

2021-22

HINDUSTAN CABLES LIMITED



70th Annual Report and Accounts.

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HINDUSTAN CABLES LIMITED

BOARD OF DIRECTORS

Shri K. Mohan	: Chairman and Managing Director
Shri Vivek Narayan	: Director
Shri Madan Pal Singh	: Director
Smt Sushma Batra	: Director

STATUTORY AUDITOR

M/s G. Basu & Company (CA 003)
Chartered Accountants
Kolkata

BANKERS

Bank of Baroda
Allahabad Bank

REGISTERED OFFICE

1/315, Gariahat Road (Jodhpur Park)
Kolkata – 700068

HINDUSTAN CABLES LIMITED
(A Government of India Undertaking)

हिन्दुस्थान केबल्स लिमिटेड
(भारत सरकार का उपक्रम)
नैगम कार्यालय
फ्लॉट नं J-0, गल्फ लिन्क एपार्टमेंट
50, चण्डितला लेन, कोलकाता 700040



HINDUSTAN CABLES LIMITED
(A Govt. of India Undertaking)
CORPORATE OFFICE
Flat No. J-0, Golf Link Apartment
50, Chanditala Lane,
Kolkata 700040.

CIN – U31300WB1952GOI020560

Email: hindustancablesltd.kolkata@gmail.com,

Website : www.hindcables.net

CORP/SEC/70TH AGM/2021-22/

Date: 26.12.2022

AMENDMENT TO NOTICE OF THE 70TH ANNUAL GENERAL MEETING

Hindustan Cables Limited ("The Company") had issued a Notice (Original Notice), dated December 07, 2022 of the 70th Annual General Meeting (AGM) to be held on Wednesday, December 28, 2022 at 12.00 noon at Flat no. J-0, Golf Link Apartment , 50, Chanditala Lane, Kolkata -700040, to transact four business items (3 Ordinary Business and 1 Special Business) as specified in the said original notice.

Further to the above, Notice is hereby given that as per suggestion made by the Directors, the special resolution mentioned under the special business at Item No.4, will be amended as follows and further that meeting will take place at 2.30pm on the same date and venue (instead of 12.00 noon mentioned at Original notice):

4. As a **SPECIAL RESOLUTION**:

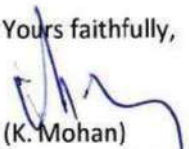
"**RESOLVED THAT** pursuant to the provisions of Section 180(1) (a) of the Companies Act, 2013, read with the Companies (Management and Administration) Rules, 2014 and subject to other applicable provisions, if any, including the provisions of the Memorandum and Articles of Association of the Company, consent of the shareholders of the company be and is hereby accorded to sale/transfer/hive off/dispose off the company's immovable assets as mentioned in ANNEXURE '1' to such entity and on such terms and conditions as may be directed by the Ministry of Heavy Industries, Government of India".

"**RESOLVED FURTHER THAT** CMD, HCL is hereby authorised to do all needful acts including execution of the relevant documents for giving effect to above resolution."

The Meeting may please also be attended through Video Conference Mode.

By Order of the Board of Directors
HINDUSTAN CABLES LIMITED

Yours faithfully,


(K. Mohan)
Chairman and Managing Director
(Additional Charge)

Place: Kolkata

हिन्दुस्थान केबल्स लिमिटेड
(भारत सरकार का उपक्रम)
नैगम कार्यालय
फ्लाट नं J-0, गल्फ लिन्क एपार्टमेन्ट
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Email: hindustancablesLtd.kolkata@gmail.com,

Website : www.hindcables.net

CORP/SEC/70TH AGM/2021-22/

Date: 07.12.2022

NOTICE OF THE 70TH ANNUAL GENERAL MEETING

Notice is hereby given that the 70th Annual General Meeting of Hindustan Cables Limited will be held on **Wednesday, the 28 th December, 2022** at Hindustan Cables Limited, Corporate Office, Flat no. J-0, Golf Link Apartments, 50, Chanditala Lane, Kolkata – 700040, at **12.00 noon** to transact the following businesses:

ORDINARY BUSINESS

1. To consider and adopt the Report of the Directors for the year ended 31st March, 2022.
2. To consider and adopt the Profit and Loss Account for the year ended 31st March, 2022 and Balance Sheet as on that date along with the Reports of the Auditors thereon.
3. To authorize the Board of Directors to fix remuneration of Auditors for the year 2022-23.

SPECIAL BUSINESS

To consider and, if thought fit, to pass the following resolution:

4. As a **SPECIAL RESOLUTION**:

“RESOLVED THAT pursuant to the provisions of Section 180(1) (a) of the Companies Act,2013, read with the Companies (Management and Administration) Rules, 2014, and subject to other applicable provisions, if any, including the provisions of the Memorandum and Articles of Association of the Company, consent of the shareholders of the company be and is hereby accorded to sale/transfer/hive off/dispose of the company’s immovable assets as mentioned in ANNEXURE “1” on such terms and conditions as may be directed by the Ministry of Heavy Industries, Government of India”.

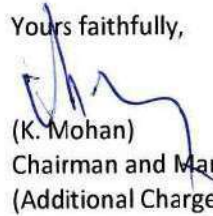
“RESOLVED FURTHER THAT consent of the shareholders of the company be and is hereby also accorded to the Board of directors of the company to handover all immovable assets to the entity as may be directed by the Ministry of Heavy Industries, Government of India to implement sale of these immovable assets and to return the entire proceeds realized through sale of the immovable assets to the company”

“RESOLVED FURTHER THAT the Board of directors of the company be and is hereby authorized to do all such acts and things and to execute such deeds, papers and documents as might be necessary for giving effect to this resolution and also to further delegate all or any of the power conferred herein to any committee of the Board or to any director as the board may deem fit in its absolute discretion.”

The Meeting may please also be attended through Video Conference Mode.

By Order of the Board of Directors
HINDUSTAN CABLES LIMITED

Yours faithfully,



(K. Mohan)
Chairman and Managing Director
(Additional Charge)

Place: Kolkata
Date: 07.12.2022

To
All Members, Directors and Auditors
of Hindustan Cables Limited (as per list enclosed)

Notes :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member of the company. A blank form of proxy is enclosed, which, if used, should be returned to the Registered Office of the Company duly completed, not later than 48 hours before the commencement of the Meeting.
2. The Register of Members and the Share Transfer Books of the Company has been closed from 02.08.2022 to 15.08.2022 (both days inclusive).

EXPLANATORY STATEMENT
(Pursuant to section 102 of the companies Act 2013)

The Union Cabinet in its meeting held on 28.09.2016, inter-alia, approved closure of HCL, offering VRS/VSS to all its employees and disposal of all movable and immovable assets as per extant DPE guidelines which was communicated by the Department of Heavy Industry (DHI) vide letter F no. 1(13)/2003-PE.II(Vol. X) dated 06.10.2016. The Chairman informed that it is necessary to sale/transfer/hive off/dispose of the immovable assets of the Company for its winding up / dissolution in future.

As per section 180(1) (a) of the Companies Act 2013 approval of the shareholders of the company, by way of a special resolution is required to sell, lease or otherwise disposal of the whole or substantially the whole of the undertaking of the company.

The list of existing immovable assets of the Company which are to be disposed of as per approval of the Union Cabinet are given below :-

S n	Details of property	Area
1	4 Flats at Golf Link Apartments, 50, Chanditala Lane, Kolkata, West Bengal	E-1 - 78.97 Sqm E-2 - 78.97 Sqm L-2 - 78.97 Sqm J-0 - 94.76 Sqm
2	5 Flats at Juhi Housing Scheme, Allahabad, UP	B-38 – 108.24 Sqm, B-45 – 107.20 Sqm B-46 – 108.24 Sqm A-68 - 108.24 Sqm C-36- 107.20 Sqm
3	2 Flats at Agnipath Housing Scheme, Allahabad, UP	A-17 -96.49 Sqm A-19 – 112.09 Sqm
4	1 Apartment ay Asian Games Village, New Delhi	182 sq. mtr
5	Freehold land at Rupnarainpur, West Bengal	947.23 acres
6	Freehold land at Hyderabad, Telangana	324 Acres and 35 guntas
7	Guest House at Rash Behari Avenue, Kolkata -	237 sq mtr

The Directors recommended the resolution set out in item No. 4 of the Notice for the approval of the share holders.

None of the directors , managers, key managerial personnel and their relatives, is interested or concerned in the resolution

DIRECTORS' REPORT

**TO
THE SHAREHOLDERS
HINDUSTAN CABLES LIMITED**

Dear Shareholders,

On behalf of the Board of Directors, I have great pleasure in presenting you the 70th Annual Report on the working of the Company for the year ended 31st March 2022 along with the Audited Statement of Accounts, Auditors' Report and the Review of the Accounts by the Comptroller & Auditor General of India.

2. PERFORMANCE

The Union Cabinet has given its approval on 28.09.2016, inter alia, for closure of the company as per the provisions of the Companies Act 1956 / 2013, Industrial Disputes Act 1947 etc., offering VRS/VSS to its employees. Accordingly, all the employees were released on 31.01.2017 on payment of compensation sanctioned by the Union Cabinet.

As things stands today, there is no permanent employee on the roll of the company. The appropriate government authority has granted permission for closure of the company u/s. 25(O) of Industrial Disputes Act, 1947.

Currently there is no business activity and HCL is trying to complete the formalities for liquidation / winding up as directed. Hindustan Cables Limited is now closed and in a non-operating stage with no plant, machinery, employee or outsourced functionary.

3. FINANCIAL RESULTS

During the year 2021-22 the company has made a profit of Rs. 88.38 crore. Summarized position of the Company's results for the year 2021-22 compared to 2020-21 is given below:

(Rs. In lakhs)

		2021-22	2020-21
(a)	Total revenue	333.51	390.16
(b)	Less: Total expenses	1413.16	386.98
(c)	Profit (Loss) before Extra Ordinary item and Tax	(1079.64)	3.18
(d)	Extra Ordinary items	9918.48	26952.89
(e)	Profit (Loss) for the year	8838.84	26956.07

4. SHARE CAPITAL

The Authorised Capital of the Company is Rs. 6000 crores. The Subscribed and Paid-up Capital as on 31.3.2022 stood at Rs. 4865.88 crores divided into 4865881125 Equity Shares of Rs.10 each.

5. BORROWINGS

During the year 2021-22, the company has not made any borrowing.

6. CONTRIBUTION TO NATIONAL EXCHEQUER

The Company's contribution to National Exchequer by way of Income Tax, TDS on contractors and consultancy services, GST etc. aggregates to Rs. 0.55 crore.

7. HUMAN RESOURCE MANAGEMENT

In terms with approval of the Union Cabinet dated 28.09.2016, inter alia, for closure of the company as per the provisions of the Companies Act 1956 / 2013, Industrial Disputes Act 1947 and other relevant Acts, all the regular employees of the company were released on 31.01.2017 on acceptance of their VR applications except 125 ex-employees of HCL, Naini (who were transferred to NAeL, a subsidiary of HAL).

