



Independent Auditor's Report

To the Members of **U.P. ELECTRONICS CORPORATION LIMITED**

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the standalone financial statements of **U.P. ELECTRONICS CORPORATION LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2021, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for qualified opinion section of our report, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2021.
- In the case of the Profit & Loss Account, of the profit for the year ended on that date; and
- In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Basis for Qualified Opinion

- Provision for gratuity has been made as per accrued liability as mentioned in note no. 1.3.2 of significant accounting policies. However, in our opinion same is not as per actuarial valuation basis as per requirement of "AS-15(Revised)- Employee Benefits". Actuarial assumptions are an enterprise's best estimate of the post-employment benefits. As there is no such valuation, the extent of short/Excess liability has not been provided/written back and is not determinable.
- Provision for municipal Tax and water charges has been accounted for on cash basis as per note 1.4 of significant accounting policy. As municipal tax and water charges are charged by landlord, hence provision for the same cannot be determined.
- Quoted and Unquoted investments amounting to Rs. 6948.87Lacs (Rs.6725.19 Lacs investment in subsidiary and Rs.223.68 Lacs in other companies) vide note no. 10 of the financial statements Financial, has been stated at cost as stated in note no. 1.7 of significant accounting policies. However with further reference to note no. 29 to 33 the investments held by corporation in various subsidiaries and other companies would be reduced due to continuous losses/wound up proceedings initiated in various companies hence provision for diminution in value of investments would be required, as the diminution is permanent decline and the carrying amount of the investments should be reduced recognising such decline as per the provisions of AS-13" Accounting for Investments" .





The impact is that profit for the year is overstated to extent of Rs.6044.49Lacs due to non-provision of diminution in value of share of Uptron India Limited (Rs.5730.59 Lacs), UPLEASE Financial Services Ltd (Rs.100 Lacs.), Teletronixs Limited (Rs.15 Lacs), Linaks Micro Electronics Ltd (Rs.28.90Lacs) and BPL Display Devices Limited (Rs.170 Lacs.) and surplus in profit and loss a/c being part of shareholder fund are overstated by Rs.6044.49Lacs. and investment and reserve and surplus being part of shareholder fund appearing in balance sheet are overstated by Rs.6044.49Lacs.

- d) As mentioned in note 36 of financial statements, Investment in promotional scheme amounting to Rs.1241.60 lacs represents direct expenses together with service charges debited by the corporation for implementing various promotional scheme. The funds for these investments were release by the govt of Uttar Pradesh, in form of share capital in earlier year. The expenses incurred/investments made under this have no realizable value. These amounts do not qualify to be considered as investments as per para 3 of AS-13 "Accounting for Investments". The impact is that profit for the year is higher to extent of Rs.1241.60 Lacs due to nonwritten of this amount and investment and surplus in profit and loss a/c being part of shareholder fund are overstated by Rs.1241.60Lacs.
- e) Loan and advances to subsidiary company, Uptron India Ltd (Rs.10864.47 Lacs) and joint sector company UptronColour Pictures tubes Ltd (Rs.534.00 Lacs) are having uncertainty for realization. Major funds for these loan and advances were released by the Govt. of Uttar Pradesh, in earlier year for these subsidiaries/companies of joint sector. UP Govt. release Rs.10762.00 lacs (Present o/s Rs.10733.67 Lacs) on various dates for this purpose.

As per note no 11.2 of financial statements, out of this amount of Rs.11398.47 Lacs the Board of Directors of the corporation in its 191st meeting held on 27-09-2016 has approved proposal for write off of Rs.797.88 Lacs given out of own resources subject to approval of UP GOVT. In this regard State Gov. gave the direction that write off shall be done as per the Accounting Standards & Companies Act. The matter was placed before the board of Director Meeting held on 21st Oct, 2020 which however write off of Rs. 797.88 Lacs was not accorded. Hence, the write off is still pending.

- f) Government loans with reference to note no. 25.1 to 25.4 & 25.6 to 25.8 of the notes forming part of the financial statements specifies that the loan released by the UP Govt. for working capital requirement of the subsidiary companies Uptron India Limited (Rs.983.00 Lacs) and UptronPowertronics Ltd.(20.00 Lacs) no provision of interest have been made as per past practice in books of accounts for interest payable on Govt Loans as corporation has not provided any interest recoverable from concern subsidiaries company for whom this loan was sanction by the state Govt. The impact of this on profit and loss is not determinable as such.
- g) AGM for the FY 2017-18, 2018-19 & 2019-20 have not been convened till the date of this Audit.

