held during the year along with details of Director's attendance at such Committee Meeting(s) are detailed herein:

Particulars	*Audit Committee	Nomination & Remuneration Committee	Independent Director Committee	*Stakeholders Relationship Committee
No of Meetings held	5	2	1	1
Directors attendance				
Mr. Uttam Sampatrao Kadam	3	1	1	1
Mr. Siva Sankar Kalive	3	2	1	0
Mr. Ramakrishna Raju Gottumukkala.	4	NA	NA	1
Mr. Veeravenkata Rama Raju Penmetsa	NA	2	1	NA

Note: NA denotes that the director is not a Member of such Committee.

5. DETAILS OF BOARD COMMITTEES ARE AS MENTIONED HEREIN:

a. Audit Committee

Constitution

As at March 31, 2021, the Audit Committee of the Board comprised of three (3) Directors including Mr. Uttam Sampatrao Kadam, Independent Director as Chairperson, Mr. Siva Sankar Kalive, Independent Director and Mr. Ramakrishna Raju Gottumukkala, Managing Director as its Members.

During the year under review, **Five (5)** meetings of the Audit Committee were held on:-

- 1) 30th July, 2020
- 2) 25th August 2020
- 3) 15th September, 2020
- 4) 13th November, 2020
- 5) 13th February, 2021

Terms of reference

The Terms of reference and role of the Audit Committee are as per guidelines set out in Regulation 18 of SEBI (LODR) Regulations 2015 and Section 177 of Companies Act, 2013. The Committee meets periodically and inter alia reviews:

Accounting and financial reporting process of the Company; Audited and Un-audited financial results; Internal Audit reports, risk management policies and reports on internal control system; Discusses the larger issues that are of vital concern to the Company including management information, adequacy of provisions for liabilities and whether the audit tests are appropriate and scientifically carried out in accordance with Company's current business and size of operations; Transactions proposed to be entered into by the Company with related parties and approves such transactions including any subsequent modifications thereto; Functioning of Vigil Mechanism Policy; and Recommends proposals for appointment and remuneration payable to the Statutory Auditor, Internal Auditors and Chief Financial Officer.

The Audit Committee also reviews adequacy of disclosures and compliance with all relevant laws. In addition to these and in compliance with requirements of Listing Regulations, the Audit Committee acts as a link between the statutory and internal auditors and the Board of Directors. It addresses itself to matters pertaining to adequacy of internal controls, reliability of financial statements/others management information.

b. Nomination and Remuneration Committee

Constitution

In compliance with requirements of Regulation 19 of SEBI (LODR) Regulations 2015 and Section 178 of the Companies Act, 2013, during financial year 2020-2021, 'Nomination and Remuneration Committee' which comprises of Mr. Uttam Sampatrao Kadam, Independent Director as Chairperson, Mr. Siva Sankar, Independent Director, Mr. Veeravenkata Rama Raju Penmetsa, Independent Director as its Members.

During the year under review the Committee met Twice on 25th August, 2020 and 13th November, 2020.

Terms of reference

The terms of reference of the Nomination and Remuneration Committee include:

Formulation of guidelines for evaluation of candidature of individuals for nominating and/ or appointing as a Director on the Board including but not limited to recommendation on the optimum size of the Board, age / gender / functional profile, qualification /experience, retirement age, number of terms one individual can serve as Director, suggested focus areas of involvement in the Company, process of determination for evaluation of skill sets, etc.

Formulation of the process for evaluation of functioning of the Board – individually and collectively and making recommendation as to the Board remuneration including the salary and/or commission payable to the Directors;

Recommend nominations / appointments to the Board, including Executive Directors /Independent Directors and suggest the terms of such appointments;

Recommend all elements of remuneration package of Whole-time Directors including Increment / incentives payable to them within the limits approved by the Board /Members;

Performance evaluation criteria for Independent Directors

The performance of Independent Directors has been done on the basis of following criteria by the Board members excluding Independent Directors are as follows:-

- No. of Board meetings attended
- Member of which committee
- No. of committee meetings attended
- Attendance in 29th Annual General meeting
- Attendance in the meeting of Independent Directors, conducted in the F.Y. 2020-2021
- Attended the Familiarization Programmes organized by the company
- Complied with the provisions of the Companies Act, 2013; SEBI (LODR) Regulations, 2015 and any other laws governing them.

Remuneration of Directors

The guiding principle of the remuneration policy of the Company is that the remuneration and other terms of engagement / employment shall be competitive enough to ensure that the Company is in a position to attract, retain and motivate right kind of human resource(s) for achieving the desired growth set by the Company's management year on year thereby creating long-term value for all stakeholders of the Company. An extract of the Remuneration Policy approved by the Nomination & Remuneration Committee of the Board has been included as a part of this Annual report.

Remuneration payable to Executive Directors

Your Board currently comprise of 2 Executive Directors viz. Mr. Ramakrishna Raju Gottumukkala, Managing Director and Mr. Praveen Kumar Raju Gottumukkala, Executive Director.

The details of the remuneration paid to Executive Directors of the Company during the year ended March 31, 2021 is as under:

(Amount in Rs.)

Particulars	Mr. G. R. K. Raju	Mr. G. P. K. Raju
Salary & Allowances	15,19,800/-	14,33,100/-
Perquisites	-	-
Provident Fund Contribution(A)	7,200/-	9,000/-
Professional Tax(B)	2,300/-	2,300/-
(A)+(B)	(9,500/-)	(11,300/-)
Total	15,10,300/-	14,21,800/-

Remuneration payable to Non-Executive Directors

During financial year 2020-21 Non-Executive Directors were paid sitting fee at the rate of Rs. 5,000/- for attending each meeting(s) of the Board and Committees thereof, other than Stakeholders Relationship Committee and Nomination and Remuneration Committee.

The Non-Executive Independent Directors of the Company do not have any other material pecuniary relationships or transactions with the Company or its directors, senior management, subsidiary or associate, other than in normal course of business.

c. Stakeholders Relationship Committee

Constitution

In compliance with Regulation 20 of SEBI (LODR) Regulation 2015 and Section 178 of the Companies Act, 2013, during financial year 2020-21, the 'Stakeholders Relationship Committee', which currently comprise of Mr. U.S. Kadam, Independent Director as Chairperson, Mr. G. R. K. Raju, Managing Director as member and Mr. Siva Sankar Kalive as Member.

Name & Designation of Compliance Officer: Ms. Shilpa Soni, Company Secretary

Details of number of requests received from investors and resolved as on the year ended March 31, 2021, are as under:

S. No.	Nature of Correspondence	Received	Resolved	Pending
	Request			
1	Change of Address	1	1	0
2	Change of status/category	0	0	0

3	Registration of Nomination	1	1	0
4	Registration of NECS/ECS Details	1	1	0
5	Revalidation of warrants/issue of fresh drafts	0	0	0
6	Correction of Name/Address	0	0	0
7	Stop Transfer/Procedure for Duplicate Share Certificate	1	1	0
8	Issue of Duplicate Share Certificate	1	1	0
9	Stop Transfer Removal	0	0	0
10	Procedure for Transmission/ Deletion Transposition	0	0	0
11	Unclaimed share Certificate	0	0	0
12	KYC Registration of PAN/Email/ID/Phone	0	0	0
13	Dematerialization of Shares	0	0	0
14	Stop Transfer and procedure for name deletion	0	0	0
15	Confirmation of details/ Others	1	1	0
	Complaints	0	0	0
	TOTAL Request/ Complaints	6	6	0

So far, zero complaints were received during the year from our shareholders.

During the year under review, 1 (One) meeting of the Stakeholders Relationship Committee were held on:-

- 1) 13th February, 2021

Terms of reference

Terms of reference of the Stakeholders Relationship Committee is to supervise and ensure efficient transfer of equity and preference shares of the Company and proper and timely attendance of investors' grievances. Mr. Satish Kolhe, Company Secretary was the Compliance Officer of the Company till 13th rd November, 2020. Ms. Shilpa Soni is the Compliance Officer w.e.f. 03.12.2020.

The terms of reference of the above Committee are as follows:

- a. To consider and approve transfer / transmission of shares, consolidation / split of share certificates and issuance of duplicate share certificates; etc.
- b. Redressal of shareholders'/investors' complaints relating to transfer, transmission, transposition, splitting, consolidation, dematerialization of shares, non receipt of annual reports etc. As on 31st March 2021, there were no pending requests for transfer of shares as per company's records.

d. Independent Directors Meeting

Constitution

In compliance with Regulation 25 of SEBI (LODR) Regulations 2015 the Independent Directors of the Company met once on 27.03.2021 during the financial year 2020-21.

Terms of reference

The purpose of the above meeting is as follows:

- a. To review the performance of non-independent directors and the Board as a whole,
- b. to review the performance of the Chairman of the company, taking into account the views of executive directors and non-executive directors; and
- c. to assess the quality, quantity and timeliness of flow of information between the company management and the Board.

1. GENERAL MEETINGS

The 30th Annual General Meeting of the Company for the Financial Year 2020-21 will be held on Friday, 03rd September, 2021 at 11.00 a.m. through Video Conferencing/OAVM.

The location, date and time of the Annual General Meetings held during last 3 years along with Special Resolution(s) passed at these meetings are:

Particulars of AGM/EGM for the last three years:-

AGM/ EGM	Date	Time	Venue	Number of special resolutions passed.
27 th	28/09/2018	11.00 A.M.	Hotel Shangrila Gardens, Off Karve Road, Near Nal Stop, Pune – 411 004	2
28 th	27/09/2019	11.00 A.M.	Conference Hall, The President Hotel, 34/11, Erandwane, Prabhat Road, Pune – 411 004.	2
29 th	26/09/2020	11:00 A.M.	Video Conferencing/OAVM	8
EGM				
EGM	29/02/2020	11.00 A.M.	Ecoboard Industries Ltd office located opposite to Nal-Stop Karve Road, Pune	1

All the above resolutions were passed with requisite majority.