8. STATUS OF LAND HELD

Company holds 947.23 acres of land at Rupnarainpur, District Paschim Bardhamaan, West Bengal. During 2021-22, the Company under instruction from MHI, approached the revenue authority, Government of West Bengal and obtained record of land held by it. Revenue authority, Government of West Bengal has informed that 935.70 acres of land are recorded in favour of the Company. There is a shortfall of 11.53 acres of land held by Company at Baramuri mouza. Company has requested revenue authority, Government of West Bengal for recording additional 11.53 acres of land at Baramuri mouza in it's name.

Company's prayer for rectification of RoR in it's favour for 8.85 acres of land at Baramuri mouza, Rupnarainpur, as against two West Bengal Government educational institutions (ITC and NCP) is pending with Land Reforms and Tenancy Tribunal (LRTT), Kolkata. In this connection, the Company has also filed a title suit before Asansol District Court. For a small parcel of 0.39 acres at Baramuri mouza, mutation is under hold by local land revenue office for identification based on verification of ownership records.

In respect of 324 acres 35 guntas of land held by the Company at Hyderabad, Telangana Government claimed title to property and served resumption orders during July, 2018. Company obtained stay(s) from Hyderabad High Court and issues are now sub judice.

9. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors of the Company confirm:

- i. That in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure.
- ii. That the selected accounting policies were applied consistently and the directors made judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2022 and of the profit of the Company for the year ended on that date.

- iii. That 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.
- iv. That the annual accounts have not been prepared under historical convention as a going concern, in view of the decision of Union Cabinet to close the company.

10. AUDIT COMMITTEE

The Board of Directors in its 358th Meeting held on 21.03.2022 re-constituted the Audit Committee comprising of Shri Madanpal Singh, as Chairman, Audit Committee, Shri Sunil Kumar Singh, as Member, Audit Committee and Shri K. Mohan, as Member, Audit Committee. The terms of reference of the Audit Committee are to review and discuss with the Auditors periodically about internal controls, the scope of audit and the observations of the auditors, review of financial statements before submission to the Board and any matter referred by the Board.

11. BOARD OF DIRECTORS

Shri K. Mohan, Director (Personnel), Andrew Yule and Co. Limited. (AYCL) has been entrusted additional charge of the post of Chairman & Managing Director of the company w.e.f. 01.07.2020 in terms of Order No. 1(15)/2016-PE-II, dated 29.06.2020 issued by Department of Heavy Industry, Government of India.

Smt Sushma Batra, Deputy Secretary, Ministry of Heavy Industries (MHI) was appointed as a Government Nominee Director on the Board of Hindustan Cables Limited with immediate effect vice Shri Sunil Kumar Singh, former Director, MHI vide MHI order No.1(15)/2001-PE.II / CPSE-II (e-4246) dated 07.09.2022.

The Board of Directors place on record its appreciation for the service rendered by Shri Sunil Kumar Singh, former Director, MHI as Government Nominee Director on the Board of Hindustan Cables Limited.

Shri Vivek Narayan, DDG(DS), Department of Telecommunications, Ministry of Communications was appointed as a Government Director on the Board of Hindustan Cables Limited with immediate effect vice Shri Sunil Kumar Singhal, former DDG(DS) vide MHI order No.1(15)/2001-PE.II / CPSE-II (e-4246) dated 19.05.2022.

The Board of Directors place on record its appreciation for the service rendered by Shri Sunil Kumar Singhal, former DDG(DS), as Government Director on the Board of Hindustan Cables Limited.

The Board meets with prior notice and circulation of the agenda papers in advance. The meetings focus on strategy formulation, policy and control, review of the performance and for considering statutorily required matters.

12. AUDITORS

For the year 2021-22, M/s G. Basu & Company (CA 0003), Chartered Accountants, was appointed by Comptroller & Auditor General of India (C&AG) as Statutory Auditor of the Company.

13. AUDIT REVIEW

The comments of the Comptroller and Auditor General of India, Statutory Auditors' Report to the members and replies of the Management to the observations are annexed.

14. INFORMATION ON SHARES

The share transfers taking place are amongst the nominees of the President of India. The distribution of shareholding as on 31st March, 2022 was as under:

Sn	Category	No. Of Shares held	% age
1	President of India	4865881125	100.00
	Total	4865881125	100.00

In terms with approval for closure of HCL accorded by the Union Cabinet in its meeting held on 28.09.2016, the Company applied for delisting of shares from Calcutta Stock exchange (CSE) as 100% shares were held by the President of India. CSE delisted the Company. The other two stock exchanges where the Company was listed viz. Ahmedabad and Delhi Stock Exchanges became non functional. Since there was no floating share in the Market, the Company practically became an unlisted Company. Based on an application made by the Company, MCA has changed the CIN of the Company from listed to unlisted.

The last 3 Annual General Meetings were held on 24.12.2019 and 31.12.2020 and 21.12.2021 at Kolkata.

15. ACKNOWLEDGEMENT

The Directors are grateful for the support, guidance and assistance received from the Ministry of Heavy Industries, Ministry of Communication, Ministry of Finance and other Ministries of Government of India and State Governments of West Bengal and Andhra Pradesh. The Directors also convey their thanks for the co-operation and support received from the office of Comptroller and Auditor General of India and the Principal Director of Commercial Audit.

The Directors take this opportunity to express their appreciation for the support, co-operation and contribution from the contractual functionaries associated with the Company in meeting various challenges during the year under review.

For and on behalf of the Board of Directors

(K. Mohan)
CHAIRMAN & MANAGING DIRECTOR

REGISTERED OFFICE
1/315, Gariahat Road (Jodhpur Park)
KOLKATA 700 068.

DATED : 03.11.2022

Rajkishore Ram
Practicing Company Secretary

113A, A.J.C Bose Road
5th floor, Room No.5/6
Kolkata-700014, West Bengal
Mob.No.9903880503
e.mail:csrkr@gmail.com

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST March, 2022
(Pursuant to section 204(1) of the Companies Act, 2013 and rules 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) rules, 2014, read with the
Guidance Note on Secretarial Audit)
(Release- 1.2) of the Institute Of Company Secretaries of India)

To
The Members
M/S. Hindustan Cables Limited
1/315, Gariahat Road, Kolkata-700068, West Bengal

1. I have conducted the secretarial Audit of M/s. Hindustan Cables Limited having its Registered office at 1/315, Gariahat Road, Kolkata-700068, West Bengal and having CIN:L31300WB1952GOI020560 (hereinafter called 'the Company') for the financial year ended on 31st March, 2022 (" the period under review " herein after). The Aforesaid Secretarial audit has been conducted, pursuant to the provision of section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Read with the Guidance Note on Secretarial Audit) (release 1.2) of Institute of Company Secretaries of India, in a manner that provided me a reasonable basis for evaluating the corporate conduct and the process of statutory compliances under various statutes, rules, regulations, guidelines, as indicated here in below in the instant report as such expressing my opinion thereon.
2. On the Basis of verification of the secretarial compliance and on the basis of aforesaid secretarial audit of Company's books, papers minute books, forms and returns filed and other records maintained by the company, as shown to me , during the said audit and based on the information provided by the Company, its officers, agents and authorized representative during the conduct of the aforesaid secretarial audit, I hereby report that in my opinion and to the best of my understanding, the Company has, during the audit, period covering the financial year ended on 31st march, 2022, complied with the statutory provisions with



certain exception listed hereunder about the board process and compliance system and in my view the Company has not started maintaining adequate board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

3. I have examined the secretarial compliance based on the books, papers, minute books, forms and returns filed and other records maintained by M/s. Hindustan Cables Limited for the financial year ended on 31st march, 2022 and as shown to me during my audit, according to the provisions of the following laws:
 - (i) The Companies Act, 2013 (the Act) and the rules made there under;
 - (ii) The Depositories Act, 1996 and the Regulation and bye Laws framed There under;
 - (iii) The Regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI ACT) viz.-The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992; and other applicable laws generally applicable to the company.
4. To the best of my understanding and on the basis of information and documents produced by the management such as Calcutta Stock Exchanges Letter dated 26/07/2017 addressed to the company as regards the delisting of shares I am of the view that during the period under review the Company is not required to comply with SEBI Act, 1992 and the Listing Requirements. Further it is informed by the management that the Union Cabinet vide its letter dated 28/09/2016 has already given its approval for the closure/winding up of the company. Further it has been informed by the management that HCL has released all its employees from the company with effect from 31/01/2017 and further the company is trying to complete the formalities for liquidation / winding up as directed by the Union Cabinet.
5. Hindustan Cables Limited is trying to complete the formalities for liquidation / winding up as directed by the Union Cabinet and the respective Stock Exchanges, i.e. Calcutta Stock Exchange Limited has delisted the shares of the company as per their letter dated 26/07/2017. The Delhi Stock Exchange Limited and Ahmedabad Stock Exchange have become Non-functional as on date. Keeping the above information and explanations as provided by the management of the company I am of the view that the Company is not required to comply the necessary Listing compliances for the period under review.
6. I further report to the best of my understanding that,
 - a) The Board of Directors of the Company is not duly constituted with proper balance of Executive Directors, Non-Executive Directors and independent Directors. During the period under review Mr. KOTHENATH MOHAN (DIN: 08385809) was appointed as the Chairman cum Managing Director of the company on dated 01/07/2020.



- b) Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meetings and for meaningful participation at the meeting. Further during the year under review the process of Board meeting was badly affected due to COVID-19 Pandemic.
- c) Majority decision is carried through and recorded as a part of the minutes.
7. It has been represented to me by the management of the Company that periodic reports on compliance with laws generally applicable to the company are placed before the board at periodic intervals and that there are adequate system and process in the company, commensurate with the size and operations of the company for reporting to the Board of directors of the company and to monitor and ensure compliance with applicable to the area of operation of business and other laws generally applicable to Company.
8. I further State that in respect of compliance with the provisions of Companies Act 2013, during the period under review, I have observations as follows:
- i. That to the best of our understanding, the "Key Managerial personnel" preferably the company Secretary and/or the Chief financial Officer as required to be appointed by company pursuant of section 203 (1) of the Companies act, 2013, Due to non functional and non operational stage and release of all employees/consultants/functionaries from different locations and establishments in terms with approval for closure accorded by the Union Cabinet on 28.09.2016, key managerial person(KMP) has not been appointed by the company during the period under scrutiny under the provisions of Rule 8 of The Companies "Appointment and Remuneration of Managerial Personnel" Chapter XIII under Section 203 of the Companies Act, 2013. Further as informed by the management the said Key Managerial Personnel has not been appointed since the company has become Non-functional and Non-operational.
- ii. That I have not come across any report or minute or any other document regarding evaluation of independent directors, pursuant to section 149 read with schedule IV of the companies' act 2013. However, it has been represented to me by the management of the Company that The Ministry of Heavy Industry, generally appoints all the directors of the Board however no such director in the capacity of independent director has been appointed during the period under review.