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



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Qualified Opinion.

Key audit matters

Reporting of the Key audit matters as per SA 701.

Key Audit Matter are not applicable to the company as it is an unlisted Company.

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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



as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality

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 standalone 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 standalone financial statements.

Communication with those charged with governance

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that



a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2016("the Order") issued by the Government of India in terms of sub-section 11 of section 143 of the Act, we we enclose the "Annexure-A" statement on matters specified in paragraphs 3 and 4 of the said order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and except for the matter described in the Basis of Qualified Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. Except for the possible effects of the matter described in the Basis of Qualified Opinion paragraph above, in our opinion proper books of accounts as required by law have been kept by the Company so far as appears from our examinations of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with relevant the books of accounts.
 - d. Except for the possible effects of the matter described in the Basis of Qualified Opinion above, in our opinion and to the best of our information provided, 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 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of internal controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in " Annexure-B"
 - g. Report on Directions issued under sections 143(5) of Companies Act 2013 is annexed as per "Annexure-C"
 - h. The company has not disclosed amount payable together with interest if any o/s more than 30 days to small scale industrial undertaking. The company has also not identified the Micro, small and medium enterprises as defined under the "The Micro ,small and Medium enterprises Act 2006"
 - i. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

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- I. As per explanations and information given by company's management The Company does not have any pending litigations which would impact its financial position.
- II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For and on behalf of
Vimal Dixit & Associates
Chartered Accountants
Firm Registration No. 008805C



Avneesh Pratap Singh
(Partner)
Membership No. 414923
UDIN-22414923APOJAU5487

Place: Lucknow
Date :22/08/2022



ANNEXURE-A TO OUR MAIN REPORT

Re: -U.P. ELECTRONICS CORPORATION LIMITED YEAR ENDING 31st March 2021.
Referred to in para 9 of our report of even date

In terms of the information and explanations given to us and the books of accounts examined by us in the normal course of audit and to the best of our knowledge and belief, we state that: -

- (i) (a) The company *has not maintained* proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As explained to us, *all the assets have not been physically verified by the management* during the year. As fixed asset register not completed, the discrepancies between book and physical inventory are not commented upon.
(c) According to information and explanation given to us there is no immovable property held by company. However company hold one lease hold property and same is held in the name of the company as at balance sheet date.
- (ii) (a) As explained to us, the inventory has been physically verified during the year (at year end) by the management. In our opinion, the frequency of verification is not reasonable.
(b) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) (a) In our opinion and according to the information and explanations given to us, company have granted Rs. 11833.37 Lacs detailed in Note. 11.1 & 11.2 of Financial statement as loans(unsecured), to or from any companies (5), firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
(b) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that receipt of principal amount and interests are not regular except UPTEC Computer Consultancy Limited.
(c) There are outstanding loans of Rs.11833.37 Lacs which are payable from companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013. Regarding overdue for more than 90 days, all loans are very old and all loans are linked to loans received from UP GOVT. Hence we are unable to furnish overdue more than 90 days.
- (iv) Based on our audit procedures and according to information and explanations given to us, company has not made any loan to its directors or its associates companies in which directors are interested as per section 185 of the companies Act 2013. Further company has not made any loans and advances and investments in terms of provisions of section 186 of the companies Act 2013.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public. No order has been passed by the Company Law Board or National company Law Tribunal Or Reserve bank of India or any Court or any other tribunal.
- (vi) It has been explained to us that the maintenance of cost records has not been prescribed under section (1) of Section 148 of Companies Act, 2013.



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- (vii) (a) According to the records of the company the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' State insurance, income tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, excise duty, Cess and any other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, Sales Tax, Service Tax, Custom duty, excise duty and Cess were in arrears, as at 31.03.2021 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty and Cess which have not been deposited on account of any dispute. The details of pending dues are given as under:

Authority	Financial/Assessment Year	Total Disputed Demand (Rs.)	Tax Deposited (Rs.)	Net disputed tax liability	Pending Before
Income Tax (A)	(i) 2011-2012	16,39,000.00	3,39,640.00	12,99,360.00	Commissioner (Appeals)-II, Lko Short credit of TDS of Rs 3,39,640.00 matter is pending before Assessing Officer.
-do-	(ii) 2012-2013	24,48,880.00	4,39,253.00	20,09,627.00	Commissioner (Appeals)-II, Lko Short credit of TDS of Rs 4,39,253.00 matter is pending before Assessing Officer.
-do-	(iii) 2013-2014	34,22,480.00	2,07,341.00	32,15,139.00	Commissioner (Appeals)-II, Lko Short credit of T.D.S Rs. 2,07,341.00 matter is pending before Assessing Officer.
-do-	(iv) 2014-2015	<u>16,51,160.00</u>	<u>56,887.00</u>	<u>15,94,273.00</u>	Commissioner (Appeals)-II, Lko
-do-	(v) 2015-2016	<u>22,46,470.00</u>	<u>3,34,512.00</u>	<u>19,11,958.00</u>	-do-
	Total (i) to (v) (A)	<u>1,14,07,990.00</u>	<u>13,77,633.00</u>	<u>1,00,30,357.00</u>	
Service Tax	(i) 2006-2007 to 2009-2010	1,86,12,697.0	*59,10,146.00	1,31,78,000.00	Hon'ble Central Excise & Service Tax Appellate Tribunal.
-do-	(ii) 2010-2011	73,83,913.00	*69,32,552.00	10,63,000.00	-do-
-do-	(iii) 2011-12	8,09,504.00	5,66,410.00	2,43,094.00	Commissioner of Central Excise & Service Tax, Lko
-do-	(iv) 2012-13	<u>10,06,539.00</u>	2,45,195.00	7,61,344.00	Commissioner of Central Excise & Service Tax, Lko
-do-	(v) 2013-2014	8,03,558.00	71,690.00	7,31,868.00	-do-
-do-	(vi) 2014-15	3,09,387.00	57,839.00	2,51,548.00	Hon'ble CEST, Allahabad



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	Total (i) t (vi) (B)	<u>2,89,25,598.00</u>	<u>1,37,83,832.00</u>	<u>1,62,28,854.00</u>	
(F.1) Other Disputed Liabilities not Acknowledged LTDC employees Appropriate Authority (Gratuity)	(C)	67,450.00	67,450.00	--	Hon'ble High Court, Lko
	Total (Rs.) (A+B+C)	4,04,01,038.00	1,52,28,915.00	2,62,59,211.00	

* Including CENVAT & cum duty benefit.

- (viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holder except State Government of Uttar Pradesh. Total amount given by State Govt. is 11207.56 Lacs. Out of which for RS. 1403.00 Lacs is overdue and for balance amount of loan there is no stipulation for period of repayment of loan.
- (ix) During the year no money raised by way of initial public offer or further public offer (including debt instruments) and term loans, hence question of its utilization for the purpose for which they were raised does not arise.
- (x) Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on company by its officers and employees has been noticed or reported during the course of our audit.
- (xi) In our opinion and according to the information and explanation given to us, this clause relating to Managerial Remuneration not applicable to company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.



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- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For and on behalf of
Vimal Dixit & Associates
Chartered Accountants
Firm Registration No. 008805C



Avneesh Pratap Singh
(Partner)
Membership No. 414923
UDIN-22414923APOJAU5487

Place: Lucknow
Date :22/08/2022



Annexure –B to Auditor’s Report

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

We have audited the internal financial controls over financial reporting of **U.P. ELECTRONICS CORPORATION LIMITED** as of March 31, 2021 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”. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable



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detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For and on behalf of
Vimal Dixit & Associates
Chartered Accountants
Firm Registration No. 008805C



Avneesh Pratap Singh
(Partner)

Membership No. 414923
UDIN-22414923APOJAU5487

Place: Lucknow
Date : 22/08/2022

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Annexure-C relating to Directions issued under sections 143(5) of Companies Act 2013 on the Accounts of UP Electronics Corporation Ltd. for the year Ended on 31.03.2021 by Office of the Accountant General (E. & R.S.A.)UP

S.No	Directions	Comments
1.	Whether The company has system in place to process all the accounting transactions through IT System? If Yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the Financial implications, if any, may be stated.	Yes, the company process all the accounting transactions through IT systems. The company is following Accounting System Tally ERP-9 for all Type of Accounting transactions.
2.	Whether there is any restructuring of an existing loans or cases of waiver/ written off of debts/loans/interest etc. made by lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	There are no cases of restructuring of any existing loans or waiver/write off of debts/ loans/interest etc.
3.	Whether Funds received/receivable for specific schemes from Central/State agencies were properly accounted for utilized as per its term and condition? List the cases of deviation.	Yes, the Funds received/receivable for specific schemes from Central/State agencies are properly accounted and utilized as per the terms and conditions.