No Special resolution was passed through Postal Ballot during the Financial Year 2020-21.

None of the resolutions proposed at the ensuing Annual General Meeting need to be passed by Postal Ballot.

6. DISCLOSURES

The Vigil Mechanism Policy approved by the Board has been implemented and no personnel have been denied access for making disclosure or report under the Policy to the Vigilance Officer and/or Audit Committee.

There are no materially significant related party transactions between the Company and its promoters, directors or key management personnel or their relatives, having any potential conflict with interests of the Company at large. There has not been any non-compliance by the Company and no penalties or strictures imposed by SEBI or Stock Exchanges or any other statutory authority on any matter relating to capital markets, during the last three years.

Means of Communication

The Board of Directors of the Company approves and takes on record the quarterly unaudited financial results and announces the said results to the Stock Exchange Mumbai where the shares of the Company are listed. These quarterly unaudited results were also published in Business Standard (English edition) in Mumbai and in Saamana (Marathi edition) in Pune newspaper in the prescribed format as required by Regulation 47 of SEBI (LODR) Regulation 2015.

Under Regulation 47(1) (a) the listed company has to publish in newspapers a notice as regards the holding of a meeting of the Board for consideration of the financial results. This requirement is being dispensed with vide SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations, 2021 notification dated 05.05.2021 i.e., For Listed entity, Publishing of Newspaper advertisement is not required for the Board Meeting where the Financial Results shall be discussed. Management discussion and analysis report is not required to be published in annual report. The Company followed all statutory norms for dissemination of information in given period.

7. SHAREHOLDER GENERAL INFORMATION:

a. Forthcoming Annual General Meeting:

Date & Time: 03rd September, 2021 at 11.00 a.m.

Venue: Video Conferencing/ OAVM

b. Dates of Book Closure: from 27th August, 2021 to 03rd September, 2021 (both days inclusive)

c. Financial Calendar of the Company relating to future immediate reporting:

The Financial year covers the period from 1st April 2020 to 31st March 2021.

Financial Reporting for:

Quarter ending 30 th June, 2021	By 14 th August, 2021
Half Year ending 30 th September, 2021	By 14 th November, 2021
Quarter ending 31 st December, 2021	By 14 th February, 2022
Year ending 31st March, 2022	By 30 th May, 2022
Annual General Meeting for the year ending March 31, 2021	August/September 2022/any extended period.

d. Face Value of the equity Share: Rs. 10 per share.

e. Dividend Payment Details: N.A.

f. Dividend Payment Date: N.A.

g. Listing on Stock Exchange & Stock Code:

Stock Exchange	Stock Code
BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	523732

Your Company's Equity Shares are listed on BSE Ltd. and the provisions of the Listing Obligation and Disclosures Requirement, Regulations, 2015 have been complied with. The ISIN Number of company on both NSDL & CDSL is INE 866A01016.

h. Share Transfer System

The applications for transfer of shares and other requests from shareholders holding shares in physical form are processed by **M/s Link Intime India Private Limited, Pune**. Share Transfers are registered and returned in the normal course within an average period of 15 days from the date of receipt if the documents are clear in all respects. Requests for dematerialization of shares are processed and confirmation is given to the respective depositories i.e. **National Securities Depository Ltd. (NSDL)** and **Central Depository Services (India) Ltd. (CDSL)** within 15 days. Connectivity with NSDL & CDSL is maintained through **M/s. Link Intime India Private Limited, Pune**. The Board has delegated the power to approve transfers to the Share Transfer, Finance and Investors Grievance Committee.

i. Registrar and Share Transfer Agents:

M/s Link Intime India Private Limited Pune
(Formerly 'Intime Spectrum Registry Limited)
Block NO. 202, 2nd Floor Akshay Complex,
Off Dhole Patil Road Pune – 411 001
Tel.: (020) 26160084, (020) 26163503
Web site: www.linkintime.co.in
Email: pune@linktime.co.in

j. Address for the Correspondence

Registered office & Corporate Office of the Company:
65/1A" Ecohouse" Akarshak Building Opp. Nal Stop,
Off Karve Road, Pune- 411004
Tel: 020-25432345
E-mail: info@ecoboard.in
Website: www.ecoboard.in
Compliance Officer – Ms. Shilpa Soni

k. Bio System Division:

65/1A, ECOHOUSE
"Akarshak Building" Opp Nal Stop
Off Karve Road, Pune- 411004

l. Factory (Particle board division):

Village Velapur, Taluka Malshiras,
Dist-Solapur, Maharashtra

m. Shareholding Pattern as on 31st March 2021

Shareholders	Number of shares held	% Shareholding
Clearing Member	5550	0.03
Other Bodies Corporate	825307	4.63
Foreign Inst. Investor	7800	0.04
Foreign Inst. Banks	1900	0.01
Hindu Undivided Family	265450	1.49
Non Resident Indians	35158	0.20
Non Resident (Non Repatriable)	16139	0.09
Overseas Corporate Bodies	250000	1.40
Persons Acting In Concert	100400	0.56
Public	5366615	30.10
Promoters	10957681	61.45
TOTAL:	17832000	100.00

n. Dematerialization of Shares

The Company has signed agreements with both National Securities Depository Limited (NSDL) and with Central Depository Services (India) Limited (CDSL) by virtue of which, in NSDL: 5435372 Equity Shares and in CDSL 10393827 Equity shares of the Company forming 88.77% of total share capital of the Company, have been dematerialized by on 31st March 2021.

**By Order of the Board of Directors,
FOR ECOBOARD INDUSTRIES LIMITED**

Sd/-

**Ramakrishna Raju Guttumukkala
Managing Director & Chairman
DIN: 01516984**

Place: Pune

Date: 10th August, 2021

"Annexure E"

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

[Under Regulation 34(3) and Schedule V (E) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members of
Ecoboard Industries Limited

We have examined the compliance of conditions of Corporate Governance by Ecoboard Industries Limited (The Company), for the year ended 31st March, 2021, as stipulated in Regulation 34 (3) read with Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to a review of procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and Management, we certify that the company has complied with most of the conditions of corporate governance as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

FOR S. R. SIDDHESHWAR & CO.

Sd/-
CS SAMEER SIDDHESHWAR
Proprietor
FCS: 11189 CP: 15564
UDIN: F011189C000718566

Date: 31st July, 2021
Place: Pune

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
ECOBOARD INDUSTRIES LIMITED
65/1A, Ecohouse, Akrshak Building
Opp. Nal Stop, Karve Road Pune 411004.

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **ECOBOARD INDUSTRIES LIMITED** having CIN L24239MH1991PLC064087 and having registered office at 65/1A, Ecohouse, Akarshak Building Opp. Nal Stop, Karve Road Pune 411004 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company and its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

SR. NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT IN COMPANY
1	Ramakrishna Raju Gottumukkala	01516984	27/06/2003
2	Uttam Sampatrao Kadam	01517289	20/07/1992
3	Venkata Sujani Indukuri	01868347	27/03/2015
4	Praveen Kumar Raju Gottumukkala	05180152	12/11/2011
5	Siva Sankar Kalive	07354617	14/11/2015
6	Veeravenkata Rama Raju Penmetsa	07464714	14/11/2015

Ensuring the eligibility of for the appointment/continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For S. R. Siddheshwar & Co.
Company Secretaries

Sd/-

CS Sameer Siddheshwar
Proprietor
M. No.: F11189
C.P. No.: 15564
UDIN: F011189C000538573

Date: 29th June, 2021
Place: Pune

COMPLIANCE CERTIFICATE

Date: 29-06-2021

To,

The Board of Directors,
Ecoboard Industries Limited
65/1A, 'Akarshak Building', opp. Nal stop,
Karve Road, Pune – 411 004

Subject: Compliance certificate in pursuance to Regulation 17(8) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

Respected Board members,

I have reviewed the financial statements and the cash flow statement for the financial year ended on 31st March 2021 and that to the best of my knowledge and belief, I hereby certify in pursuance to Regulation 17(8) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 that –

- (1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- (2) These statements together present a true and fair view of the affairs of the company and are in compliance with existing accounting standards, applicable laws and regulations.
- (3) The company has not entered into any transactions during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (4) I accept my responsibility for establishing and maintaining internal controls for financial reporting.
- (5) I have indicated significant changes in internal control over financial reporting during the year.

For the Ecoboard Industries Limited

Sd/-

Praveen Kumar Raju Gottumukkala
Chief Financial Officer

DECLARATION – COMPLIANCE WITH THE CODE OF CONDUCT

In accordance with the schedule V of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, I G.R.K. Raju, Managing Director of the Company, hereby declare that the Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct for the year ended 31st March, 2021.

For and On Behalf of Board of Directors

Sd/-

Ramakrishna Raju Gottumukkala
Managing Director
DIN: 01516984
Place: Pune
Date: 10th August, 2021

B. M. CHATURVEDI & CO.

CHARTERED ACCOUNTANTS

32, Jolly Maker Chambers II, Nariman Point, Mumbai - 400 021 Phone: (+9122) 2285 4274/75,
9122836075 Email: office@bmchaturvedi.in

INDEPENDENT AUDITORS' REPORT

To The Members of Ecoboard Industries Limited
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying financial statements of **Ecoboard Industries Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and the notes to standalone financial statements including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ('Ind AS') and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021, and its Profit, total comprehensive income, its cash flows and the changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditors' Responsibility for the Audit of the Standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone 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.