- iii. That I have not come across any report or minute or any other document regarding appraisal of performance of Directors since the company has not constituted the Nomination and remuneration Committee during the period under review.
- IV. That since the company is trying to complete the formalities for liquidation / winding up as directed by the Union Cabinet. the internal Auditor has not been appointed pursuant to the provisions of section 138 of the Companies Act, 2013.
- V. As per the letter dated 26/07/2017, the Calcutta Stock Exchange Ltd has delisted the shares from its Stock Exchange with effect from 27/07/2017 and The Delhi Stock Exchange and the Ahmedabad Stock Exchange have become Non-functional as on date. Further as informed by the management there is no floating shares available in the market and the President of India representing Government of India is holding 100% stake in the company as on date..
- VI. As on date the company is still Active Non-Compliant
8. This report is to be read with my letter of even date which is annexed as Annexure A and forms an integral part of this report.



Rajkishore Ram

Rajkishore Ram

Practicing Company Secretary

Mem. No.:A22447, C.P. No: 16589

UDIN: A022447D001362500

Place: Kolkata

Date: 26th day of October'2022

Rajkishore Ram
Practicing Company Secretary

113A, A.J.C Bose Road
5th floor, Room No.5/6
Kolkata-700014, West Bengal
Mob.No.9903880503
e.mail:csrkr@gmail.com

'Annexure A'
(To The Secretarial Audit Report of M/S. Hindustan Cables Ltd. for the Financial Year ended 31/03/2022)

To
The Members
M/s. HINDUSTAN CABLES LIMITED
1/315, Gariahat Road, Kolkata-700068, West Bengal

My secretarial Audit Report for the financial year ended 31/03/2022 of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion of existence of adequate board process and compliance management system, commensurate to the size of the company, based on these secretarial records as shown to me during the said audit and also based on the information furnished to me by the officers and agents of the company during the said audit.
2. I have followed the audit practices and process as were appropriate, to the best of my understanding, to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to check as to whether correct facts are reflected in secretarial records. I believe that the process and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness, appropriateness and bases of financial records, books of accounts and decisions taken by the board and by various committees of the Company, during the period under review. I have checked the board process and compliance management system to understand and to form an opinion as to whether there is an adequate system of seeking approval of respective committees of the board, of the members of the company and of other authorities, as per provisions of Companies act 2013 and of various statutes as referred in the aforesaid audit report.



4. Where ever required I have obtained the management representation about the compliances of Laws, rules and regulations and happening of events and gathering of facts etc. However it is understood from the management that the company has become sick industrial company within the meaning of clause "O" of subsection (1) of section (3) of SICA, 1985 and the company was registered with the Board for Industrial & Financial Reconstruction (BIFR) in the year 2002 vide case no. 505/2002 and the Union Cabinet in it's meeting held on 28.09.2016 has, inter-alia, accorded its approval for closure of the company. Further as informed by the Management there was no floating shares of the company available in the market and Delhi Stock Exchange and Ahmedabad Stock Exchange have become Non-functional and hence the periodical compliances with the Stock exchanges are not required for the period ending 31/03/2022. Further as informed by the Management there is no floating shares available in the market and the President of India representing Government of India is holding 100% stake in the company as on date.
5. The compliance of the provisions of corporate and other applicable laws, rules regulations, standard, is the responsibility of management. My examination was limited to the verification of compliance procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness or accuracy with which the management has conducted the affairs of the Company.



Rajkishore Ram

Practicing Company Secretary
ACS No. 22447, CP.No.16589

Place: Kolkata

Date: 26th day of Oct' 2022

ANNEXTURE "A" TO DIRECTORS REPORT

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2022

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

I. REGISTRATION & OTHER DETAILS:		
1	CIN	L31300WB1952GOI020560
2	Registration Date	8/4/1952
3	Name of the Company	HINDUSTAN CABLES LIMITED
4	Category/Sub-category of the Company	Company limited by Shares
5	Address of the Registered office & contact details	1/315.GARIAHAT ROAD, KOLKATA-700068, WEST BENGAL ,Email: hindustancablesLtd.kolkata@gmail.com
6	Whether listed company	DELISTED FROM CALCUTTA STOCK EXCHANGE LIMITED, LISTED WITH AHMEDBAD & DELHI STOCK EXCHANGE LIMITED YET TO BE DELISTED
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY			
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(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	JELLY FILLED CABLE	NO PRODUCTION FOR LAST 16 YEARS	NA
2	DRY CORE CABLE		NA
3	FIBRE OPTICS CABLE		NA

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
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SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	NA	NA	NA	NA	NA
2	NA	NA	NA	NA	NA
3	NA	NA	NA	NA	NA

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2021				No. of Shares held at the end of the year 01.04.2022				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF			-	0.00%			-	0.00%	0.00%
b) Central Govt/State govt		4,865,881,125	4,865,881,125	100.00%		4,865,881,125	4,865,881,125	100.00%	0.00%
c) Bodies Corp.			-	0.00%			-	0.00%	0.00%
d) Banks / FI			-	0.00%			-	0.00%	0.00%
e) Any other			-	0.00%			-	0.00%	0.00%
Sub Total (A) (1)	-	4,865,881,125	4,865,881,125	100.00%	-	4,865,881,125	4,865,881,125	100.00%	0.00%
(2) Foreign									
a) NRI Individuals			-	0.00%			-	0.00%	0.00%
b) Other Individuals			-	0.00%			-	0.00%	0.00%
c) Bodies Corp.			-	0.00%			-	0.00%	0.00%
d)Banks/FI			-	0.00%			-	0.00%	0.00%
e) Any other			-	0.00%			-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	-	4,865,881,125	4,865,881,125	100.00%	-	4,865,881,125	4,865,881,125	100.00%	0.00%
B. Public									
1. Institutions									
a) Mutual Funds			-	0.00%			-	0.00%	0.00%
b) Banks / FI			-	0.00%			-	0.00%	0.00%
c) Central Govt			-	0.00%			-	0.00%	0.00%
d) State Govt(s)			-	0.00%			-	0.00%	0.00%
e) Venture Capital Funds			-	0.00%			-	0.00%	0.00%
f) Insurance Companies			-	0.00%			-	0.00%	0.00%
g) FIs			-	0.00%			-	0.00%	0.00%
h) Foreign Venture Capital Funds			-	0.00%			-	0.00%	0.00%
i) Others (specify)			-	0.00%			-	0.00%	0.00%
Sub-total (B)(1):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian			-	0.00%			-	0.00%	0.00%
ii) Overseas			-	0.00%			-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh			-	0.00%			-	0.00%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh			-	0.00%			-	0.00%	0.00%
c) Others (specify)									
Non Resident Indians			-	0.00%			-	0.00%	0.00%
Overseas Corporate Bodies			-	0.00%			-	0.00%	0.00%
Foreign Nationals			-	0.00%			-	0.00%	0.00%
Clearing Members			-	0.00%			-	0.00%	0.00%
Trusts			-	0.00%			-	0.00%	0.00%
Foreign Bodies - D R			-	0.00%			-	0.00%	0.00%
Sub-total (B)(2):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
Total Public (B)	-	-	-	0.00%	-	-	-	0.00%	0.00%
C. Shares held by Custodian for GDRs & ADRs			-	0.00%			-	0.00%	0.00%
Grand Total (A+B+C)	-	4,865,881,125	4,865,881,125	100.00%	-	4,865,881,125	4,865,881,125	100.00%	0.00%

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	President of India	4,865,880,625	100.00%	0		100.00%	0	100.00%
2	Shri K Mohan,CMD,HCL	100					0	0.00%
3	Ms.Sujata Sharma,Sr,Economic Advisor	100					0	0.00%
4	Shri Madan Pal Singh,JT. Director,DHI	50					0	0.00%
5	Shri Kamol Deo Prasad,,US,DHI	100					0	0.00%
6	Shri Sunil Kumar Singh,Director	100						
7	Smt Parveen Gupta	50					0	0.00%
	TOTAL	4,865,881,125	100.00%				0	0.00%
1	President of India				4,865,880,625	100.00%	0	0.00%
2	Shri K Mohan,CMD,HCL				100		0	0.00%
3	Ms.Sujata Sharma,Sr.Economic Advisor				100		0	0.00%
4	Shri Madan Pal Singh,JT. Director,DHI				50		0	0.00%
5	Shri Kamol Deo Prasad,,US,DHI				100		0	0.00%
6	Shri Sunil Kumar Singh,Director				100		0	0.00%
7	Smt Parveen Gupta				50		0	0.00%
	TOTAL				4,865,881,125	100.00%		

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

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year			4,865,881,125	100.00%	4,865,881,125	100.00%
	No changes take place during the year under review.				0.00%		0.00%
					0.00%		0.00%
					0.00%		0.00%
	At the end of the year			4,865,881,125	100.00%	4,865,881,125	100.00%

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

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name						
	At the beginning of the year			NA	0.00%	NA	0.00%
	Changes during the year			NA	0.00%	NA	0.00%
	At the end of the year			NA	0.00%	NA	0.00%
2	Name						
	At the beginning of the year			NA	0.00%	NA	0.00%
	Changes during the year			NA	0.00%	NA	0.00%
	At the end of the year			NA	0.00%	NA	0.00%

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Shri K Mohan,CMD,HCL						
	At the beginning of the year			100	0.00%	-	0.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year			NIL	0.00%	-	0.00%
2	MS Sujata Sharma,Senior					-	
	At the beginning of the year			100	0.00%		0.00%
	Changes during the year						0.00%
	At the end of the year			NIL	0.00%		0.00%
3	Shri Madan Pal						
	At the beginning of the year			50	0.00%		0.00%
	Changes during the year			-			0.00%
	At the end of the year			NIL	0.00%		0.00%
4	Shri Kamal Deo						
	At the beginning of the year			100	0.00%	-	0.00%
	Changes during the year			-		-	0.00%
	At the end of the year			NIL	0.00%	-	0.00%
5	Shri Sunil Kumar					-	
	At the beginning of the year			100	0		
	Changes during the year			-			
	At the end of the year						
6	Smt Praveen						
	At the beginning of the year			50	0.00%		0.00%
	Changes during the year			-			0.00%
	At the end of the year			NIL	0.00%		0.00%

V. INDEBTEDNESS

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

(Amt. Rs./Lacs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year				
* Addition	NIL	NIL	NIL	NIL
* Reduction	NIL	NIL	NIL	NIL
Net Change	NIL	NIL	NIL	NIL
Indebtedness at the end of the financial year				
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	NIL	NIL	NIL	NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration		Name of MD/WTD/ Manager		Total Amount (Rs/Lac)
	Name	Designation			
			KOTHENATH MOHAN		
			Managing director	NIL	NIL
1	Gross salary			NIL	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961			NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961			NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961			NIL	NIL
2	Stock Option			NIL	NIL
3	Sweat Equity			NIL	NIL
4	Commission			NIL	NIL
	- as % of profit			NIL	NIL
	- others, specify			NIL	NIL
5	Others, please specify			NIL	NIL
		Total (A)	-	NIL	NIL
		Ceiling as per the Act		NIL	NIL

B. Remuneration to other Directors

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

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

SN.	Particulars of Remuneration		Name of Key Managerial Personnel			Total Amount (Rs/Lac)
	Name	Designation	CEO	CFO	CS	
1	Gross salary					NA
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961					NA
	(b) Value of perquisites u/s 17(2) Income-tax					NA
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961					NA
2	Stock Option					NA
3	Sweat Equity					NA
4	Commission					NA
	- as % of profit					NA
	- others, specify					NA
5	Others, please specify					NA
	Total					NA