Specific Sub -Direction under Section 143(5) of the companies Act 2013

S.No	Directions	Comments
1.	Whether the bank guarantees have been revalidated in time?	Yes, in Time.
2.	Cases of wrong accounting of interest earned on account of non-utilization of amounts received for certain projects/schemes may be reported.	No Deviation Observed.
3.	Examine and report the cases of dispute If any on the contract relating to supply of hardware as well as software. In the event of such assets remaining with the company, please report on its valuation and accounting in the books.	As Per Confirmation by Management there is no Dispute if any on the contract relating to supply of hardware as well as software.
4.	Report the cases wherein software, hardware or IT	As Per Confirmation by

H.O.- 65 / 75, CHITWAPUR ROAD, OPP. VIKAS DEEP BUILDING, (STATION ROAD), LUCKNOW-226001, U.P.
 MO. 9889733488 ,9335807181 – email – cavimaldixit@rediffmail.com
 BRANCHES – M.P, UTTAKHAND, JHARKHAND , BIHAR , CHHATTISGARH



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	enabled system is lying redundant/outdated.	Management There is NO Cases wherein software, hardware or IT enabled system is lying redundant/outdated.
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For and on behalf of
Vimal Dixit & Associates
Chartered Accountants
Firm Registration No. 008805C



Avneesh Pratap Singh
(Partner)
Membership No. 414923
UDIN-22414923APOJAU5487

Place: Lucknow
Date : 22/08/2022

U P ELECTRONICS CORPORATION LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2021

CIN-U72200UP1974SGC003880

(Amount in Rupees)

Particulars	Note No.	Amount as at 31-03-2021	Amount as at 31-03-2020
I. EQUITY AND LIABILITIES			
<u>(1) Shareholder's Funds</u>			
(a) Share Capital	2	876598000	876598000
(b) Other Equity	3	142471364	131874539
	A	1019069364	1008472539
<u>(2) Share Application money pending allotment</u> (Refer note no. 24)	B	38826000	38826000
<u>(3) Non-Current Liabilities</u>			
(a) Long-Term Borrowings	4	1116755827	1120755827
(b) Long Term Provisions	5	17570499	21680025
	C	1134326326	1142435852
<u>(4) Current Liabilities</u>			
(a) Trade Payables	6	189528570	391443481
(b) Other Current Liabilities	7	1625079181	1280409883
(c) Short-Term Provisions	8	39546202	47527626
	D	1854153953	1719380990
Total(A+B+C+D)		4046375642	3909115381
II. ASSETS			
<u>(1) Non-Current Assets</u>			
(a) Property, Plant and Equipments	9	3239376	3476249
(b) Financial Assets			
(i) Non-Current Investments	10	819047478	819047478
(II) Long term loans and advances	11	1280522427	1262869844
(III) Other non-current assets	12	10355580	9750525
	A	2113164861	2095144096
<u>(2) Current Assets</u>			
(a) Inventories	13	77996	126540
(b) Financial Assets			
(i) Trade Receivables	14	182231051	253205429
(ii) Cash and cash equivalents	15	1737898457	1551407817
(iii) Short-term loans and advances	16	11721318	8698821
(C) Other Current assets	17	1281959	532678
	B	1933210781	1813971285
Total (A+B)		4046375642	3909115381

Significant Accounting Policies & Notes to financial statements

AS PER OUR REPORT OF EVEN DATE
FOR VIMAL DIXIT & ASSOCIATES.
CHARTERED ACCOUNTANTS



(AVNEESH PRATAP SINGH)
PARTNER
M.N. 414923
F.R.N. 008805C
PLACE: LUCKNOW
DATE 22/08/22

(AKSHAY TRIPATHI)
MANAGING DIRECTOR
DIN - 08608796

FOR U P ELECTRONICS CORPORATION LIMITE

(KUMAR VINEET)
DIRECTOR
DIN-09096980

(RAHUL PURWAR)
SENIOR MANAGER/
INCHARGE(Accounts)

VDIN - 22414923APOJAVS487

U P ELECTRONICS CORPORATION LIMITED CIN-U72200UP1974SGC003880
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2021

(Amount in Rupees)