We have determined the matters described below to be the key audit matters to be communicated in our report along with our description of how our audit address the matters.

Key audit matter	How the key audit matter was addressed in our Audit
<p>Trade Receivable</p> <p>Trade receivables, net of impairment allowance, amount to Rs. 629.57 lakh as on 31st March 2021. Impairment provision carried in the books as on 31st March 2021 is Rs. 59.75 lakh.</p> <p>Management judgement is involved in identifying impairment in the value of the receivables as well as in formulating a policy for creating provision against impairment which has adverse effect on the profits of the company.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> • We have performed the following process in relation to management's judgment in identification of impairment of value of receivables and adequacy of impairment provision. <ul style="list-style-type: none"> (i) We have referred to the defined policy stipulating the methodology of making impairment provision in respect of overdue receivable amounts. We have also reviewed age wise analysis in respect of receivables and ensured that the provisioning is made according to such policy. (ii) We have sought information and explanations from management regarding the status of receivables for the purpose of ensuring adequate impairment provision. (iii) We have also tested subsequent collection made from the overdue receivables.

Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis and Board's Report including Annexures to Board's Report (the "annual reports"), but does not include the standalone financial statements and our auditors' report thereon. The reports are expected to be made available to us after the date of this auditors' report.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information in the annual report when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the reports, if we conclude that there is a material misstatement of other information, we are required to communicate those facts to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'. We have nothing to report at this moment in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone 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 Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the

Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Company's Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone 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.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- 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 auditors' report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the said Order.

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

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

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

c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

e) On the basis of the written representations received from the directors as on 31st March 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year ended 31st March, 2021 is in accordance with the provisions of section 197 read with the schedule V to the Act.

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

(i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 38(A)(b) to the financial statements;

(ii) The Company did not have any long-term contracts including derivative contracts that may result in material foreseeable loss.

(iii) Currently there are no amounts held by the Company that are required to be transferred to the Investor Education and Protection Fund hence we do not comment on the same.

For **B. M. CHATURVEDI & CO**
Chartered Accountants
ICAI FRN: 114317W

Place : Mumbai
Date: 29/06/2021

Sd/-
B. M. Chaturvedi
Partner
ICAI M.N.017607
UDIN: 21017607AAAAAG2713

Annexure A to the Independent Auditors' Report

As required under CARO, 2016 and referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our report of even date on the financial statements of Ecoboard Industries Limited for the year ended 31st March 2021.

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of two years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of records of the Company, except one office property situated at Ahmedabad which is yet to be registered in the name of the Company, title deeds of other immovable properties are held in the name of the Company.

2. According to the information given to us, physical verification of inventory was conducted by the management during the year at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on physical verification of inventories.

3. According to the information given to us, the Company has not granted any loans, secured and unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, paragraphs 3(iii)(a),(b) and (c) of the Order are not applicable.

4. The Company has not given loans, investments, guarantees and security. Accordingly, Paragraph 3(iv) of the Order is not applicable.

5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public. The provisions of Sections 73 to 76 of the Companies Act, 2013 and the rules framed thereunder are not applicable.

6. We are informed that the Central Government has not prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the Company's products.

7. (a) According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company is not regular in depositing undisputed statutory dues including Provident Fund, Income-tax, Value Added Tax, Service-tax, Goods and Service tax and other material statutory dues applicable to it and in many cases, payments were made after due dates. According to the information and explanations given to us, Tax deducted at Source of Rs.40.58 lakh, Value Added Tax and Central Sales Tax of Rs. 146.93lakh, Goods and Service tax (reverse charge) of Rs. 17.63 lakh, Provident Fund of Rs. 8.74 lakh, ESIC Rs 0.04 lakh and Profession tax Rs2.42 lakh were in arrears as at 31/03/2021 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, following amounts of duty and taxes were under dispute, hence not paid:

Nature of dues	Period	Amount Rs. in lakhs	Forum where the dispute is pending
Central Excise duty	2003-04	28.45	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2004-05	1.48	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2006-09	0.66	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2006-09	400.13	Commissioner of Central Excise (Appeals)
Central Excise duty	2009-10	6.19	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2008-10	336.98	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2010-13	95.86	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2012-14	57.75	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2012-14	24.91	Commissioner of Central Excise (Appeals)
Central Excise duty	2015-16	79.02	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2004-05	28.35	Custom, Excise & Service Tax Appellate Tribunal
Central Excise duty	2016-18	26.03	Custom, Excise & Service Tax Appellate Tribunal
Central Sales tax	2011-12	61.77	Commissioner of Sales tax (Appeals)
		1147.58	

8. According to the information and explanations given to us by the management, the company has not defaulted in repayment of loans or borrowings to a financial institution, bank or government or dues to debenture holders.

9. According to the information and explanation provided to us, Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.

10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

11. According to the information and explanations given to us and based on our examination of records of the Company, the Company has paid/ provided managerial remuneration during the year in accordance with the provisions of section 197 read with Schedule V to the Companies Act 2013.

12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

13. According to the information and explanations given to us and based on our examination of records of the Company, transactions with related parties are in compliance with Sections 177 and 188 of the Act where applicable, and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

14. According to the information and explanations given to us and based on our examination of records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

15. According to the information and explanations given to us and based on our examination of records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, Paragraph 3(xv) of the Order is not applicable.

16. The Company is not required to register under Section 45-IA of the Reserve Bank of India Act 1934.

For B. M. CHATURVEDI & CO
Chartered Accountants
ICAI FRN: 114317W

Place : Mumbai
Date: 29/06/2021

Sd/-
B. M. Chaturvedi
Partner
ICAI M.N.017607
UDIN: 21017607AAAAAG2713

Annexure B to the Independent Auditors' Report

(Referred to in paragraph 2(f) under "Report on Other Legal and Regulatory Requirements" Section of our report of even date)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of **Ecoboard Industries Limited** ('the Company') as of 31st March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for the establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For **B. M. CHATURVEDI & CO**
Chartered Accountants
ICAI FRN: 114317W

Sd/-
B. M. Chaturvedi
Partner
ICAI M.N.017607
UDIN: 21017607AAAAAG2713

Place : Mumbai
Date: 29/06/2021

ECOBOARD INDUSTRIES LIMITED
BALANCE SHEET AS AT 31ST MARCH 2021

Rs. in Lakh

	Note No.	As at 31st March, 2021	As at 31st March, 2020
ASSETS			
I NON-CURRENT ASSETS			
a. Property, Plant and Equipments	1	2,090.64	2,371.89
b. Intangible assets	1	0.00	0.00
c. Capital work in progress		236.64	236.28
		2,327.28	2,608.17
d. Financial Assets			
(i) Loans and advances	2	60.09	50.24
(ii) Other financial assets	3	15.90	0.00
e. Other non current assets	4	73.50	75.38
		149.49	125.62
		2,476.77	2,733.79
II CURRENT ASSETS			
a. Inventories	5	1,539.03	1,741.55
b. Financial Assets			
(i) Trade receivables	6	629.57	415.31
(ii) Cash and cash equivalent	7	365.29	15.31
(iii) Loans and advances	8	1,230.71	257.36
		2,225.57	687.98
c. Non Current Assets held for sale	9	1,000.12	1,000.12
		4,764.72	3,429.65
		7,241.49	6,163.44
EQUITY AND LIABILITIES			
1 Equity :			
a. Equity Share Capital	10	1,783.20	1,783.20
b. Other Equity	11	(270.76)	(1,416.43)
		1,512.44	366.77
2 Non-current Liabilities			
a. Financial Liabilities			
(i) Borrowings	12	2,137.29	3,002.00
b. Provisions	13	51.42	59.02
c. Other non current liabilities	14	34.84	34.84
		2,223.55	3,095.86
3 Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	15	876.73	1,015.43
(ii) Trade payables	16	657.09	943.23
b. Other current liabilities	17	1,955.81	722.24
c. Provisions	18	15.87	19.91
		3,505.50	2,700.81
		7,241.49	6,163.44
Significant Accounting Policies			
Other Notes on Financial Statements	1 to 45		

As per our report of even date
For **B. M. CHATURVEDI & CO**
Chartered Accountants

Sd/-
B.M. Chaturvedi
Partner
(Firm Regn. No. 114317W; Partner's Membership No. 017607)
Place : Mumbai
Date: 29/06/2021
UDIN:- 21017607AAAAAG2713

Sd/-
G.R.K. Raju
Chairman & Managing Director
DIN:-01516984

Sd/-
Shilpa Soni
Company Secretary
M. No. A59308

Sd/-
G.P.K. Raju
Executive Director & CFO
DIN:-05180152

Sd/-
Shivshankar Kalive
Director
DIN:-07354617

ECOBOARD INDUSTRIES LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2021

		Rs. in Lakh	
	Note No.	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
INCOME :			
Revenue from operations	19	1,502.07	1,203.73
Other income	20	145.94	193.85
Total Income		1,648.01	1,397.58
EXPENDITURE:			
Cost of materials consumed	21	629.35	674.99
Purchase of Stock-in-Trade		8.59	0.00
Changes in inventories of finished goods, work-in-progress	22	43.98	(182.61)
Employee benefits expenses	23	182.87	167.90
Finance costs	24	297.23	239.13
Depreciation	1	94.17	94.82
Other expenses	25	713.54	735.27
		1,969.73	1,729.50
Profit / (Loss) before exceptional items and tax		(321.72)	(331.92)
Add/(Less): Exceptional items (See Note 30, 32 and 33)	26	1,447.35	1,838.55
Profit / (Loss) before tax		1,125.63	1,506.63
Less: Tax expenses			
Current tax		0.00	0.00
Deferred tax		0.00	0.00
Profit / (Loss) for the period		1,125.63	1,506.63
Other Comprehensive Income			
Items that will not be reclassified into profit or loss		20.04	1.96
Income tax relating to items that will not be reclassified into Profit or loss		0.00	0.00
Items that will be reclassified into profit or loss		0.00	0.00
Income tax relating to items that will be reclassified into Profit or loss		0.00	0.00
Other Comprehensive income for the year (net of tax)		20.04	1.96
Total comprehensive income for the year		1,145.67	1,508.59
Earnings / (Loss) per Share (Rs.) - Basic	27		
From Continuing Operations:-			
-Basic		6.42	8.46
-Diluted		6.42	8.46
Significant Accounting Policies			
Other Notes on Financial Statements	1 to 45		