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B. DIRECTORS					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. OTHER OFFICERS IN DEFAULT					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF
INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE
FINANCIAL STATEMENTS OF HINDUSTAN CABLES LIMITED FOR THE
YEAR ENDED 31 MARCH 2022**

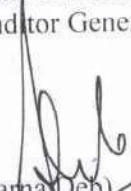
The preparation of financial statements of Hindustan Cables Limited for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on these financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 23 September 2022.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Hindustan Cables Limited for the year ended 31 March 2022 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

Place: Kolkata
Date: 07.12.2022

For and on the behalf of the
Comptroller & Auditor General of India


(Suparna Deb)
Director General Audit (Mines)
Kolkata

HINDUSTAN CABLES LIMITED (HCL)
COMPANY'S EXPLANATION TO THE OBSERVATION OF STATUTORY AUDITOR (DRAFT)

Sn	STATUTORY COMMENTS	AUDITOR'S	MANAGEMENT'S REPLY (DRAFT)
a	<p>Financial statements are claimed to have been drawn on liquidating concept in departure from going concern concept with assets held at historic cost in terms of Written Down Value which in our opinion is self-contradictory as Property, Plant & Equipment constituting major assets call for accountal on the basis of realisable value so as to render presentation of financial statement genuinely under liquidating concept. Our opinion is modified in this respect.</p> <p>Besides relevant assertions and changes in accounting policy remain without any change, cosmetic or major, in accounting practice vis-à-vis previous year where the company affirmed adherence to going concern concept.</p>		<p>The Union Cabinet in its meeting held on 28.09.2016, inter-alia, approved closure of HCL. offering VRS/VSS to all its employees and disposal of all assets. Accordingly, all the employees were released on 31.01.2017 and plant and machinery have been disposed of in consonance with the approval of the Union Cabinet. The appropriate government authority has granted permission on 31.05.2017 for closure of HCL u/s 25(O) of Industrial Disputes Act, 1947. Currently there is no business activity and HCL is trying to complete the formalities for liquidation / winding up as directed. HCL is now closed and in a non-operating stage with no plant, machinery, employee .</p> <p>Consequently, as per direction given by the Board in its 360 th meeting, Financial Statements have been drawn on liquidating concept.</p> <p>Comments of the Statutory Auditor have been noted. Considering the deadlines for statutory compliances, valuation of PPE at realisable value will be carried out in the next financial year. Note no. 32 , may be referred.</p>
b	<p>Company had written back liabilities to the extent of Rs 99,23,71,801.35 which includes advance from Mahanagar Telephone Nigam Limited (MTNL) to the extent of Rs 24,04,45,742.00 based on one sided action without any settlement with creditor concerned.</p>		<p>The Company has received legal opinion from M/s Fox and Mandal, Solicitor & Advocate, Kolkata which in brief stated that validity of creditors' claim will not be there after 3 years of dissolving of BIFR (if, any Court case is not there for same).</p> <p>The Company did last acknowledgement of liability to MTNL vide it's letter dated 07.05.2018. The claim validity period of liability to MTNL expired on 07.05.2021, three years from the last liability acknowledgement date i.e. 07.05.2018, as per Limitation Act 1963. Further, the Company did not make any fresh acknowledgement of liability before expiration of claim validity period i.e. 07.05.2021. Company has not taken any step by which time barred dead liability can get revived. There is no pending court case with MTNL too. Therefore, entire MTNL liability has become stale and time barred by 07.05.2021 i.e. three years from the date of the last acknowledgement of liability. Given the specific circumstances, it has been considered appropriate by the Company not to acknowledge dues to MTNL in it's Balance Sheet as on 31.03.2022 and hence it has been considered appropriate to write back the same.</p>

	<p>Liability to salary & wage stands written off is Rs 65,54,548.00 and receipt from Central Government of Rs 1,14,48,805/- to pay for VRS lying unpaid has not utilized as such rather unpaid due being written back. The arrear salary & wage for which the amount was received has not been paid. We are unable to comment on the correctness of write back for want of necessary documents and evidences in this regard.</p>	<p>Liability of arrear salary and wage for Rs 65,54,548/-:- This figure relates to payment of pay scale revision arrear at Rupnarainpur Unit. As per DHI order and the wage revision agreements with the trade unions, pay revision arrears could only be paid by the Company on fulfillment of stipulated preconditions. These preconditions could not be fulfilled by the Company. Therefore, employees were not eligible to receive pay scale revision arrear. It is clarified that no fund was received by the Company from DHI/ GOI for payment of arrear salary/wage due to pay revision. Liability for payment of pay scale revision arrear was inadvertently booked at Rupnarainpur unit in spite of the fact that Company failed to meet the preconditions for payment of pay scale revision arrear. It has been noticed during the year and therefore written back.</p> <p>Unpaid VRS of Rs 1,14,48,805/-:- There is a dispute of retirement age at 58 –vs-60 years at Rupnarainpur unit. The employees demanded retirement age should be at 60 years. Company had reduced the retirement age to 58 years in 2014 by giving notice. Being aggrieved several court cases have been filed by the employees which are still pending. The employees went ahead and demanded additional VRS ex gratia be paid to them considering enhanced retirement age of 60 years, in spite of the fact that HCL had reduced retirement age to 58 years. Company paid VRS liability based on 58 years of retirement age as per its policy. It is clarified that fund for payment of VRS liability was provided by DHI/GOI based on retirement at the age of 58 years only and not on the basis of retirement age at 60 years. However, excess VRS liabilities for 2 years (58#60) were inadvertently booked in the accounts by the local Rupnarainpur unit Management, based on the demand for retirement age at 60 years made by the trade Unions. It has been noticed during this year and therefore written back.</p>
c	<p>Assets written off to the extent of Rs 5,23,444.34 which includes advance to employees under HBA Advance. Foregoing of such a material claim in our opinion proves prejudicial to the stake holders under liquidations.</p>	<p>HBA is to the extent of Rs. 86680.00 only and the same was recovered from the former employees at the time of separation of employment and at the time of payment of terminal dues. However, book adjustments were not done due to closure of HCL and discontinuity of employment of accountants. CAG in AQ No. 1/Finance Audit/HCL Kolkata/2020-21 dated 12/11/2021 has critically viewed against retaining this asset. Since, nothing is actually receivable as on date, it has now been considered appropriate to write off.</p>
d	<p>Reconciliation and confirmation of balances (excluding provision/ written off) under trade payable for goods/expenses, advances from customers, security deposits from contractors and other advances have not been carried out and obtained. In our opinion</p>	<p>Trade Payable : As per the Balance Sheet trade payable includes due to sundry creditor currently under litigation and current year’s undisputed audit fees. Therefore, reconciliation and confirmation of balances under trade payable are not required.</p> <p>Advance from Customers : The Company has not done balance confirmation for the liabilities as any action taken to seek</p>

<p>the consequential impact on the financial statement is not ascertainable pending such reconciliation and confirmation. Moreover lack of details has come in the way to quantify time barred liability and is consequential impact on the accounts.</p>	<p>balance confirmation will revive dead time barred claim. This will fasten liability on the Company, which the Company was not liable to pay due to law of limitation.</p> <p>Security deposits from contractors: Balance confirmation of undisputed security deposits from contractors have been obtained. Balance confirmation for disputed security deposit from one contractor has not been obtained as the contractor without any authority uprooted and damaged railway lines inside HCL Rupnarainpur premises, at the time of disposal of listed movable assets from the said unit. HCL did not release the security deposit for the fault of contractor but the contractor has not accepted HCL's action.</p> <p>Other advances: The figures include deposit made to High Court, as per its direction to secure stay of operation of an adverse order against the Company, rent receivable from BSNL for use of HCL, Rupnarainpur premises, security deposits held by state electricity Boards against electricity connections and TDS on FDs interest refundable to the Company as per I Tax portal (due to carry forward business losses). Balance confirmation for rent receivable from BSNL for use of HCL, Rupnarainpur premises has been obtained. Balance confirmation from High Court and State Electricity Boards are not required.</p> <p>Trade receivable: The recovery proceeding in respect of Trade Receivable cannot be pursued as the concerned employees who used to deal with the matter, were all separated through VRS on 31.01.2017 due to closure of the Company and complete records are not available now. As such provisions of trade receivable were made in previous years.</p>
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Reply of Management to point (v) to Annexure-B to the Auditor's Report.

<p>Sn (v) of Annexure-B to Auditor's Report (CARO reporting)</p>	<p>The Company has deposits for excess of its eligibility in respect of which provision of section 73 to 76 of the Companies Act 2013, RBI directives have not been complied with.</p> <p>Relevant deposits are attributable to advance from customers assuming the role of depositor in application of Rule 2(xii)(a) of Companies (ACCEPTANCE OF DEPOSITS) Rule 2014.</p>	<p>This is in connection with share application money amounting to Rs153.92 crores, which was given by Government of India for discharging various liabilities towards closure of the Company in terms with approval accorded by the Union Cabinet on 28.09.2016.</p> <p>Since, liabilities to unsecured creditors under litigations have not yet been discharged for which fund was sanctioned and disposal of assets have not yet been done after which proceeds from sale (after making payment of all liabilities) is to be deposited to Consolidated Fund of India in terms with DPE guidelines, exact utilization of remaining fund and Consequent conversion into equity could not be determined. Hence, kept in share application money. The matter may be taken up with MHI for their direction in this regard.</p>
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**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF HINDUSTAN CABLES LIMITED
Report on the Audit of the Standalone Financial Statements for the financial year 2021-22.**

Qualified Opinion

We have audited the accompanying standalone financial statements of **HINDUSTAN CABLES LIMITED** ("the Company"), which comprise the Balance Sheet as at **31st March, 2022**, the Statement of Profit and Loss, and the Statement of Cash Flows for the year ended on that date, and 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, except for the effects of matter described in the *Basis for Qualified Opinion* section of our report, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and its cash flows for the year ended on that date.

Basis for Qualified Opinion

We draw attention to following matter:

- a) Financial Statements are claimed to have been drawn on liquidating concept in departure from going concern concept with assets held at historic cost in terms of Written Down Value which in our opinion is self-contradictory as Property, Plant & Equipment constituting major assets call for account on the basis of realisable value so as to render presentation of financial statement genuinely under liquidating concept. Our opinion is modified in this respect.

Besides relevant assertion and change in accounting policy remain without any change, cosmetic or major, in accounting practice vis-a-vis previous year where the company affirmed adherence of going concern concept.