Sr. No	Particulars	Note No.	Amount for the Financial Year 2020-21	Amount for the Financial Year 2019-20
	Income			
I	Revenue from operations	18	43,26,15,077	58,85,30,886
II	Other Income	19	2,42,64,462	2,91,91,191
III	Total Revenue (I +II)		45,68,79,539	61,77,22,076
	Expenses:			
IV	a Purchase of Stock-in-Trade		5,89,01,240	17,24,95,041
	b Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	20	48,544	19,536
	c Employee Benefit Expense	21	1,43,11,770	3,04,27,345
	d Financial Costs		-	-
	e Depreciation and Amortization Expense	22	8,46,806	8,35,833
	f Other Expenses	23	36,74,06,367	39,48,58,628
	Total Expenses		44,15,14,727	59,86,36,382
V	Profit before tax & Exceptional Items	(III - IV)	1,53,64,812	1,90,85,694
VI	Exceptional Items		-	-
VII	Profit before tax (V - VI)		1,53,64,812	1,90,85,694
VIII	Tax expense:			
	Current tax		25,64,700	50,00,000
	Less: MAT Credit Entitlement		5,36,650	-
	Add: Tax Liability of earlier Year		27,39,937	-
IX	Profit/(Loss) for the period (VII-VIII)		1,05,96,825	1,40,85,694
X	Earning per equity share:			
	Basic & Diluted		1.21	1.61

Significant Accounting Policies & Notes to financial statements



AS PER OUR REPORT OF EVEN DATE
 FOR VIMAL DIXIT & ASSOCIATES.
 CHARTERED ACCOUNTANTS

(AVNEESH PRATAP SINGH)
 PARTNER
 M.N. 414923
 F.R.N. 008805C
 PLACE: LUCKNOW
 DATE 22/08/22

(AKSHAY TRIPATHI)
 MANAGING DIRECTOR
 DIN - 08608796

(KUMAR VINEET)
 DIRECTOR
 DIN-09096980

(RAHUL PURWAR)
 SENIOR MANAGER/
 INCHARGE(Accounts)

UDIN - 22414923APOJAUS487

FOR U P ELECTRONICS CORPORATION LIMITED

UP ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-2021)

1.1 CORPORATION INFORMATION

UP Electronics Corporation Ltd (CIN- U72200UP1974SGC003880) is registered as a Government Company under the Companies Act, 1956 having its Registered office in Lucknow. The date of incorporation of the Company is 30.03.1974. All the Shares are held by Sri. Governor of UP and its Nominees. The Company is engaged in the following business.

- Trading Business through selling computer hardware and its peripherals, software products/development of software/AMC/Job Works etc to various Govt. Department.

1.2 SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statement.

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principal in India (GAAP) under the historical cost convention on accrual basis, and Accounting Standards as prescribed under section 133 of the Companies Act, 2013 (the Act,) read with rule-7 of the Companies (Accounts) Rules, 2014 except receipts & payments specified in under mentioned para nos.1.2 & 1.4

The accounting policies adopted in preparation of these financial statements are consistent with those applied in previous year.

1.2 Revenue Recognition:

Computer Education fees and Dividend Income, Which have been accounted for on receipt basis.

1.3 Retirement/Other Benefits:

1.3.1 Contribution to Contributory Provident Fund is accounted for on accrued liability basis.

1.3.2 Gratuity provision is made on accrued liability basis in respect of employees who are on the pay roll of the Corporation Consistently over a period of years for which gratuity is payable by the Corporation. Accrued liability as on 31.03.2021 of Rs. 2,39,25,589/- (Prev.Yr. 2,72,82,923/-) has been provided. The Corporation had taken Group Gratuity Scheme Policy of LIC in the year 1999-2000. The Yearly Premium has been paid to LIC.

1.3.3 Leave Encashment on accrued liability basis.

1.3.4 Arrear of D.A etc: - Liability is being accounted for as per Govt. order issued and approval by the Board of Directors.



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1.4 Revenue Expenditure

Municipal Tax and Water Charges are being reimbursed to the Landlord, accounted for on actual payment basis.

1.5 Sales & Services Activities etc:-

1.5.1 Products—Computers Hardware & Other Peripherals, etc.

Sales have been recorded at sales price inclusive of Corporation's Institutional Charges excluding GST.

1.5.2 Services---Software & Manpower Supply Related Activities.

Cost inclusive of Corporation's Institutional Charges excluding GST.

1.6 Property, Plant and Equipment & Depreciation Thereon:-

1.6.1 Items of Property, Plant and equipment are stated at cost net of recoverable taxes and include amount added on revaluation, less accumulated depreciation and impairment loss if any. All costs including financing costs, up to the date of commissioning and attributable to the assets are capitalized.

1.6.2 Leasehold Land is carried at historical cost.

1.6.3 The depreciation has been charged by taking the useful lives and residual values of assets are estimated in accordance with schedule II of the Companies Act, 2013.