As per our report of even date
For **B. M. CHATURVEDI & CO**
Chartered Accountants

Sd/-
B.M. Chaturvedi
Partner
(Firm Regn. No. 114317W; Partner's Membership No. 017607)
Place : Mumbai
Date: 29/06/2021
UDIN:- 21017607AAAAAG2713

Sd/-
G.R.K. Raju
Chairman & Managing Director
DIN:-01516984

Sd/-
Shilpa Soni
Company Secretary
M. No. A59308

Sd/-
G.P.K. Raju
Executive Director & CFO
DIN:-05180152

Sd/-
Shivshankar Kalive
Directors
DIN:-07354617

ECOBOARD INDUSTRIES LIMITED

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2021

		Rs. in Lakh	
		Year ended 31st March, 2021	Year ended 31st March, 2020
A.	Cash flow from operating activities:		
	Net profit /(Loss) for the year	1,125.63	1,506.63
	<i>Adjustments for non cash expenses :-</i>		
	Depreciation	94.17	94.82
	Other comprehensive income	20.04	1.96
	Bad debts w/off	39.95	414.49
	Allowance for doubtful debts	(40.47)	(354.92)
	Profit on sale of fixed assets	(0.18)	0.00
	Loss of asset on compulsory acquisition of land	195.88	0.00
	Loss on assets discarded	0.00	63.97
	Irrecoverable advances written off	2.12	75.54
	Allowance for doubtful advances	(0.12)	(42.99)
	<i>Adjustment for non operating incomes:-</i>	311.39	252.87
	Interest on compulsory acquisition of land	(129.84)	0.00
	Compensation on compulsory acquisition of land	(1,643.23)	0.00
	Waiver on interest on settlement of bank dues	0.00	(704.94)
	Profit on sale of fixed assets	0.00	(1,078.30)
	<i>Adjustment for expenses considered separately:-</i>		
	Interest expenses	297.23	239.13
	Operating profit before working capital changes	(38.82)	215.39
	<i>Adjustment for changes in working capital:-</i>		
	Change in inventories	202.52	(452.70)
	Change in debtors	(213.74)	51.60
	Change in other receivables	(0.49)	10.12
	Change in trade payables and other liabilities	(184.76)	(505.93)
	Cash generated from operation	(235.29)	(681.52)
	Direct taxes	(3.35)	(2.01)
	Net cash from operating activities... A	(238.64)	(683.53)
B.	Cash flow from investing activities		
	Receipt against sale of assets	0.35	852.99
	Compensation received on compulsory acquisition of Land by National Highways Authority	793.58	0.00
	Advance against sale of property	1,121.25	71.43
	Refund of advance received against sale of property	(0.70)	0.00
	Purchase of fixed assets (including capital work in progress)	(9.33)	(3.46)
	Net cash used in investing activities...B	1,905.15	920.96
C.	Cash flow from financing activities:		
	Bank borrowings for working capital	2.01	(192.55)
	Repayment of bank borrowings for working capital	(169.76)	(753.88)
	Working Capital term loan	200.00	0.00
	Loan from directors	(0.00)	2.90
	Repayment of loan to directors	(3.67)	(0.40)
	Increase in other financial assets	(15.90)	0.00
	Intercompany deposits	405.65	934.11
	Repayment of intercompany deposit	(1,495.05)	0.00
	Interest paid	(239.81)	(293.63)
	Net cash from financing activities...C	(1,316.53)	(303.45)
D.	Net increase/(decrease) in cash & cash equivalents (A+B+C)	349.98	(66.02)
	Cash & cash equivalents -Opening balance	15.31	81.33
	Cash & cash equivalents -Closing balance	365.29	15.31

Note: Figures in bracket represent cash outflow .

As per our report of even date
For **B. M. CHATURVEDI & CO**
Chartered Accountants

Sd/-
B.M. Chaturvedi
Partner
(Firm Regn. No. 114317W; Partner's Membership No. 017607)
Place : Mumbai
Date: 29/06/2021
UDIN:- 21017607AAAAAG2713

Sd/-
G.R.K. Raju
Chairman & Managing Director
DIN:-01516984

Sd/-
Shilpa Soni
Company Secretary
M. No. A59308

Sd/-
G.P.K. Raju
Executive Director & CFO
DIN:-05180152

Sd/-
Shivshankar Kalive
Directors
DIN:-07354617

ECOBOARD INDUSTRIES LIMITED

Statement of Changes in Equity for the period ended 31st March, 2021

A Equity Share Capital		(Rs. In lakh)
Balance as at 1st April, 2019		1,783.20
Paid up Equity Share Capital		0.00
Changes in Equity Share Capital during the year		0.00
Balance as at 31st March 2020		1,783.20
Changes in Equity Share Capital during the year		0.00
Balance as at 31st March, 2021		1,783.20

B Other Equity								(Rs. In lakh)
	Capital reserve	Security premium	General reserve	Amalgamation reserve	IND AS transition reserve	Retained earnings	Total	
Balance as at 1st April, 2019	21.31	2,618.78	2,526.06	0.30	2,540.68	(10,632.15)	(2,925.02)	
Total Comprehensive income for the year	0.00	0.00	0.00	0.00	0.00	1,508.59	1,508.59	
Balance as at 1st April, 2020	21.31	2,618.78	2,526.06	0.30	2,540.68	(9,123.56)	(1,416.43)	
Total Comprehensive income for the year	0.00	0.00	0.00	0.00	0.00	1,145.67	1,145.67	
Balance as at 31st March, 2021	21.31	2,618.78	2,526.06	0.30	2,540.68	(7,977.89)	(270.76)	

As per our report of even date
For **B. M. CHATURVEDI & CO**
Chartered Accountants

Sd/-
B.M. Chaturvedi
Partner
(Firm Regn. No. 114317W; Partner's Membership No. 017607)
Place : Mumbai
Date: 29/06/2021
UDIN:- 21017607AAAAAG2713

Sd/-
G.R.K. Raju
Chairman & Managing Director
DIN:-01516984

Sd/-
Shilpa Soni
Company Secretary
M. No. A59308

Sd/-
G.P.K. Raju
Executive Director & CFO
DIN:-05180152

Sd/-
Shivshankar Kalive
Director
DIN:-07354617

ECOBOARD INDUSTRIES LIMITED

Notes to the Financial Statements for the year ended 31st March, 2021

A Corporate Information:-

Ecoboard Industries Limited 'the Company' was incorporated in India on 20th November, 1991.

Ecoboard is engaged in two business lines- (i) Laminated particle boards made from agri-residues mainly bagasse and (ii) Anaerobic waste water treatment plants for distilleries and other industries.

Company's particle boards, marketed in the brand name of Ecoboard, are 100% wood free and versatile all purpose boards meant to be an alternative to conventional wood based particle boards, plywood and other panel products. It is the first product to be given Eco mark by the Government of India for its eco-friendly properties.

Company has a particle boards manufacturing plant at Velapur in Solapur district in Maharashtra.

B Significant Accounting Policies :

- a) **Basis of preparation of financial statements :** These financial statements have been prepared in accordance with IND-AS as notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013 and Rule 7 of the Companies (Accounts) Rules, 2014 ("Indian GAAP"). Accounting policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the accounting policy hitherto in use. The financial statements have been prepared on accrual basis under historical cost convention except for certain assets and liabilities which have been measured at fair value amount. Company's financial statements are presented in Indian Rupees, and values are rounded to the nearest lakh, except when otherwise indicated.

b) Summary of Significant accounting Policies

i) Use of estimates

The preparation of financial statements in conformity with Ind-AS requires that the management of the company make estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates include useful lives of property, plant and equipment, intangible assets, allowance for doubtful debts/advances, future obligations in respect of retirement benefit plans and fair value measurement etc. Difference, if any, between the actual results and estimates is recognised in the period in which the results are known.

Estimation of uncertainties relating to COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of financial assets, receivables, inventory, advances, property, plant and equipment and liabilities accrued. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information such as our current contract terms, financial strength of partners, future volume estimates from the business etc. The Company has reviewed internal assessment and assumptions used and based on current estimates company expects the carrying amount of these assets will be recovered and liabilities will be paid as and when due or demanded by parties.

ii) Property, Plant and Equipment's (PPE)

Property, Plant and Equipment's are stated at cost, net of recoverable taxes, trade discount and rebate less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any other directly attributable to bringing the assets to its working conditions for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. In case of land, the Company has availed fair value on the date of transition to Ind-AS as deemed cost. Subsequent costs are included in the asset's carrying amount or recognised as separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and cost can be measured reliably.

iii) Depreciation

Depreciation on Property, Plant and Equipment is provided at the rates determined in accordance with the provisions of the Companies Act, 2013. Depreciation on tangible assets is provided on the straight line method as prescribed in Schedule II to the Companies Act, 2013 over the remaining useful life of the assets.

iv) **Lease**

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind-AS 116. Identification of a lease requires significant judgment. The Company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate. The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. In assessing whether the Company is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Company to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Company revises the lease term if there is a change in the non-cancellable period of a lease. The discount rate is generally based on the incremental borrowing rate.