- b) *Company had written back liabilities to the extent of Rs 99,23,71,801.35 which includes advance from Mahanagar Telephone Nigam Ltd. (MTNL) to the extent of Rs.24,04,45,742.00 based on one sided action without any settlement with creditor concerned. Liability to salary & wages written back is Rs. 65,54,548.00 and receipt from Central Government of Rs. 1,14,48,805.00 to pay for VRS lying unpaid has not utilised as such rather the unpaid due being written back. The arrear salary & wages for which the amount was received has not been paid. We are unable to comment on correctness of write back for want of necessary documents and evidences in this regard.*

- (c) *Assets written off is to the extent of Rs.5,23,444.34 which includes advance to Employees under H. B. Advance. Forgoing of such a material claim in our opinion proves prejudicial to the interest of stakeholders under liquidations.*



d) *Reconciliation and confirmation of balances (excluding provision/written off) under trade payables for goods/expense, advances from customers, security deposits from contractors and other advances have not been carried out and obtained. In our opinion the consequential impact on the financial statement is not ascertainable pending such reconciliation and confirmation. Moreover lack of details has come in the way to quantify time barred liabilities and is consequential impact on the accounts.*

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the 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 independence 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 we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

We draw attention to the fact that the share application money received is standing at Rs. 153.92 Crores which is pending allotment to Government of India. Hence financial impact due to non allotment of such shares cannot be ascertained at present.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information 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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statement

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the Accounting Standards 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern/not going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone 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 controls 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 management.
- Conclude on the appropriateness of management's use of 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. We have concluded that a material uncertainty exists, and we have drawn attention in our auditors report to the related disclosures in the financial statements. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:

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

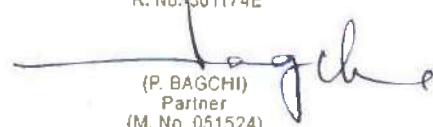


- b) Except for the effects of the matter described in the *Basis for Qualified Opinion* in the paragraph above read with Emphasis of Matter paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) Except for the effects of the matter described in the *Basis for Qualified Opinion* in the paragraph above read with Emphasis of Matter paragraph above, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) we have complied with the directions given by the Comptroller and Auditor-General of India u/s 143(5) of the Act while conducting the audit, and on the basis of information and explanation given to us in this regard by the Company, given in "Annexure C" to this report, a statement on the matters specified in such directions;
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended 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 as stated in Note no 21 to the financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There are no amounts to be transferred to the Investor Education and Protection Fund by the Company:
 - iv) The management has represented that to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the company to or in any other entity or person including foreign entities or provide any guarantee or security as undertaken by the management.



- v. No fund has been received by the company from any person or entity including foreign entity or provide any guarantee or security as undertaken by the management.
 - vi. Nothing has come to our notice that has caused us to believe that the representation under clause (iv) and (v) above contain any material misstatement.
 - vii. No dividend or part was declared by company during the year as per Section 123 of Companies Act, 2013.
 - viii. The Company has been using such accounting software to maintain its books of accounts which has a feature of recording audit trail facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been presented by the company as per the Statutory Requirements.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For G. BASU & CO.
Chartered Accountants
R. No. 301174E


(P. BAGCHI)
Partner
(M. No. 051524)

UDIN : 22051524AVEQKY6286

Place : Kolkata

Date : September 23, 2022

Annexure - A The Auditors' Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Hindustan Cables Limited** ("the Company") as of **31 March 2022** in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

Qualified Opinion on adequacy (and therefore operating effectiveness) of Internal Financial Controls over Financial Reporting

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2022:


- a) The Company did not have an appropriate internal control system for obtaining periodic balance confirmations of trade receivables, trade payables and advances to suppliers and advances from customers' which could potentially impact the financial position and operating statement.
- b) The Company's operation being suspended for over fourteen years and Company being a sick industrial Company, therefore no adequate internal controls have been formulated by the management of the Company.

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

In our opinion, except for the possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2022 financial statements of the Company and these material weaknesses do not affect our opinion on the financial statements of the Company.

For G. BASU & CO.
Chartered Accountants
R. No.-3/1174E


(P. BAGCHI)
Partner
(M. No. 051524)

UDIN : 22051524AVEQKY6286

Place : Kolkata

Date : September 23, 2022

Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2022, we report that:

- (i) (a) As per information and explanation given to us by the management, the Company has not maintained proper records showing full particulars, including quantitative details and situation of the fixed assets;
- (b) As per information and explanation given to us by the management, all the title deeds of the immovable properties are held in the name of the Company.
- (c) The company has not re-valued its property Plant & Equipment.
- (d) As per information there is no benami property and all the properties Plant & Equipment are in the name of the Company and no proceedings in this regard are in existence.
- (ii) The Company has no inventories during the year under audit, hence paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Consequently, the provisions of paragraph iii(a),(b),(c) and (d) of the Order are not applicable to the Company and hence, not commented upon.
- (iv) According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any investment, advanced any loan, given any guarantee or provided any securities to others and as such section 185 and 186 of the Company Act is not applicable.
- (v) The company has deposits for excess of its eligibility in respect of which provision of section 73 to 76 of the Companies Act, 2013, RBI directives have not been complied with.

Relevant deposits are attributable to advance from customers assuming the role of depositor in application of Rule 2(xii)(a) of Companies (ACCEPTANCE OF DEPOSITS) - Rule, 2014.
- (vi) The Company's manufacturing activity is stopped since long and the Government of India has given its consent for the closure of the Company, hence no cost records are being maintained.
- (vii) a) According to the information and explanation given to us and on the basis of our examination of the records of the company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Value Added

Tax, Employee's State Insurance, Custom Duty, Excise Duty, cess or other material statutory dues have been generally regularly deposited during the period by the Company with appropriate authorities.

According to the information and explanation given to us no undisputed statutory dues including Provident Fund, Income Tax, Value Added Tax, or other material statutory dues were in arrears as at 31st March, 2022 for a period of more than six months from the date they become payable except in following cases:

Particulars	Amount Rs. In Lakhs
Work Contract Tax	--
TDS Under GST	--
Property Tax (including Interest)	28.37
Tax Collected at Source	--
Tax Deducted at Source	--
Interest on Provident Fund	--
Pension	--
Total	28.37

b) According to the information and explanation given to us, the following dues have not been deposited by the company on account of dispute as at 31st March 2021:

Sl No.	Statute	Nature of Dues	Forum	Rs. In Lakhs	Year
1	The Central Excise Act, 1944	Excise Duty	Hon'ble Supreme Court Of India	114.44	1981
2	The Central Excise Act, 1944	Excise Duty	Commissionerate of Bolpur	80.97	1988-89 1991-92 1992-93
3	The Central Excise Act, 1944	Excise Duty	Asst. Commissionerate of Asansol	38.32	1986-87 1990-91 2000-01 2001-02
4	The Central Excise Act, 1944	Excise Duty	Asst. Commissionerate of Durgapur	1.19	1995-96

(viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.

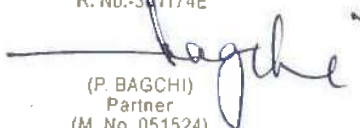


- (ix) According to the information and explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instrument) during the year. No term loan has been obtained by the company from bank or elsewhere.
- (x) Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
- (xi) According to information and explanation given to us, the Company has not paid or provided any managerial remuneration and hence paragraph 3(xi) is not applicable;
- (xii) In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company and hence the paragraph 3(xii) is not applicable.
- (xiii) There was no transaction with any party within the meaning of section 177 & 188 of the Companies Act, 2013.
- (xiv) The company has not deputed any Internal Auditor for the financial year as stated and accordingly no internal audit has been conducted.
- (xv) According to information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly the paragraph 3(xv) is not applicable the Company.
- (xvi) (a) In our opinion and on the basis of information and explanation given to us by the management, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
(b) The Company has not conducted nonbanking financial or housing activities.
(c) Since the Company is not a core investment company, the provision mentioned in this regard is not applicable.
(d) This is not applicable to the Company.
- (xvii) The Company has incurred cash losses from the operating activities in the year of Audit in 2021-22 as well as 2020-21. Such cash losses are as follow:
- | | |
|-----------|-----------------|
| 2021-22 : | Rs. 2,54,88,170 |
| 2020-21 : | Rs. 2,59,08,475 |
- (xviii) There is no such case in the current year.



- (xix) Central Government has decided closure of the company vide their letter dated 28.09.2016 by relieving all the employees for implementation of approved road map for closure as mentioned. All manufacturing activities of the company had been ceased since 2005.
- (xx) This Company does not come presently under the purview of Section 135(5).
- (xxi) Hindustan Cable Ltd., is a Standalone Company and as per information there is no subsidiary Company under H.C.L.

For G. BASU & CO.
Chartered Accountants
R. No.-301174E


(P. BAGCHI)
Partner
(M. No. 051524)

UDIN : 22051524AVEQKY6286

Place : Kolkata

Date : September 23, 2022

ANNEXURE 'C' TO THE AUDITOR'S REPORT

Report on the Directions by the Comptroller & Auditor General of India (C&AG) under section 143(5) of the Companies Act, 2013 for the Financial Year 2021-22

- 1. Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any may be stated.**

Yes, all the accounting transactions are accounted for through IT System. However, as explained to us, there are operations/transactions which take place outside the system but have a bearing on the accounts of the Company.

As per past practice, all transactions are manually entered in the software which maintains regular books of account.

As per existing practice, there are chances of some transactions being missed to be accounted as the flow of accounting transactions are not automated at the point of generation of transaction. The financial implications of transactions outside the IT system are unascertainable.

- 2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.**

There has not been restructuring of any loan and interest thereon during the current financial year with consequent waiver of write back involved therein.

- 3. Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.**

Subject to our comment in Para (a) & (b) of Basis for qualified opinion the Company had not received any funds from Central/State agencies during the current financial year as explained to us and on the basis of information available.

UDIN : 22051524AVEQKY6286

Place : Kolkata

Date : September 23, 2022

For G. BASU & CO.
Chartered Accountants
R. No.-301174E


(P. BAGCHI)
Partner
(M. No. 051524)

LAST TEN YEARS AT A GLANCE											(Rs. in lakhs)		
S. no.	Particulars	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13		
1	* Turnover	0	0	0	0	0	0	0	0	0	7		
2	Net Profit	8838.84	26956.07	1388.60	5185.59	70616.45	234846.15	(99411.81)	(93299.45)	(78188)	(88505)		
3	Gross Block	2563.71	2563.71	2563.71	2596.95	5321.38	45742.21	47425.26	47429.81	52553	52549		
4	Depreciation Provision	1948.02	1917.47	1886.47	1883.87	4362.36	42925.09	44151.43	43676.65	16172	47645		
5	Net Block	615.68	646.23	677.24	712.08	959.02	2817.12	3273.83	3753.16	4381	4895		
6	Net Current Assets - working capital	5141.00	(1311.57)	(33042.20)	(32179.21)	(37611.74)	(93417.65)	(115791.95)	(105487.63)	(91302)	(89396)		
7	Capital Employed	5756.69	(665.33)	(30078.52)	(31467.13)	(36652.72)	(90600.53)	(112518.12)	(100724)	(86922)	(84501)		
8	Secured Loan	0	0	0	0	0	0	353788.27	306571.83	264285	229195		
9	Unsecured Loan	0	0	0	0	0	1487.87	328531.76	287022.72	251697	215782		
10	Share Capital	486588.11	486588.11	486588.11	486588.11	486588.11	41936.11	41936.11	41936.11	41936.11	41936.11		
11	Reserve and Surplus	5674	5674	5674	5674	5674	5674	5674	5674	5674	5674		
12	Accumulated Loss	(501937.79)	(510776.63)	(537732.71)	(539121.32)	(544306.91)	(614923.37)	(849769.52)	(750372.31)	(657058)	(578870)		
13	Net Worth	(9675.68)	(18514.52)	(45470.60)	(46859.21)	(52044.81)	(91756.77)	(802159.41)	(702762.31)	(609448)	(531260)		
14	No. of employees	0	0	0	0	0	0	1333	1533	1698	1832		

Note : * Includes Scrap sale, Central excise duty but excludes interest and miscellaneous income.