1.6.4 The property, Plant and equipment are depreciated upto 95% of the original cost.

1.6.5 Depreciation on additions to/deductions from property, plant and equipment property, plant and equipment during the year is charged on pro-rata basis from/up to the month, the asset is available.

1.7 Investments:-

Un-quoted and quoted investments amounting to Rs.6,948.87 Lakhs vide note-10 annexed to the financial statements in various subsidiary/joint sector/other companies have been shown at cost out of which investments aggregating to Rs. 6,044.49 Lakhs are in fact eroded its value almost in full, as per details given below:-

Sl.no.	Name of the Company	Total amount of investment as mentioned in note.10 annexed to financial statements (Rs. in Lakhs)	Status of the Companies in which investments have been made.
1	2	3	4
1.	Uptron India Limited	5730.59	Company is under Liquidation
2.	Uplease Financial Services	100.00	Company is defunct since 2002



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3.	Linaks Micro Electronics Ltd.	28.90	Modified draft Rehabilitation scheme approved by the BIFR.
4.	Teletronics Limited	15.00	State Govt. has already taken decision for winding up
5.	BPL Display Devices Ltd.	170.00	Company is under Liquidation
Total of si no.1 to 5		6044.49	

1.7.1 Investments had been made against share capital released by the state Govt. from time to time in earlier years except for the Company mentioned at sl.no.2 vide note- 1.7

1.8 Closing Stock:

1.8.1 Trading items are taken at purchase price, inclusive of taxes etc. adjusted for loss due to net realizable value.

1.9 Borrowing Costs:-

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets, A qualifying asset is one that takes necessarily substantial period of time to get ready for intended use. All other borrowing costs are charged to the statement of profit and Loss. However, during the year, no borrowing cost charged to profit and Loss Accounts.

1.10 Provision, Contingent Liabilities and Contingent Assets:-

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources, Contingent Liabilities are not recognized but are disclosed in notes, Contingent Assets are neither recognized nor disclosed in the financial statement.

Contd. For Other Notes of Accounts.....



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UP ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2021

(Amount in Rupees)

Note 2 : Share Capital

Sr. No	Particulars	As at 31-03-2021		As at 31-03-2020	
1	AUTHORIZED CAPITAL 90,00,000 Equity Shares of Rs. 100/- each.		900000000		90,00,00,000
	Total		900000000		90,00,00,000
2	ISSUED, SUBSCRIBED & PAID UP CAPITAL 87,65,980 (Previous Year 87,65,980) Equity Shares of Rs.100/- each.		876598000		87,65,98,000
	Total		876598000		87,65,98,000
a	Reconciliation of Shares.				
	Equity Shares				
	Shares outstanding at the end of the year		8765980		87,65,980
b	Shares In the Company held by each shareholder holding more than 5% shares. (Equity Shares in nos. of Rs. 100 each)	Number of shares	% of Holdings	Number of shares	% of Holdings
	Government of Uttar Pradesh	8765980	100	87,65,980	100
	Total	8765980	100	87,65,980	100

Note : 3 Other Equity

Sr. No	Particulars	As at 31-03-2021		As at 31-03-2020	
1	Capital Reserves Closing Balance as at year-end		1000000		1000000
2	Retained Earnings Balance brought forward from previous year Add: Net Profit/(Loss) for the current year Add: Provision for Corporate Tax on Dividend in for previous year written back Closing balance	130874539 10596825 0		116198035 14085694 590810	
	Total		141471364		130874539
			142471364		131874539

Note : 4 Long Term Borrowings

Sr. No	Particulars	As at 31-03-2021		As at 31-03-2020	
1	Unsecured Loans (Refer Note No.25) From Government of Uttar Pradesh For:				
	(i) Uptron India Limited				
	(a) Working Capital of Uptron India Limited	40000000		40000000	
	(b) Working Capital of Uptron India Limited	98300000		98300000	
	(c) One time Settlement with banks	327000000		327000000	
	(d) for VRS Payment to Uptron Employees	424666512	889966512	424666512	889966512
	(ii) Repayment of Public Deposit & Interest thereon		130000000		130000000
	(iii) Shreetron India Limited for VRS Payment		18643970		20643970
	(iv) Uptron Powertronics Limited				
	(a) for VRS Payment	22745345		24745345	
	(b) for Others	2000000	24745345	2000000	26745345
	(v) Uptron Colour Picture Tubes Limited (Name changed to BPL Display Devices Ltd.)		53400000		53400000
	Total		1116755827		1120755827