The right-to-use assets are measured at cost less any accumulated depreciation and accumulated impairment losses, if any and are adjusted for any re-measurement of the lease liability.

The right-to-use assets are depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of the asset. Right-to-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the value of right-to-use asset and/or statement of profit and loss depending upon the nature of modification.

The Company has adopted Ind AS 116-Lease with effect from 1st April 2019. The adoption of Ind AS 116 did not have any material impact on the standalone results of the Company.

The Company has elected not to apply the requirements of Ind-AS 116 to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense in the statement of profit and loss.

v) **Finance Cost**

Borrowing costs include exchange rate difference arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowing pending its utilisation for qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the statement of profit and loss for the period for which they are incurred.

vi) **Inventories**

(a) Stocks of raw-materials, packing materials, stores & spares are valued at cost.

(b) Stock of work-in progress is valued at cost.

(c) Finished goods are valued at lower of cost and net realisable value after providing for obsolescence, if any.

Cost of work-in-progress and finished goods comprises of cost of purchase, cost of conversion and other cost including manufacturing overheads net of recoverable taxes incurred in bringing those goods to their respective present location and conditions.

vii) **Impairment**

(i) Financial Assets

The Company assesses at each reporting date as to whether a financial asset or a group of financial assets is impaired. Ind-AS 109 requires expected credit losses to be measured through loss allowance. In determining the ECL allowance for doubtful trade receivables that are due, the Company uses a practical provision matrix that takes into account ageing of receivable and historical credit loss experience and is adjusted for forward looking information. For all other financial assets, expected credit losses are measured at an amount equal to 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

(ii) Non-Financial Assets-Property, Plant and Equipment and Intangible Assets

The Company assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment and Intangible Asset or group of Assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of asset of CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value-in-use. Value-in-use is based on the estimated cash flow, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the asset. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

viii) **Employee Benefits Expenses**

Short Term Employee Benefits

Employee benefits payable wholly within twelve months of rendering of service are classified as short term employee benefits and are recognised in the period in which the employee renders the related service.

Post-Employment Benefits

Defined Contribution Plans

Contribution to Provident fund, which is defined contribution plan, is recognised as an employee benefit expense in the statement of profit and loss in the period in which the contribution is due.

Defined Benefit Plans

The liability in respect of gratuity and other post-employment benefits is determined on actuarial valuation using the projected unit credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The Company presents the above liability/(assets) as current and non-current in the balance sheet as per actuarial valuation by the independent actuary.

Re-measurements, comprising of actuarial gains and losses, the effect of the assets ceiling, excluding, amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with corresponding debit or credit to retained earnings through other comprehensive income (OCI) in the period in which they occur. Re-measurements are not reclassified to the statement of profit and loss in subsequent periods.

ix) **Tax Expenses**

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognised in the statement of profit and loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in equity, in which case, the tax is also recognised in Other Comprehensive Income or Equity.

i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance Sheet date.

ii) Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the assets realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period. Deferred tax represents the effect of temporary difference between carrying amount of assets and liabilities in the financial statement and the corresponding tax base used in the computation of taxable income. Deferred tax liabilities are generally accounted for all taxable temporary differences. Deferred tax asset is recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which such deductible temporary differences can be utilised.

x) **Foreign currency transactions and balances**

Transactions in foreign currency are recorded at exchange rates prevailing at the date of transaction. Exchange difference arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss of the year.

Monetary assets and liabilities denominated in foreign currencies which are outstanding as at reporting period are translated at the closing exchange rates and the resultant exchange differences are recognised in the statement of profit and loss.

Non monetary assets and liabilities denominated in foreign currencies that are measured in terms of historical cost are translated using the exchange rate at the date of transaction.

xi) **Provisions and Contingencies**

A provision is recognised when the company has present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and a reliable estimate can be made of the amount of obligation.

Contingent liability is disclosed in case of

- a present obligation arising from past events, when it is not possible that an outflow of resources will be required to settle the obligation.

- Present obligation arising from past events, when no reliable estimate is possible.

- a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent assets is not recognised in the financial statements. A contingent asset is disclosed, where an inflow of economic benefits is probable.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

xii) **Non current assets held for sale**

Assets held for sale are measured at the lower of carrying amount or fair value less cost to sell. The determination of fair value less cost to sell includes use of the Management's estimates and assumptions. The fair value of assets held for sale has been estimated using valuation techniques (including income-and-market approach) which include unobservable inputs. Non-current assets and disposal group that ceases to be classified under 'Held for Sale' shall be measured at the lower of carrying amount before the non-current asset and disposal group were classified under 'Held for Sale' and its recoverable amount at the date of subsequent decision not to sell. Recoverable amount of assets reclassified from 'Held for Sale' have been estimated using the Management's assumptions which consist of significant unobservable inputs.

xiii) **Revenue recognition**

(i) Revenue from operations

(a) Revenue from sale of products-

Revenue from sale of goods is recognised when the significant risk and reward of ownership have been transferred to the buyer and recovery of consideration is probable.

(b) Revenue from services-

Revenue from rendering of service is recognised in the accounting period in which service is rendered and recovery of consideration is probable.

(c) Revenue from contracts:-

Revenue from Contracts, where the performance obligations are satisfied over time and where there is no uncertainty about measurement or collectability of consideration, is recognised as per percentage-of-completion method. The Company determines the percentage-of-completion on the basis of direct measurement of the value of goods and services transferred to the customer to-date relative to the remaining goods and services promised under the contract.

Revenue in excess of invoicing is classified as 'Contract assets' while invoicing in excess of revenue is classified as 'Contract Liabilities'. Advance payments received from customers for which no services are rendered are shown as 'Advance from customers'.

(d) Other operational revenue represents income earned from the activities incidental to the business and is recognised when the performance obligation is satisfied and right to receive the income is established as per the terms of the contract.

Company presents revenues net of indirect taxes in its statement of profit & loss.

(ii) Other Income:-

(a) Interest income:- Interest income from financial assets is recognised using effective interest rate method.

(b) Dividend income:- Dividend income is recognised when the Company's right to receive the amount has been established.

(c) Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.

xiv) **Exceptional items:-**

An item of income or expense which by its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Company is treated as an exceptional item and disclosed as such in the financial statements.

xv) **De-recognition of financial liabilities:-** The company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the statement of profit and loss.

xvi) **Earnings per share**

Basic earnings per share is computed by dividing profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive securities in any of the years presented.

xvii) **Statement of Cash flows**

Cash flow is reported using the indirect method whereby net profit before tax is adjusted for effects of transaction of a non-cash nature. The cash flow from operating, investing and financing activities of the Company are segregated.

1 : Property, Plant and Equipment

Rs. in Lakh											
Gross Block						Depreciation				Net Block	
Particulars	As at 31.03.20	Addi- tions	Deduc- tions	Assets held for sale	As at 31.03.21	Upto 31.03.20	Written back 20 21	For the Year 20-21	Upto 31.03.21	As at 31.03.21	As at 31.03.20
Tangible Assets											
Freehold land	1,091.88	(0.00)	(195.88)	0.00	896.00	0.00	0.00	0.00	0.00	896.00	1,091.88
Building	967.03	0.37	0.00	0.00	967.40	237.79	0.00	58.85	296.64	670.76	729.24
Plant & machinery	4,631.35	5.93	0.00	0.00	4,637.28	4,123.11	0.00	32.13	4,155.24	482.04	508.24
Electrical installations	287.01	0.00	0.00	0.00	287.01	272.66	0.00	0.00	272.66	14.35	14.35
Furniture & fixtures	104.86	0.09	0.00	0.00	104.95	98.50	0.00	0.29	98.79	6.16	6.36
Equipment	92.46	2.58	0.00	0.00	95.04	74.18	0.00	2.89	77.07	17.97	18.28
Vehicles	65.84	0.00	(3.50)	0.00	62.34	62.63	(3.33)	0.00	59.30	3.04	3.21
Tools & patterns	5.82	0.00	0.00	0.00	5.82	5.49	0.00	0.01	5.50	0.32	0.33
	7,246.25	8.97	(199.38)	0.00	7,055.84	4,874.36	(3.33)	94.17	4,965.20	2,090.64	2,371.89
Intangible Assets											
Computer Software	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GRAND TOTAL :	7,246.25	8.97	(199.38)	0.00	7,055.84	4,874.36	(3.33)	94.17	4,965.20	2,090.64	2,371.89
Previous Year	9,525.08	3.46	(1,282.17)	(1,000.12)	7,246.25	5,997.75	(1,218.21)	94.82	4,874.36	2,371.89	3,527.33

Notes:

(i) Conveyance for office building valued Rs. 7.03 lakh is pending execution.

(ii) Depreciation on tangible assets is provided on the straight line method as prescribed in Schedule II to the Companies Act, 2013 over the remaining useful life of the assets.

(iii) Company has obtained Shareholders approval for sale of part of excess land admeasuring about 40 acres (Non-core asset) of the Company situated at Velapur, Taluka-Malshiras, District-Solapur, Maharashtra. Accordingly, carrying cost of land- Rs. 1000.12 lakh- is transferred to 'Assets held for sale' as per Ind-AS 105 "Non current assets held for sale and discontinued operations."