CONTRIBUTION TO NATIONAL EXCHEQUER

CONTRIBUTION TO NATIONAL EXCHEQUER							(Rs in crores)		
S. no.	Heads	2021-22	2020-21	2019-20	2018-19	2017-18			
1	Sales Tax	0.00	0.00	0.00	0.00	36.72			
2	Central Excise Duty	0.00	0.00	0.00	0.00	10.18			
3	Customs Duty	0.00	0.00	0.00	0.00	0.00			
4	Income Tax on Salary & Wages (including TDS on contractors and consultancy services)	0.11	0.10	0.25	1.53	11.41			
5	Rates and Taxes	0.37	0.38	0.38	0.00	0.00			
6	Licence Fees	0.00	0.00	0.00	0.00	0.00			
7	GST including GST TDS	0.07	0.07	0.21	4.18	0.00			
	Total	0.55	0.55	0.84	5.71	58.31			



HINDUSTAN CABLES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2022

A.	EQUITY AND LIABILITIES	Note no.	As at 31st March, 2022	As at 31st March, 2021
			(Rs in Hundreds)	(Rs in Hundreds)
	1. SHAREHOLDERS' FUNDS			
	a) Share Capital	2	486,588,112.50	486,588,112.50
	b) Reserve & Surplus	3	(496,263,801.52)	(505,102,641.92)
			<u>(9,675,689.02)</u>	<u>(18,514,529.42)</u>
	2. SHARE APPLICATION MONEY PENDING ALLOTMENT	23	<u>15,392,086.24</u>	<u>15,392,086.24</u>
	3. NON-CURRENT LIABILITIES			
	(a) Long-Term Borrowings	4	<u>40,296.85</u>	<u>2,457,113.19</u>
	4. CURRENT LIABILITIES			
	(a) Short-Term Borrowings		-	-
	(b) Trade Payables	5	-	-
	(i) Total Outstanding Dues Of Micro Enterprises And Small Enterprises (MSME)		22,748.98	22,748.98
	(ii) Total Outstanding Dues Of Creditors Other Than MSME		1,375.00	1,406.25
	(c) Other Current Liabilities	7	2,259,353.86	9,761,125.83
	(d) Short Term Provisions	8	987,695.33	84,549.26
			<u>3,271,173.17</u>	<u>9,869,830.32</u>
	TOTAL		<u>9,027,867.24</u>	<u>9,204,500.33</u>
	B. ASSETS			
	1. NON CURRENT ASSETS			
	(a) Property Plant and Equipment	6	615,687.96	646,237.29
			<u>615,687.96</u>	<u>646,237.29</u>
	2. CURRENT ASSETS			
	(a) Trade Receivables	9	-	-
	(b) Cash and Cash Equivalents	10	8,042,499.18	7,965,020.02
	(c) Short Term Loans and Advances	11	111,167.60	293,880.60
	(d) Other Current Assets	12	258,512.50	299,362.43
			<u>8,412,179.28</u>	<u>8,558,263.05</u>
	TOTAL:		<u>9,027,867.24</u>	<u>9,204,500.33</u>
	Significant Accounting Policies	1		
	The accompanying notes are an integral part of the financial statements			

In terms of our report of even date.

For G. BASU & CO.
Chartered Accountants
R. No. 401174E

(P. BAGCHI)
Partner
(M No. 051524)

K. Mohan

Chairman and Managing Director
DIN - 08385809

Amal Kumar Bose
Advisor

K. MOHAN
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED



Place : Kolkata

Dated: 23 SEP 2022



HINDUSTAN CABLES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

	Note no.	For the year ended	For the year ended
		31st March, 2022	31st March, 2021
		(Rs in Hundreds)	(Rs in Hundreds)
I INCOME			
Other Income	13	333,519.83	390,164.17
Total Revenue		333,519.83	390,164.17
II EXPENSES			
Employees Benefits Expense	14	-	-
Other Expenses	15	1,382,613.68	355,975.47
Depreciation	6	30,549.34	31,006.80
Total Expenses		1,413,163.02	386,982.27
III Profit/(Loss) before Extra-Ordinary Item and Tax		(1,079,642.20)	3,181.89
Extra-Ordinary Items	16 & 24	9,918,483.57	26,952,894.39
IV Profit/(Loss) for the year		8,838,840.38	26,956,076.28
Earning Per Share - Basic and Diluted (Rs)	30	0.18	0.55
Significant Accounting Policies	1		
The accompanying notes are an integral part of the financial statements			

In terms of our report of even date.

For G. BASU & CO.
Chartered Accountants
R. No.-301174E


(P. BAGCHI)
Partner
(M. No. 05152*)


K. Mohan

Chairman and Managing Director
DIN - 08385809



Amal Kumar Bose
Advisor

Place : Kolkata

Dated: 23 SEP 2022

K. MOHAN
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED





HINDUSTAN CABLES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

	For the year ended		For the year ended
	31st March, 2022		31st March, 2021
	(Rs in Hundreds)		(Rs in Hundreds)
A Cash flow from operating Activities			
Net profit/loss (-) before taxation and extra-ordinary items	8,838,840.38		26,956,076.28
Add/(less) Adjustments for :			
Depreciation	30,549.34		31,006.80
Liabilities written back	(9,923,718.02)		(27,156,354.87)
Assets Written Off	5,234.44		203,460.48
Interest Income	(332,360.85)		(387,532.26)
Operating Cash flow before Working Capital Change	(1,381,454.71)		(353,343.57)
<u>Adjustments for :-</u>			
Decrease/(Increase) in Trade Receivables	-		13,001.17
Decrease/(Increase) in Loans & Advances	177,357.67		114,566.34
Decrease/(Increase) in Other Current Assets	40,849.93		42,144.27
Increase/(Decrease) in Short-Term Borrowings	-		8,787.58
Increase/(Decrease) in Trade payables	(31.25)		(125,007.00)
Increase/(Decrease) in Other Current Liabilities	5,250.59		39,215.49
Increase/(Decrease) in Provisions	903,146.07		1,550.98
Operating Cash flow After Working Capital Change	(254,881.70)		(259,084.75)
Less: Direct Tax paid during the year	-		-
Net Cash from Operating Activities	A (254,881.70)	A	(259,084.75)
B Cash flow from Investing Activities			
Interest received	332,360.85		387,532.26
Net Cash from Investing Activities	B 332,360.85	B	387,532.26
C Cash flow from Financing Activities			
Net Cash from Financing Activities	C -	C	-
Net Increase / Decrease (-) in Cash & Cash Equivalents (A+B+C)	77,479.15		128,447.51
Cash & Cash Equivalents (Opening)	7,965,020.03		7,840,694.49
Cash & Cash Equivalents (Closing)	8,042,499.18		7,969,142.00
(Represented by Cash & Cash Equivalents as item indicated in Note 10)			

In terms of our report of even date.

For G. BASU & CO.
Chartered Accountants
R. No.-30/174E

(P. BAGCHI)
Partner
(M. No. 051524)

K. Mohan

Chairman and Managing Director
DIN - 08385809

Amal Kumar Bose
Advisor

Place : Kolkata

Dated: 23 SEP 2022

K. MOHAN
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED



NOTE 1 SIGNIFICANT ACCOUNTING POLICIES:

a) SYSTEM OF ACCOUNTING

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India under the historical cost convention on accrual basis. The Company has not compiled its accounts on the basis of going concern concept. The Company has adopted liquidation basis of accounting for preparation of its financial statements. The financial statements have been prepared in accordance with the accounting standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

b) FIXED ASSETS

Cost of Fixed Assets, with the exception of land given by the State Government of West Bengal and Andhra Pradesh free of cost, comprises its purchase price, cost of bringing the asset in its working condition for its intended use and financing cost relating to deferred credit/borrowed fund attributable to construction/acquisition for the period till it is available for use.

Land given to the Company free of cost by West Bengal Government for erection of the factory at Rupnarainpur in 1952-53 is valued at a nominal price of Rs.1,530.00(Rs. in Hundreds). Similarly, land given by Andhra Pradesh Government free of cost for construction of factory at Hyderabad is valued at a nominal price of Rs.300.00(Rs. in Hundreds). The valuation of these lands have been accounted for with the appropriate credit in Capital Reserve Account.

The gain or loss arising out of restatement of foreign currency loan at a rate prevailing as on the date of Balance Sheet is treated as adjustment of cost of fixed asset and is included in the carrying amount of the appropriate fixed asset.

c) DEPRECIATION:

Depreciation on fixed assets has been provided on straight line method based on useful life specified in Schedule II of the Companies Act, 2013 after retaining residual value of 5% of the Original Cost of the assets. Depreciation is provided on pro-rata basis for Addition/Deletion of assets during the year.

d) LIABILITY :

All known and ascertained liabilities, except of immaterial in nature, as on the date of Balance Sheet are taken into Account on accrual basis.

e) PRIOR PERIOD ITEMS:

Prior period items are income or expenses which arise in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior periods and accounted for accordingly.

f) BASIS OF PREPARATION

All assets & liabilities have been classified as Current or Non-Current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash & cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of Current - non current classification of assets and liabilities.

g) USES OF ESTIMATES

The presentation of financial statement in conformity with the Indian GAAP requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Rs. In Hundreds

Rs. In Hundreds

As at 31st March, 2022

As at 31st March, 2021

2 SHARE CAPITAL

Authorised :

6,00,00,00,000 Equity Shares @ Rs 10/- each

(Previous year 6,00,00,00,000 Equity Shares of Rs.10

600,000,000.00

600,000,000.00

Issued, Subscribed and Paid-up:

4,865,881,125 Equity Shares of Rs.10 each

fully paid-up (Previous year 4,865,881,125

Equity Shares of Rs.10 each)

486,588,112.50

486,588,112.50

a) Equity Shares

Balance at the beginning of the year

486,588,112.50

486,588,112.50

Add: Alloted during the year

Balance at the end of the year

486,588,112.50

486,588,112.50

b) Details of Shareholders holding of Promoters in the Shares held by promoters at the end of the year

Equity Shares of Rs 10/- each fully paid

Name of the Promoter	No. of Shares	% of Holding	% Change	No. of Shares	% of Holding	% Change during the
			during the year			year
President of India	4,865,881,125	100.00%	-	4,865,881,125	100.00%	-

No Calls are unpaid by any Director of the Company during the year.

3 RESERVE & SURPLUS

Capital Reserve

(Represents the credit for land acquired free of cost from Govt. of AP & WB).