UP ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2021

Note : 5 Long Term Provisions

Sr	Particulars	As at 31-03-2021		As at 31-03-2020	
	Provision for employee benefits:-				
1	Leave Encashment	6552203		8231937	
2	Gratuity	11018296	17570499	13448088	21680025
	Total		17570499		21680025

Note : 6 Trade Payables

Sr. No	Particulars	As at 31-03-2021		As at 31-03-2020	
	Total Outstanding dues of Micro Enterprises and Small Enterprises		0	0	0
2	Others	189528570	189528570	391443481	391443481
	Total		189528570		391443481

Note : 7 Other Current Liabilities

Sr. No	Particulars	As at 31-03-2021		As at 31-03-2020	
1	Advance from Customer	18,31,76,931		145818510	
2	Statutory Dues	14,11,583		4225819	
4	Un-Spent balances of Govt. Grants (Refer Note No.40)	64,78,97,645		330138750	
5	Retention Ag. Bills	6,76,93,885		56454587	
6	Security deposite from Vendor	4,35,01,315		56791315	
7	Employment Promotion Programme (Refer Note No.39)	59,21,283		5971283	
8	Amount Received from Secondary Education Deptt.	65,20,06,235		652006235	
9	Credit Balance STPI Agra Project.	45,93,595		4593595	
10	Other liabilities	1,88,76,709	1625079181	24409790	1280409883
	Total		1625079181		1280409883

Note : 8 Short Term Provisions

Sr. No	Particulars	As at 31-03-2021		As at 31-03-2020	
	Provision for employee benefits:-				
	Leave Encashment	6897034		7524598	
	Gratuity	12907293	19804327	13834835	21359433
	Provision for Dividend (2016-17)	0		964260	
	Provision for Dividend(2017-18)	964260		964260	
	Provision for Dividend(2018-19)	964260	1928520	964260	2892780
	Corporate Tax on Dividend				0
	Provision for Liabilities	17813355	17813355	23275413	23275413
	Total		39546202		47527626



U P ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2021

Note : 9 Property, Plant and Equipment

Sr. No	Particulars	Gross Block				Depreciation				Net Block				
		As on 01.04.2020	Addition during the year	Sales/Adjustment during the year	As on 31.03.2021	As on 01.04.2020	Adjusted to Reserve	Charged for the year	Recovery/Adjustment during the year	Adjusted from net block during the year	Profit/Loss on transfer/recovery	As on 31.03.2021	WDV as on 31.03.2021	WDV as on 31.03.2020
I	TANGIBLE													
1	LAND (LEASEHOLD)	4,17,387	0	0	4,17,387	0	0	0	0	0	0	4,17,387	4,17,387	4,17,387
2	COMPUTER	59,66,770	4,95,685	0	64,62,455	56,11,477	3,94,594	0	0	0	60,06,072	4,56,383	3,55,293	3,55,293
3	FURNITURE AND FIXTURES	32,08,433	15,750	0	32,24,183	27,22,578	1,31,500	0	0	0	28,54,078	3,70,105	4,85,858	4,85,858
4	OFFICE EQUIPMENT	34,50,642	98,500	0	35,49,142	30,47,321	1,49,081	0	0	0	31,96,403	3,52,740	4,03,321	4,03,321
5	VEHICLE	24,18,641	0	0	24,18,641	19,42,998	1,46,490	0	0	0	20,89,488	3,29,154	4,75,643	4,75,643
6	AIR CONDITIONER	8,75,468	0	0	8,75,468	8,19,206	11,327	0	0	0	8,30,533	44,935	56,262	56,262
7	GENERATOR	4,37,000	0	0	4,37,000	3,76,405	13,813	0	0	0	3,90,218	46,782	60,595	60,595
	TOTAL (A)	1,67,74,342	6,09,935	0	1,73,84,277	1,45,19,986	8,46,806	0	0	0	1,53,66,791	20,17,486	22,54,359	
II	Intangible Assets													
1	Software Development	12,21,890	0	0	12,21,890	0	0	0	0	0	0	12,21,890	12,21,890	12,21,890
	SUB TOTAL (B)	12,21,890	0	0	12,21,890	0	0	0	0	0	0	12,21,890	12,21,890	
	TOTAL (A+B)	1,79,96,232	6,09,935	0	1,86,06,167	1,45,19,986	8,46,806	0	0	0	1,53,66,791	32,39,376	34,76,249	
	Previous Year	2,09,97,123	12,96,909	42,97,797	1,79,96,235	1,78,82,819	8,35,833	41,98,666	99,131	9,131	1,46,19,986	34,76,249	31,14,304	