	Rs. in Lakh	
	As at 31st March, 2021	As at 31st March, 2020
2. Loans & advances- Non-current		
<i>Unsecured considered good</i>		
To director	3.60	3.60
To others	56.49	46.64
	60.09	50.24
<i>Considered doubtful</i>	11.60	11.60
	71.69	61.84
Less: Impairment provision	11.60	11.60
	60.09	50.24
3. Other Financial Assets		
Bank deposit with more than 12 months of maturity	0.00	0.00
Bank deposits held as margin money against bank guarantee and other commitments	15.90	0.00
	15.90	0.00
4. Other Non-current Assets		
<i>Unsecured considered good</i>		
Advances for capital goods	73.50	75.38
	73.50	75.38
5. Inventories		
Stores, spares and consumables	108.82	140.00
Packing material	0.00	0.83
Raw materials	270.27	396.80
Work-in-progress	466.07	416.95
Finished goods	693.87	786.97
	1,539.03	1,741.55
6. Trade Receivables		
<i>Unsecured:-</i>		
Considered good	629.57	415.31
Considered doubtful	59.75	100.22
	689.32	515.53
Less: Allowance for expected credit loss	59.75	100.22
	629.57	415.31
7. Cash and Bank Balance		
<i>Cash and cash equivalents-</i>		
Cash on hand	0.80	2.23
Balances with banks in current account	364.49	6.29
	365.29	8.52
<i>Other bank balances-</i>		
Deposits with banks with maturity less than 12 months	0.00	6.79
	365.29	15.31

	Rs. in Lakh	
	As at 31st March, 2021	As at 31st March, 2020
8. Loans and Advances- Current		
<i>(Unsecured considered good unless otherwise stated)</i>		
Advance for goods		
Considered good	9.86	46.61
Considered doubtful	36.35	37.48
	46.21	84.09
Less: Impairment provision	36.35	37.48
	9.86	46.61
Prepaid expenses	3.42	2.54
Compensation receivable from National Highways Authority	979.48	0.00
Advance income tax	23.57	20.21
<i>Other Advances:</i>		
Considered good	214.38	188.00
Considered doubtful	320.41	320.41
	534.79	508.41
Less: Impairment provision	320.41	320.41
	214.38	188.00
	1,230.71	257.36
9. Non-Current Assets held for Sale	1,000.12	1,000.12
During the financial year ended 31st March 2020, Company has obtained Shareholders' approval in the Annual General Meeting held on 27th September 2019 for sale of part of excess land admeasuring about 40 acres (non-core asset) of the Company situated at Velapur, Taluka-Malshiras, District-Solapur, Maharashtra. The same is classified as held for sale at its carrying amount of Rs 1000.12 lakh. Sale transaction is awaiting bank's approval. Refer Note 31.		

10. Share Capital

		As at 31st March, 2021		As at 31st March, 2020	
			Rs. in Lakh	No. of Shares	Rs. in Lakh
<i>Authorised:</i>	Equity Shares of Rs. 10 each	23,000,000	2,300.00	23,000,000	2,300.00
	Preference Shares of Rs. 100 each	200,000	200.00	200,000	200.00
			2,500.00		2,500.00
<i>Issued:</i>	Equity Shares of Rs. 10 each	17,832,000	1,783.20	17,832,000	1,783.20
	Preference Shares of Rs. 100 each	0	0.00	0	0.00
			1,783.20		1,783.20
<i>Subscribed and paid up:</i>	Equity Shares of Rs. 10 each, fully paid	17,832,000	1,783.20	17,832,000	1,783.20
	Preference Shares of Rs. 100 each	0	0.00	0	0.00
			1,783.20		1,783.20
Total					

Rights, preferences and restrictions attached to shares

The Company has only one class of Equity shares. Each Share has a paid up value of Rs.10/-. Every shareholder is entitled to one vote per share. Each share is entitled to dividend at the rate as may be declared by the Board and approved by the shareholders at the Annual General Meeting.

Details of shareholders holding more than 5% equity shares in the Company:

		As at 31st March, 2021		As at 31st March, 2020	
		No. of Shares	Percentage of holding	No. of Shares	Percentage of holding
1	Jayalakshmi Gottumukkala	3,334,706	18.70%	3,349,135	18.78%
2	Ramakrishna Raju Gottumukkala	2,176,225	12.20%	2,176,225	12.20%
3	Satyavathi Vegesna	1,172,736	6.58%	1,172,736	6.58%
4	Indukuri Venkata Sujani	1,150,029	6.45%	1,170,553	6.56%

	Rs. in Lakh	
	As at 31st March, 2021	As at 31st March, 2020
11. Other Equity		
Capital reserve	21.31	21.31
Amalgamation reserve	0.30	0.30
Securities premium	2,618.78	2,618.78
General reserve	2,526.06	2,526.06
Ind-AS transition reserve	2,540.68	2,540.68
Retained earnings	(7,977.89)	(9,123.56)
	(270.76)	(1,416.43)
12. Long Term Borrowings		
<i>Secured-</i>		
<i>From Bank</i>		
<i>Working Capital Term Loan (UGECL)-Refer Note 29(ii)</i>	172.22	0.00
	172.22	0.00
<i>Unsecured loans:</i>		
Inter-corporate deposits	519.80	1,553.06
From directors	1,445.27	1,448.94
	1,965.07	3,002.00
	2,137.29	3,002.00
No repayment date is stipulated for directors' deposits. However, it is agreed by the directors that the deposits shall not be repayable before 31/03/2022 or during the currency of bank loans whichever is later.		
13. Long Term Provisions		
Provision for employee benefits	51.42	59.02
	51.42	59.02
14. Other Long Term Liabilities		
Trade deposits	34.84	34.84
	34.84	34.84
15. Short Term Borrowings		
<i>Loans repayable on demand (Secured):</i>		
Cash credit facilities from banks- Refer Note 29 (i)	847.68	1,015.43
Working capital term loan from banks- Refer Note 29 (ii)	29.05	0.00
	876.73	1,015.43
16. Trade Payables		
Creditors for goods	657.09	943.23
	657.09	943.23
a) Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management under the MSME Act 2006.		

	Rs. in Lakh	
	As at 31st March, 2021	As at 31st March, 2020
b) MSME Disclosure		
<i>Details of dues to Micro and Small Enterprises as defined under MSME Act, 2006</i>		
i) Principal amount due	50.49	47.70
ii) Interest due on above	9.60	3.42
iii) Amount of interest paid in terms of Section 16 of the Micro, Small and Medium Enterprise Development Act, 2006		
-Principal amount paid beyond due date	0.00	0.00
-Interest paid thereon	0.00	0.00
iv) Amount of interest due and payable for the period of delay	0.00	0.00
v) Amount of interest accrued and remaining unpaid as at the year end	9.60	3.42
vi) Amount of further interest remaining due and payable in the succeeding year	0.00	0.00
17. Other Current Liabilities		
Contract liabilities	138.87	40.50
Advance from customers	43.99	69.49
Other payables	45.28	60.51
Advance against sale of property	1,192.68	72.13
Employees related payables and contributions	222.36	181.39
Other liabilities	312.63	298.22
	1,955.81	722.24
18. Provisions		
Provision for employee benefits	15.87	19.91
	15.87	19.91

	Rs. in Lakh	
	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
19. Revenue from Operations		
Revenue from sale of goods	720.94	676.96
Revenue from contracts	480.14	395.46
Income from services	300.99	131.31
	1,502.07	1,203.73
<i>Out of above:</i>		
Revenue from Particle Board business	818.33	783.37
Revenue from Biogas Systems business	683.74	420.36
20. Other Income- (Non-operating)		
Rent received	1.29	1.29
Sale of scrap	6.57	8.28
Interest received on deposits	2.35	10.39
Interest on late payment of compensation for compulsory acquisition of land	129.84	0.00
Sales tax refund received	0.00	25.61
Consultancy fee received	0.25	0.00
Discount received	0.28	0.00
Dividend received	0.31	0.00
Profit on sale of fixed assets	0.18	0.00
Insurance claim received	0.60	0.00
Miscellaneous Income	1.10	0.08
Excess provision written back	2.92	43.80
Sundry balances written back	0.25	104.40
	145.94	193.85

	Rs. in Lakh	
	For the Year Ended 31st March,2021	For the Year Ended 31st March,2020
21. Cost of Materials		
Opening stock	396.80	104.18
Add: Purchases	502.82	967.61
Less: Sales	0.00	0.00
Less: Closing stock	270.27	396.80
	629.35	674.99
<i>Out of above:</i>		
Bagasse	142.76	276.22
Chemicals	104.38	158.34
Paper	28.96	43.95
Others	353.25	196.48
22. Change in Inventories of finished goods and work-in-progress		
<i>Opening Stock:</i>		
Finished goods	786.97	880.72
Work-in-progress	416.95	140.59
	1,203.92	1,021.31
<i>Closing Stock:</i>		
Finished goods	693.87	786.97
Work-in-progress	466.07	416.95
	1,159.94	1,203.92
(Increase)/decrease in stock	43.98	(182.61)
23. Employee Benefit Expenses		
Salaries, Wages and Bonus	164.08	151.47
Contribution to Provident Fund	5.29	1.60
Gratuity	4.41	5.47
Super-annuation	2.68	2.86
Employees' PF administration charges	0.79	0.20
Workmen & staff welfare expenses	4.31	5.05
Un-availed leave / leave encashment	1.31	1.25
	182.87	167.90
24. Finance Costs		
Interest on working capital finance	131.44	118.51
Exchange rate fluctuation loss/ (gain)	1.85	(5.49)
Others	157.89	117.04
Bank charges	6.05	9.07
	297.23	239.13
25. Other Expenses		
<u>Manufacturing Expenses</u>		
Consumption of stores and spares parts	58.59	51.55
Power and fuel	145.62	158.53
Site and job work expenses	270.74	103.86
Repairs to buildings	0.86	0.44
Repairs to machinery	12.08	3.44
	487.89	317.82