1,830.00

1,830.00

A

1,830.00

1,830.00

GENERAL RESERVE

Opening Balance

5,672,163.18

5,672,163.18

Add : Debenture Redemption Reserve

Transferred from Capital Reserve

Add : Bond Redemption Reserve Transferred from Capital Reserve

Closing Balance

B

5,672,163.18

5,672,163.18

SURPLUS/(DEFICIT)

Opening Balance

(510,776,635.07)

(537,732,711.39)

Add : Net Profit for the year

8,838,840.38

26,956,076.28

Closing Balance

C

(501,937,794.70)

(510,776,635.10)

Net Balance

A+B+C

(496,263,801.52)

(505,102,641.92)



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Rs. In Hundreds Rs. In Hundreds
As at 31st March, 2022 As at 31st March, 2021

4	NON-CURRENT LIABILITIES		
	Long-term Borrowings :		
	Unsecured Loans :		
	Deposits		
	-Advance from Customers	40,296.85	2,457,113.19
		<u>40,296.85</u>	<u>2,457,113.19</u>

CURRENT LIABILITIES

5	TRADE PAYABLES		
	(i) Total Outstanding Dues Of Micro Enterprises And Small Enterprises (MSME)(Note 19)	22,748.98	22,748.98
	(ii) Total Outstanding Dues Of Creditors Other Than MSME	1,375.00	1,406.25
		<u>24,123.98</u>	<u>24,155.23</u>
		<u>24,123.98</u>	<u>24,155.23</u>

TRADE PAYABLE AGEING SCHEDULE

PARTICULARS	2021-2022					2021-2022				
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
(i) MSME	-	-	-	-	-	-	-	-	-	-
(ii) OTHERS	1,375.00	-	-	-	1,375.00	1,406.25	-	-	-	1,406.25
(iii) DISPUTED DUES -MSME	-	-	-	22,748.98	22,748.98	-	-	-	22,748.98	22,748.98
(iv) DISPUTED DUES -OTHERS	-	-	-	-	-	-	-	-	-	-

7	Other Current Liabilities		
	Interest on advance from MTNL	-	5,987,497.58
	Liabilities against Capital Advance	2,009,000.00	2,009,000.00
	Other Payables-		
	Liabilities for Expenses	34,624.75	363,131.52
	For Expenses	18,537.93	295,465.67
	For Statutory Dues	30,646.90	39,446.67
	Employee related payable	93,914.00	378,220.78
	Security Deposits	72,630.28	185,484.93
	Other Payables	-	502,878.68
		<u>2,259,353.86</u>	<u>9,761,125.83</u>
		<u>2,259,353.86</u>	<u>9,761,125.83</u>

8	SHORT TERM PROVISIONS :		
	For Employee Benefits	82,998.28	82,998.28
	For Wages of Contract Labour	1,550.98	1,550.98
	For TDS	6,696.63	-
	For GST	28,557.45	-
	For Income Tax	867,891.99	-
		<u>987,695.33</u>	<u>84,549.26</u>
		<u>987,695.33</u>	<u>84,549.26</u>

9	CURRENT ASSETS		
	TRADE RECEIVABLES		
	Debts Outstanding for more than 6 months Considered Doubtful	17,713,676.49	17,713,676.49
	Less: Provision for Doubtful Trade Receivables	-	-
		<u>17,713,676.49</u>	<u>17,713,676.49</u>
		<u>17,713,676.49</u>	<u>17,713,676.49</u>

TRADE RECEIVABLES AGEING SCHEDULE

PARTICULARS	2021-22					2020-21						
	Less than 6 months	6 months- 1 year	1-2 Years	2-3 years	More Than 3 Years	Total	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More Than 3 Years	Total
(i) UNDISPUTED TRADE RECEIVABLES-CONSIDERED GOOD	-	-	-	-	-	-	-	-	-	-	-	-
(ii) UNDISPUTED TRADE RECEIVABLES-CONSIDERED DOUBTFUL	-	-	-	-	-	-	-	-	-	-	-	-
(iii) DISPUTED TRADE RECEIVABLES-CONSIDERED GOOD	-	-	-	-	-	-	-	-	-	-	-	-
(iv) DISPUTED TRADE RECEIVABLES-CONSIDERED DOUBTFUL	-	-	-	-	17,713,676.49	17,713,676.49	-	-	-	-	17,713,676.49	17,713,676.49



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 6 : PROPERTY PLANT AND EQUIPMENT

	(Rs. In Hundreds)											
	Freehold Land	Approach Road	Land Development	Factory & office Building	Admin Building	Building Residential	Non Residential Building	Water supply and sanitation	Railway Sidings	Furniture, Fittings, Office equipments	Computers	Total
COST												
As at 01-04-2021	31,062.65	2,375.95	233,776.12	203,857.53	38,056.57	1,407,558.80	318,773.06	105.07	12,589.07	213,097.25	102,464.92	2,563,716.99
Additions during the year	-	-	-	-	-	-	-	-	-	-	-	-
Transfer/ Deductions/ Adjustments	-	-	-	-	-	-	-	-	-	-	-	-
As at 31-03-2022	31,062.65	2,375.95	233,776.12	203,857.53	38,056.57	1,407,558.80	318,773.06	105.07	12,589.07	213,097.25	102,464.92	2,563,716.99
DEPRECIATION												
As at 01-04-2021	-	2,257.15	222,087.27	174,069.92	22,751.47	912,816.12	272,337.97	99.82	11,959.59	201,758.73	97,341.65	1,917,479.69
For the year	-	-	-	1,966.48	1,206.39	22,239.43	5,096.61	-	-	80.43	-	30,549.34
Transfer/ Deductions/ Adjustments	-	-	-	-	-	-	-	-	-	-	-	-
As at 31-03-2022	-	2,257.15	222,087.27	176,056.40	23,957.86	935,055.55	277,374.58	99.82	11,959.59	201,839.16	97,341.65	1,948,029.03
NET BLOCK												
As at 01-04-2021	31,062.65	118.80	11,688.85	29,787.61	15,305.10	494,742.68	46,435.09	5.25	629.48	11,338.52	5,123.27	646,237.29
As at 31-03-2022	31,062.65	118.80	11,688.85	27,801.13	14,098.71	472,503.25	41,398.48	5.25	629.48	11,258.09	5,123.27	615,687.96



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

		Rs. In Hundreds		Rs. In Hundreds	
		As at 31st March, 2022		As at 31st March, 2021	
10	<u>CASH & CASH EQUIVALENTS</u>				
	Cash in hand	35.56	35.56	1.90	1.90
	In Fixed Deposits with Scheduled Banks:				
	Indian Overseas Bank	-		20,985.87	
	BOB	7,117,939.45		5,023,670.75	
	Indian Bank	262,328.99		261,089.20	
	State Bank of India	-	7,380,268.44	2,627,679.16	7,933,424.98
	In current Accounts with Scheduled Banks:				
	State Bank of India (All branch)	872.53		6,652.11	
	Bank of Baroda	612,418.60		(4,121.98)	
	Indian Bank	48,904.05		27,931.25	
	Indian Overseas Bank	-	662,195.18	1,131.76	31,593.14
		8,042,499.18		7,965,020.02	
11	<u>SHORT TERM LOANS AND ADVANCES</u>				
	Advance recoverable in cash or kind or for value to be received :				
	Considered Good		48,383.78		52,990.32
	Considered Doubtful		199,775.42		199,775.42
			248,159.20		252,765.74
	Less: Provision for Doubtful Advance		199,778.90		199,778.90
			48,380.30		52,986.84
	Others amounts Receivable		1,463.44		1,118.75
	Advance Payment of Income Tax and TDS	192,090.13		181,010.59	
	Less : Provision against Advance Payment of Income Tax and TDS	130,766.27	61,323.86	-	181,010.59
	Other Advances	58,218.60		58,764.42	
	Less : Provision against Doubtful Assets	58,218.60		-	58,764.42
		111,167.60		293,880.60	
12	<u>OTHER CURRENT ASSETS</u>				
	Balances with Revenue Authorities		108,137.26		87,684.09
	Accrued Interest		150,375.24		211,678.34
			258,512.50		299,362.43



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

	Rs. In Hundreds	Rs. In Hundreds
	For the year ended 31st March,2022	For the year ended 31st March,2021
13	<u>OTHER INCOME</u>	
Interest	332,360.85	387,532.26
interest on IT refund	1,119.03	2,628.68
Miscellaneous Income	39.95	3.23
	<u>333,519.83</u>	<u>390,164.17</u>
14	<u>EMPLOYEES' REMUNERATION AND BENEFITS</u>	
Salaries & Wages	-	-
	-	-
15	<u>OTHER EXPENSE :</u>	
A		
Power & Fuel	-	262.61
Electricity Charges	2,288.82	6,186.84
Repairs to :		
Others	<u>2,795.12</u>	<u>2,829.27</u>
Rates and Taxes	36,587.40	35,791.10
Retainership fees (consultants)	42,384.14	63,163.96
Consultancy Fees	8,159.44	16,760.00
Travelling & Conveyance	6,852.76	8,240.72
Postage, Telegram & Telephone	1,088.29	1,261.80
Interest on Others	4.65	2,088.49
Bank charges	466.61	43.24
Audit Fees:-		
Statutory Audit	1,250.00	1,250.00
Tax Audit	<u>250.00</u>	<u>250.00</u>
Management services	6,000.00	5,530.00
Printing & Stationery	932.66	845.02
Legal Expense	27,303.88	7,900.92
Wages for Contract Labour	-	1,550.98
Security Expenses	71,546.64	75,537.58
Professional fees	4,264.60	13,059.00
Miscellaneous Expenses	514.51	936.96
Other Expenses	284.08	504.90
	<u>212,973.60</u>	<u>243,993.39</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Rs. In Hundreds

Rs. In Hundreds

For the year ended
31st March,2022

For the year ended
31st March,2021

		For the year ended 31st March,2022	For the year ended 31st March,2021
B	<u>PROVISIONS :</u>		
	Provision for Doubtful Debts	-	10,581.97
	Provision against Doubtful Assets	188,984.87	-
	Provision for GST Payable	28,557.45	-
	Provision for Income Tax	867,891.99	-
	Provision for TDS Payable	6,696.63	101,400.11
		<u>1,092,130.94</u>	<u>111,982.08</u>
C	<u>PRIOR PERIOD ADJUSTMENT:</u>		
	Other Expenses	77,509.14	-
		<u>77,509.14</u>	<u>-</u>
	TOTAL [A+B+C]	<u>1,382,613.68</u>	<u>355,975.47</u>
16	<u>EXTRA-ORDINARY ITEMS</u> [Refer Note - 24]		
	Liability Written Back	9,923,718.02	27,156,354.87
	Assets Written off	(5,234.44)	(203,460.48)
		<u>9,918,483.57</u>	<u>26,952,894.39</u>