	Rs. in Lakh	
	For the Year Ended 31st March,2021	For the Year Ended 31st March,2020
<u>Administration and Other Charges</u>		
Directors remuneration	29.53	34.74
Directors sitting fees	0.35	0.15
Professional charges	5.39	18.20
Insurance	2.78	3.14
Rates and taxes	9.73	50.87
Rent paid	24.19	9.76
Postage & telephones	2.67	3.10
Travelling and conveyance expenses	26.86	33.39
Security service charges	15.96	10.18
Sundry expenses	48.26	61.34
Donations	0.00	0.17
<u>Payment to Auditors:</u>		
Audit fees	5.50	5.50
Certifications/Others	1.50	1.50
	7.00	7.00
Bad debts written off	39.95	414.49
Less: Amount written back from allowance for expected credit loss	(40.47)	(354.92)
	(0.52)	59.57
Irrecoverable advances written off	2.12	75.54
Less: Amount written back from impairment provision	(0.12)	(43.00)
	2.00	32.54
Loss on assets discarded	0.00	63.97
	174.20	388.12
<u>Sales and Distribution Expenses</u>		
Packing and forwarding expenses	43.70	22.36
Sales expenses	7.75	6.36
Discount and commission	0.00	0.61
	51.45	29.33
	713.54	735.27
26. Exceptional items		
Compensation received on compulsory acquisition of company's land by National Highway Authority.-Refer Note 30	1,643.23	0.00
Book value of land acquired by National Highway Authority written off. -Refer Note 30	(195.88)	0.00
Profit on sale of fixed assets-Refer Note 32	0.00	1,078.30
Interest provision written back on settlement of bank dues (Refer Note 33)	0.00	704.94
Waiver of statutory tax liability under settlement scheme	0.00	55.31
	1,447.35	1,838.55
27. Computation of Earnings per Share (EPS)		
Profit / (Loss) after tax (Rs. in lakhs)	1,145.67	1,508.59
No. of Equity Shares- Weighted average (in lakhs)	178.32	178.32
<u>Earnings per share- (Face value- Rs. 10 per share):-</u>		
Basic (Rs.)	6.42	8.46
Diluted (Rs.)	6.42	8.46

ECOBOARD INDUSTRIES LIMITED

28. Directors of the Company have provided interest free unsecured loans due to the present financial position of the company.

29. Security Clause:

(i) Cash Credit:-

Primary security: Working capital and Bank guarantee facility from a bank are secured by first charge on the Company's current assets, present and future, including stocks, goods in process, goods in transit, receivables and book debts.

The Bank guarantee facility is also secured by counter guarantee of the Company.

Collateral: These loans are further secured by equitable mortgage of immovable properties of the Company situated at village Velapur in district Solapur in Maharashtra.

The above loans are further secured by personal guarantees of some of the Directors of the Company.

(ii) Working Capital Term Loan:-

Working capital term loan from Union Bank of India is given under Union Guarantee Emergency Credit Line Scheme (UGECL)

Primary security : Working Capital Term Loan (UGCL) from Bank is secured by first charge on the Company's current assets, present and future, including stocks, goods in process, goods in transit, receivables and book debts.

Collateral: This loan is further secured by equitable mortgage of immovable properties of the Company situated at village Velapur in district Solapur in Maharashtra.

The above loan given by the bank is for a period of 48 months with 12 months moratorium. WCTL is payable in 36 equal monthly instalments after moratorium.

Maturity profile of Working Capital Term loan from bank is as under:-

Financial Year	Rs./ lakh
2021-22	27.78
2022-23	66.67
2023-24	66.67
2024-25	38.89

30. Compulsory acquisition of Land situated at Velapur District Malshiras

During the year National Highway Authority has acquired 7 Acres 83 R of Company land situated at Velapur , Maharashtra for road widening purpose. Company is awarded compensation of Rs 1643.23 lakh which is tax free as per CBDT Circular. Same is shown under exceptional item. Company has received Rs 793.58 lakh during the year. Company has written off Rs 195.88 lakh being, book value of land acquired by National Highway Authority which is also shown under exceptional item.

31. During the financial year ended 31st March 2020, Company has obtained Shareholders' approval in the Annual General Meeting held on 27th September 2019 for sale of part of excess land admeasuring about 40 acres (non-core asset) of the Company situated at Velapur, Taluka-Malshiras, District-Solapur, Maharashtra.
Accordingly, carrying cost of land is shown as "Assets held for sale" as per Ind-AS 105 "Non-current assets held for sale and discontinued operations." Sale transaction is awaiting bank's approval.

32. During the previous year 2019-20 Company has sold its land and buildings at Jambhulwadi and has booked Profit of Rs 833.52 lakh on the said transaction Same was shown under exceptional items. Company has also sold its office property at Pune during the previous year 2019-20 and has booked profit of Rs 244.78 lakh on the said transactiion. Same was also shown under exceptional item.

33. During the previous year 2019-20 Company has made One Time Settlement of its dues under Maha Riyayat Scheme of the Bank of Maharashtra. Company made payment of Rs. 54.50 lakhs over and above the principal amount of dues to the bank as per the terms agreed with the bank. Company has written back its interest liability of Rs 704.94 lakh. The same is shown as exceptional item.

34. Impact of Covid-19 Pandemic

The outbreak of Covid-19 pandemic has caused partial disruption in business activity of the Company. The manufacturing and sales activities of the company came to complete halt during the months of April and May 2020. Though, in view of need of company's particle boards for quick construction of Covid-19 treatment facilities, manufacturing activity was permitted in the month of May 2020 itself, yet the activity has remained need based due to prevalent pandemic in the area. Sales of products are likely to remain muted for more time. Management has evaluated the impact of this development and is of the view that there may not be a significant risk associated with recoverability of assets and meeting of its liabilities.

35. Performance obligation and remaining performance obligation

	<u>2020-21</u> Rs./ lakh	<u>2019-20</u> Rs./ lakh
a) Contractual revenue recognised	781.13	526.77
b) Disclosure for contracts in progress as at the year end		
i) Aggregate amount of cost incurred	665.55	342.52
ii) Profit recognised (Net of losses recognised)	117.34	29.77
iii) Advance received	17.78	50.00
iv) Retention receivable	0.00	0.00
v) Amount due from customer for contract work	36.69	35.75
vi) Amount due to customer for contract work	138.87	40.50
c) Method used	See Accounting Policy No. (xiii) (c).	

36. Employee Benefits

a) Defined contribution plan

The Company has recognised Rs 7.97 lakh (Previous year Rs 4.46 lakh) towards post employed defined contribution plans comprising of provident fund and superannuation fund in the statement of profit and loss.

b) Defined benefit plan

In accordance with payment of Gratuity Act, 1972, the Company is required to provide post-employment benefit to its employees in the form of Gratuity. Valuation in respect of gratuity liability has been carried out by independent actuary as at the balance sheet date. In accordance with the requirement of Ind-AS, the disclosure relating to the Company's gratuity plan are provided below:-

The changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:-

	<u>2020-21</u> Rs./ lakh	<u>2019-20</u> Rs./ lakh
Present value of obligation as at the beginning of the year	31.32	33.56
Interest cost	2.19	2.27
Current service cost	2.22	3.20
Past service cost	0.00	0.00
Benefits paid (if any)	0.00	(5.31)
Actuarial gain/(loss)	(15.90)	(2.40)
Present value of obligation as at the end of the year	19.83	31.32

The amount recognised in the Balance Sheet is as follows:

Present value of the obligation at the end of the period	19.83	31.32
Fair value of plan assets at the end of period	0.00	0.00
Net liability/(asset) recognised in Balance Sheet and related analysis	19.83	31.32
Funded Status-Surplus/(Deficit)	(19.83)	(31.32)

Amount recognised in the Statement of Profit and Loss

Interest cost	2.19	2.27
Current Service cost	2.22	3.20
Past service cost	0.00	0.00
Expected return on plan asset	0.00	0.00
Expenses recognised in Statement of Profit and Loss	4.41	5.47

Amounts recognised in the statement of other comprehensive income (OCI) are as follows

Cumulative unrecognised Actuarial gain/(loss)-Opening b/f	(2.55)	(0.15)
Actuarial (gain)/loss-obligation	(15.90)	(2.40)
Actuarial (gain)/loss-plan assets	0.00	0.00
Total Actuarial (gain)/loss	(15.90)	(2.40)
Cumulative Actuarial (gain)/loss c/f	(18.45)	(2.55)

Net interest (income)/ cost recognised in Statement of Profit and Loss

Interest cost on defined benefit obligation	2.19	2.27
Interest income on plan assets	0.00	0.00
Net interest cost/(income)	2.19	2.27

Benefits valued

Normal retirement age	58 years
Salary	Last drawn qualifying Salary
Vesting period	5 Years of service
Benefits on normal retirement	15/26 x Salary x Past Service (Years)

Benefits on early exit due to death and disability As above except that no vesting conditions apply

Limit Rs 20.00 lakh

Current liability (Expected pay-out in next year as per Schedule III of Companies Act, 2013]

Current liability	13.60	16.82
Non-current liability	6.23	14.50
Total liability	19.83	31.32

Sensitivity analysis

Significant Actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. The result of sensitivity analysis are given below:-

Defined benefit obligation (base)

Salary	Rs 19.83 lakh	Rs 31.32 lakh
Salary increase rate	7%	7%
Discount rate	7%	6.75%
Liability with X % increase in discount rate	Change 2%	Change 3%
Liability with X % increase in discount rate	Change 2%	Change 3%
Liability with X % increase in salary growth rate	Change 2%	Change 3%
Liability with X % increase in salary growth rate	Change 2%	Change 3%
Liability with X % increase in withdrawal rate	Change 0%	Change 0%
Liability with X % increase in withdrawal rate	Change 0%	Change 0%