NOTE:17

a) Contingent liability not provided for :	As on 31.03.2022	As on 31.03.2021
	Rs. in Hundreds	Rs. in Hundreds
i) Cases under Arbitration	81,000.00	81,000.00
ii) Other Court Cases	20,122,220.21	3,598,470.00
iii) Dy Labour Commissioner	13,300.00	13,300.00
iv) Labour Court	128,160.00	128,160.00
v) C.G.Industrial Tribunal	475,000.00	475,000.00
vi) Industrial Tribunal	3,760.00	3,760.00
vii) Arrear against pay revision (including PF)	1,727,580.00	1,727,580.00
viii) Proposal for levy of Damages u/s 14B of the EPF & MP Act, 1952	290,730.00	290,730.00
ix) Claim of a contractor under subjudice	64,160.00	64,160.00
x) Balance Gratuity awarded to Casual Employees by Asst. Labour Commissioner	173,120.00	173,120.00
xi) Disputed claim of subcontractor/ Supplier/ Consultant	-	-
xii) Estimated amount of Excise Duty and interest thereon , not provided for	367,350.00	367,350.00
xiii) Balance Gratuity awarded to V.R Employees by Asst Labour Commissioner	62,460.00	62,460.00
xiv) Terminated/Suspended employees revised wages	83,710.00	83,710.00
xv) ESI & CC To ESI (Employees)	16,480.00	16,480.00
xvi) ESI (Land Displaced Persons up to 31.03.2017)	10,660.00	10,660.00
xvii) Amount received on closure of trust	19,000.00	19,000.00
xviii) Demand for enhanced Compensation for the land acquired by TSIC for the purpose of HCL in Mallur, Hyderabad	72,910.00	72,910.00
xix) Members of HCE Cooperative Credit Society have claimed interest on due amount	133,000.00	133,000.00
xx) Claim of 1992/1997 Wage revision pending Adjudication	1,212,105.48	1,146,560.00
xxi) Claim of salary and wages for 58-60 including PF but excluding interest on PF pending adjudication	2,774,330.00	2,774,330.00

b) In none of the cases cash outflow is envisaged at this point of time as assessed by the management.

NOTE 18 The entire Trade Receivables being considered doubtful has been fully provided for in previous years.

NOTE 19 As company's manufacturing activities have been ceased since 2005, the company has not been making any procurement since then, including from MSME. There is old outstanding balance of Rs 22748.98(Rs. in Hundreds) ((previous year Rs. 22748.98 (Rs. in Hundreds)) of MSME relating to the period prior to 2005, which are either time barred or under litigation. Hence no interest on the principle amount has been provided as per the MSME Act.

NOTE 20 Dues assessed under section 7A of the EPF & MP Act, 1952 by RPF/SRO/DGP along with interest thereon upto 31.03.2018 has been paid as statutory dues, however appeal is pending at EPFAT.

NOTE 21 As per the provisions of Schedule II of the Companies Act, 2013, depreciation for the year ended 31.03.2022 has been provided on the basis of useful life of the assets.

NOTE 22 As per DHI's letter no. 1(13)/2003-PE-II (Vol.X) dated 6th October, 2016, closure of HCL would be done by relieving all the employees for implementation of approved Roadmap for closure of CPSEs under DHI. This would be achieved by offering attractive VRS/VSS package, retrenchment of the employees not opting VRS/VSS under Industrial Disputes Act, 1947 (IDA), settlement of all employee related liabilities including payment of salary and wages from April 2015 till they are separated from the Company. Accordingly all employees were released on 31.01.2017.



NOTE 23 Since the year 2003, the Company has availed various loans from time to time from Government of India for payment of salary, wages and other statutory dues. Aggregate of such loan as on 31.3.2016 is Rs. 1,31,188.48 Lakhs of principal and Rs.1,81,660.97 Lakhs of interest totaling to Rs. 312849.45 Lakhs. Additional interest of Rs. 56348.04 Lakhs has been accrued during the period from 1.4.2016 to 30.9.2016. DHI vide their letter No.1(13)/2003-PE-II (VOL X), dated 6.10.2016 has conveyed approval of Union Cabinet for "conversion into equity of the existing Govt. of India's loan of Rs. 3467.15 crore (projected) (Principal of Rs.1311.88 crore and interest of Rs.2155.27 crore), as on 30.9.2016 (freezing the interest thereafter)."

In terms of the approval of the Union Cabinet in meeting held on 28.9.2016 for closure of Hindustan Cables Limited, during the financial year 2016-17 the Company has received cash infusion in the form of non-plan loan for Rs.25,850.00 Lakhs and Rs.14,150.00 Lakhs totaling to Rs.40,000.00 Lakhs. The said amount was utilized for OTS of the dues to secured lenders and payment of part of pending salary, wages and statutory dues. Further during financial year 2016-17, the Company has received sanction of cash infusion in the form of non-plan equity amounting to Rs.16,413.00 Lakhs, Rs.46,932.00 Lakhs, Rs. 2148.00 Lakhs and Rs.866.00 Lakhs. These amounts were utilized for payment of balance salary, wages and statutory dues, payment of VRS compensation inclusive of gratuity and terminal leave encashment, payment to casual workers and payment against court orders in the case of O.Munniswamy Reddy and others.

A table containing sanction order Nos., date, etc. and reconciliation of share application money pending allotment amounting to Rs 15392.08 lakhs is given below:

Particulars		Amount in INR (Lakhs)		
GOI Principal Loan Amount as on 1st April, 2016		131,188.48		
Interest on Loan Accrued and Due as on 1st April, 2016		181,660.97		
Interest on Loan Accrued and Due for 2016 -17		52,259.43		
Interest on Loan Accrued but Not Due as on 30.09.2016		4,088.61		
Total		369,197.49		
Loan/Equity Amount Received during 2016 -17				
Sl No.	GOI Order	Order Date	Nature	Amount in INR (Lakhs)
1	No.1(16)/2015-PEII(I)	30.09.2016	Non-plan loan	25,850.00
2	No.1(16)/2016-PEII(II)	30.09.2016	Non-plan loan	14,150.00
3	No.1(3)/2013-PEII(I)	17.01.2017	Non-plan equity	16,413.00
4	No.1(3)/2013-PEII(V)	17.01.2017	Non-plan equity	46,932.00
5	No.1(3)/2013-PEII(II)	17.01.2017	Non-plan equity	2,148.00
6	No.1(3)/2013-PEII(III)	17.01.2017	Non-plan equity	866.00
Total				106,359.00
Less : Amount transferred to GOI during FY 2017-18				15,000.00
Less : Reversal of excess interest booked in earlier years				511.41
Less: Amount paid on behalf of GOI for purchase of shares of HCL from Canara Robeco Mutual fund				1.00
Less : Shares Allotted to Government of India (4,44,65,20,000 no of shares of Rs. 10 each)				444,652.00
Share Application Money Pending Allotment				15,392.08

NOTE 24 Extra-Ordinary items

Extra-Ordinary Item Rs. 9923718.02(in hundreds) on account of liabilities written back includes due to MTNL Rs. 8391955.00(in hundreds) and Other liabilities Rs. 1531763.02(in hundreds) for which being barred by time limitation has been adjusted and Rs.5234.44(in hundreds) on account of Assets Written Off for which assets not identifiable or not receivable. Details is as per as given below:

Heads	Amount Rs. In Hundreds
Liabilities Written Back	9,923,718.02
Assets Written Off	(5,234.44)
Total	9,918,483.57

NOTE 25 Short Terms Loans and Advances includes an amount of Rs. 48000.00(Rs. in Hundreds) deposited with the Registrar as per the direction of Honorable High Court at Calcutta as per order sheet no EC 285 of 2017 dated 20th Day of June'2019 in a case which is pending against DARCL Logistics Limited & CJ DARCL Logistics Limited.

NOTE 26 As per the order of Honorable High Court of Calcutta vide IA No : GA/1/2020 dated 15th day of November,2021 a Bank Guarantee dated 14.12.2021, issued of Bank of Baroda Jodhpur Park Branch of an amount of Rs.50000.00(Rs. in Hundreds) against Fixed Deposit maintained with Bank of Baroda Jodhpur Park Branch has been furnished to the Registrar in a case which is pending against M/s Joy Maa Santoshi Saw Mill.

NOTE 27 The Fixed Assets includes Land and Building situated at Narendrapur(West Bengal) and Jodhpur Park(West Bengal) which have been sold vide deed of registration dated 24th day of May'2022. Advance received amounting Rs. 2009000.00(Rs. in Hundreds) against the said Fixed Assets has been shown under the head "Liabilities against Capital Advance" under " Other Current Liabilities"

NOTE 28 Information pursuant to AS - 18 "Related Party Transactions There are no transactions with the related parties during the year.

NOTE 29 As the companys manufacturing activity is stopped since long, and Government of India has decided for the closure of the Company, hence no segement results has been prepared.



NOTE 30 Calculation of Earning per Share :	2021-22	2020-21
Profit/(Loss) as per Profit & Loss A/c (Rs.)	883,884,038	2,695,607,628
Weighted Average No. of Shares	4,865,881,125	4,865,881,125
Earning per share	0.18	0.55

NOTE 31 Ratios

The ratios for the year ended March 31,2022 and March 31,2021 are as follows:

Particulars	As at March 31,2022	As at March 31,2021	Variance (In %)
Current Ratio	2.57	0.87	170.45
Debt-Equity Ratio	0.00	-0.13	12.85
Debt Service Coverage Ratio	NA	NA	NA
Return on Equity Ratio	0.00	0.00	-
Inventory Turnover Ratio	NA	NA	NA
Trade Receivable Turnover Ratio	NA	NA	NA
Trade payables turnover ratio	NA	NA	NA
Net Capital Turnover Ratio	NA	NA	NA
Net Profit Ratio	-3.24	0.01	(324.53)
Return on Capital Employed	-0.19	0.00	(18.28)
Return on Investments	NA	NA	NA

1.Net profit has been considered before extraordinary Items

2.The variance more that 25% is due to Liabilities written back,Asset written off,Provisions and Prior Period items

NOTE 32 The Company has adopted liquidation basis of accounting for preparation of its financial statements. Under liquidation basis of accounting, assets are required to be stated at net realizable value. Considering the statutory deadline for conclusion of accounts and filing thereof with M.C.A within specified time span, assets for the year continue to remain stated at historical cost. Stating of assets at net realizable value by following due procedure is expected to be implemented for compilation of accounts from the next financial year i.e. financial year 2022-23.

NOTE 33 No provision for income tax and MAT relating to current financial year has been computed as the company is a sick company and it has unabsorbed carry forward losses as per last years return. However, appropriate provision has been made for Income Tax on Capital Gain for previous financial years.

NOTE 34 The figures for the previous year have been rearranged and regrouped wherever necessary.

In terms of our report of even date.


K. Mohan

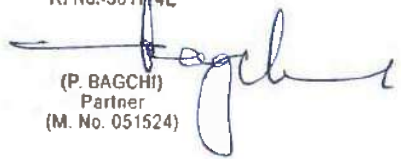
Chairman and Managing Director
DIN - 08385809


Amal Kumar Bose
Advisor

Place : Kolkata

Dated: 23 SEP 2022

For G. BASU & CO,
Chartered Accountants
R. No.-3011/4E


(P. BAGCHI)
Partner
(M. No. 051524)

K. MOHAN
CHAIRMAN AND MANAGING DIRECTOR
HINDUSTAN CABLES LIMITED



(under the Ministry of Heavy Industries)
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