C) Other long term benefit plan**Compensated absences**

Valuation in respect of compensated absences has been carried out by independent actuary as at the balance sheet date. In accordance with the standard, the disclosure relating to the Company's compensated absences plan are provided below:-

The changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:-

	<u>2020-21</u> Rs./ lakh	<u>2019-20</u> Rs./ lakh
Present value of obligation as at the beginning of the year	7.02	6.95
Interest cost	0.49	0.46
Current service cost	0.82	0.78
Past service cost	0.00	0.00
Benefits paid (if any)	0.00	(1.61)
Actuarial gain/(loss)	(4.15)	0.44
Present value of obligation as at the end of the year	4.18	7.02

The amount recognised in the Balance Sheet is as follows:

Present value of the obligation at the end of the period	4.18	7.02
Fair value of plan assets at the end of period	0.00	0.00
Net liability/(asset) recognised in Balance Sheet and related analysis	4.18	7.02
Funded Status-Surplus/(Deficit)	(4.18)	(7.02)

Amount recognised in the Statement of Profit and Loss

Interest cost	0.49	0.46
Current Service cost	0.82	0.78
Past service cost	0.00	0.00
Expected return on plan asset	0.00	0.00
Expenses recognised in Statement of Profit and Loss	1.31	1.24

Amounts recognised in the statement of other comprehensive income (OCI) are as follows

Cumulative unrecognised Actuarial gain/(loss)-Opening b/f	0.13	(0.31)
Actuarial (gain)/loss-obligation	(4.15)	0.44
Actuarial (gain)/loss-plan assets	0.00	0.00
Total Actuarial (gain)/loss	(4.15)	0.44
Cumulative Actuarial (gain)/loss c/f	(4.02)	0.13

Benefits valued

Normal retirement age	58 years
Salary	As per Rules of the Company
Benefits on normal retirement	1/30 x Salary x No of Leaves
Benefits on early exit due to death and disability	As above subject to rules of the Company
Limit	As above subject to rules of the Company

Current liability (Expected pay-out in next year as per Schedule III of Companies Act, 2013)

Current liability	2.26	3.09
Non-current liability	1.92	3.93
Total liability	4.18	7.02

Sensitivity analysis

Significant Actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. The result of sensitivity analysis are given below:-

Defined benefit obligation (base)

Salary	Rs. 4.19 lakh	Rs 7.02 lakh
Salary increase rate	7%	7%
Discount rate	7%	6.75%
Liability with X % increase in discount rate	Change 3%	Change 3%
Liability with X % increase in discount rate	Change 3%	Change 4%
Liability with X % increase in salary growth rate	Change 3%	Change 4%
Liability with X % increase in salary growth rate	Change 3%	Change 3%
Liability with X % increase in withdrawal rate	Change 0%	Change 0%
Liability with X % increase in withdrawal rate	Change 0%	Change 0%

37. Income-tax:**(i) Current Tax:**

In view of unabsorbed depreciation and accumulated business losses, the Company does not expect any income-tax liability during the current financial year.

(ii) Deferred Tax:

The Company has deferred tax asset on account of unabsorbed business losses/depreciation/ allowances /impairment provisions as given below. However, management of the Company is not sure that the future taxable profit may be available to set off deferred tax assets due to continuous losses. Accordingly, management of the Company has decided not to recognise deferred tax assets till the time there is reasonable probability of future taxable income.

Break-up of Deferred Tax Assets:

	<u>2020-21</u> Rs./ lakh	<u>2019-20</u> Rs./ lakh
Unabsorbed depreciation	474.14	505.52
Tax losses	1,128.59	1,074.15
Tax allowances u/s 43B/ 40(a)(ia)	213.93	131.68
Allowance for expected credit loss and impairment provision for advances	111.31	122.12
	<u>1,927.97</u>	<u>1,833.47</u>

Significant management judgement has been considered in determining the provision of income tax, deferred tax assets and liabilities and recoverability of deferred tax assets. The recoverability of deferred tax assets is based on estimate of the future taxable income for the period over which deferred tax assets will be recovered.

38. Contingent liabilities and commitments:

	<u>2020-21</u> Rs./ lakh	<u>2019-20</u> Rs./ lakh
A Contingent Liabilities		
a) Letters of credit and bank guarantees outstanding	47.94	19.88
b) Claims against the Company not acknowledged as debt		
(i) Excise duty claims disputed in appeals (excluding interest)	1085.81	1089.89
(ii) MVAT/CST disputed in appeals	61.79	61.79
(iii) Legal case against the company filed by suppliers and traders (excluding interest where the amount is unascertainable)	81.38	81.38
B Commitments		
a) Estimated amount of capital expenditure commitments (net of advances)	841.45	799.25

39. Related party disclosures:

(As required under Accounting Standard Ind-AS 24 on Related Party Disclosures)

(i) List of related parties:

Key management persons.	Mr GRK Raju, Mr GPK Raju and Mrs. I.V.Sujani.
Relatives of key management persons.	Mrs G Jayalakshmi, Mr P Srinivas Raju, Mrs. Sitarama, Mrs. Srilakshmi vegesna Raju, Mr. G.V.S.Raju, Mr. G. S.N.Raju.
Associates- Companies/ firms in which key management persons are having control/ substantial interest.	Vesar Furnitek Pvt Ltd., Venkataa Subbaraju Energy Limited, Vesar Supra Investment Pvt Ltd, Western Bio Systems India Pvt Ltd, Jisnu Infra Ventures Pvt Ltd.

Related party relationships are as identified by the Company and are relied upon by the auditors.

(ii) Related party transactions:

<u>Nature of transaction</u>	2020-21 Rs. in Lakh	2019-20 Rs. in Lakh
<i>Transactions with key management persons-</i>		
Deposits received	0.00	2.90
Deposits repaid	3.67	0.40
Deposit outstanding	1,445.27	1,448.94
Remuneration paid	29.53	34.74
Contribution to PF	0.16	0.00
Directors' sitting fee	0.35	0.15
Sale of fixed assets	0.00	265.70
Rent paid	4.50	4.62
Reimbursement of office maintenance expenses	1.96	1.07
Rent deposits given	3.60	3.60
<i>Transactions with relatives of key management persons-</i>	N.A.	N.A.
<i>Transactions with associates -</i>		
Purchases of goods	87.12	22.87
Purchases of capital assets	4.90	0.00
Labour charges	24.50	28.00
Interest paid	56.14	96.24
Advance taken	62.00	0.00
Advance repaid	62.00	0.00
Advance against land sale	1,085.00	0.00
Inter corporate deposit taken	409.85	934.11
Repayment of inter-corporate deposit	1,495.05	0.00
Inter-corporate deposit outstanding	519.80	1,553.06

40. Segment Results:

The Company has two reportable segments, namely, Particle Boards and Bio Systems. Select financial information relating to these segments is given below.

	2020-21 Rs. in Lakh	2019-20 Rs. in Lakh
<i>Revenue:</i>		
Particle Boards	818.33	783.37
Bio Systems	683.74	420.36
Total	1,502.07	1,203.73
<i>Profit before interest and tax:</i>		
Particle Boards	(115.21)	(249.54)
Bio Systems	90.72	156.75
Others	1,447.35	1,838.55
Total	1,422.86	1,745.76
Less: Interest	297.23	239.13
Profit before tax	1,125.63	1,506.63
<i>Capital employed:</i>		
Segment assets less segment liabilities		
Particle Boards	566.81	(488.14)
Bio Systems	945.63	854.91
Total	1,512.44	366.77

41. Consumption of imported/ indigenous items:

	2020-21		2019-20	
	Rs. in Lakh	% to total	Rs. in Lakh	% to total
<i>Materials-</i>				
Indigenous materials consumed	629.35	100.00%	674.99	100.00%
Imported materials consumed	0.00	0.00%	0.00	0.00%
	<u>629.35</u>		<u>674.99</u>	
<i>Stores & spares-</i>				
Indigenous items consumed	51.00	87.05%	44.17	85.68%
Imported items consumed	7.59	12.95%	7.38	14.32%
	<u>58.59</u>		<u>51.55</u>	

42. CIF Value of Imports:

	2020-21 Rs. in Lakh	2019-20 Rs. in Lakh
Capital goods	0.00	0.00
Consumables and Stores & spares	0.00	0.00
Total	<u>0.00</u>	<u>0.00</u>

43. Earnings and Expenditure in Foreign Currency:

	2020-21 Rs. in Lakh	2019-20 Rs. in Lakh
<u>Earning in foreign currency</u>		
Consultancy charges received	0.00	125.36
<u>Expenditure in foreign currency</u>		
Foreign bank charges	0.00	0.03
Testing charges	0.26	0.00

44. Balances of debtors, advances and creditors are subject to confirmation.

45. Previous year figures are reclassified/ regrouped, where required, to conform with current year presentation.

As per our report of even date

For **B. M. CHATURVEDI & CO**

Chartered Accountants

Sd/-

B.M. Chaturvedi

Partner

(Firm Regn. No. 114317W; Partner's Membership No. 017607)

Place : Mumbai

Date: 29/06/2021

UDIN:- 21017607AAAAAG2713

Sd/-

G.R.K. Raju

Chairman & Managing Director

DIN:-01516984

Sd/-

Shilpa Soni

Company Secretary

M. No. A59308

Sd/-

G.P.K. Raju

Executive Director & CFO

DIN:-05180152

Sd/-

Shivshankar Kalive

Directors

DIN:-07354617