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U P ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2021

(Amount in Rupees)

Note : 10 Non Current Investment

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	Trade Investments		
	(i) Investment in Equity shares of Subsidiary Companies (Going Concern) (Unquoted, Fully Paid up at Cost)		
	(a) Uptron Powertronics Limited (257000 Equity Shares of Rs. 100/- each)	2,59,51,489	2,59,51,489
	(b) Shreeton India Limited 6610800 Equity Shares of Rs. 10/- each	6,35,09,250	6,35,09,250
	(ii) Investment in Equity shares of Other Companies (Going Concern) (Quoted, Fully Paid up at Cost)		
	(a) Linaks Micro Electronics Limited (170000 Equity Shares of Rs. 10/- each) (converted into 680000 equity shares of Re 1/- each)	28,90,000	28,90,000
	(b) Alstom India Limited (Name Changed to GE POWER INDIA LIMITED) (91765 Equity Shares of Rs. 10/- each)	9,17,650	9,17,650
	(Unquoted, Fully Paid up at Cost)		
	(a) Uptec Computer Consultancy Limited (i) 6000 Equity Shares of Rs. 10/- each	60,000	60,000
	Total (A)	9,33,28,389	9,33,28,389
	(iii) Investment in Equity shares of other Subsidiary Companies (under liquidation/defunct)		
	(a) Uptron India Limited (under liquidation) (Refer Note No.29) (57305907 Equity Shares of Rs. 10/- each)	57,30,59,070	57,30,59,070
	(b) Uplease Financial Services Limited (Defunct since 2002) (Refer Note No.30) (Formerly Uptron Leasing Limited) (1000000 Equity Shares of Rs. 10/- each)	1,00,00,000	1,00,00,000
	(IV) Investment in Equity shares of Other Companies (under liquidation/defunct)		
	(a) Teletronix Limited (under liquidation) (Refer Note No.31) (15000 Equity Shares of Rs. 100/- each)	15,00,000	15,00,000
	(b) BPL Display Devices Limited (under liquidation) (Refer Note No.25.8 & 32) (Formerly Uptron Colour Picture Tubes Limited) (1700000 Equity Shares of Rs. 10/- each)	1,70,00,000	1,70,00,000
	Total (B)	60,15,59,070	60,15,59,070
	(V) Other Non-Current Investment (Not in the form of shares) Various Promotional Schemes (Refer Note No.36)	12,41,60,019	12,41,60,019
	Total (C)	12,41,60,019	12,41,60,019
	Total (A+B+C)	81,90,47,478	81,90,47,478

Aggregate value of Unquoted Investments

69,10,79,809

69,10,79,809

Aggregate value of Quoted Investments

38,07,650

38,07,650

Aggregate Market Value of Quoted Investments

2,32,58,778

2,98,91,835

*GE Power India Limited (as on 03.02.2022 @ Rs. 246.05 per share)

(GE Power India Limited (Previous Year. Rs. 319) **Rs. 22578778.30**

(Linaks Micro Electronics Limited - 31.01.2022 Rs. 1.00) **Rs. 680000.00**

(Linaks Micro Electronics Limited - Previous Year Rs. .91)

Total Rs. 23258778.30

*Market Rate Obtained form ET-Market Website



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U P ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2021

Note : 11 Long Term Loans and Advances

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	(Unsecured, Considered Good)		
	Loans & Advances to Subsidiary Companies (Going Concern)	4,33,89,315	4,74,17,944
	Loans & Advances to ohter Company (Do)	1,00,000	1,00,000
	Total (A)	4,34,89,315	4,75,17,944
2	(Unsecured, Considered Not Good)		
	Loans & Advances to Subsidiary Company Uptron India Ltd (Under Liquidation)	1,08,64,47,288	1,08,64,47,288
	Loans & Advances to other Company UPTRON Picture Tubes Ltd Change Name BPL Display Devices Ltd (Under Liquidation) (Refer Note No. 25.8)	5,34,00,000	5,34,00,000
	Total (B)	1,13,98,47,288	1,13,98,47,288
3	Capital Advance		
	Advance for land to Yamuna Expressway authority (Refer Note No.38)	5,74,50,000	5,74,50,000
	Total (C)	5,74,50,000	5,74,50,000
4	Others		
	Advance Tax/ TDS (Net of provisions)	2,98,47,770	1,67,31,567
	MAT Credit	5,36,650	-
	Other Balances with Revenue Authorities	8,80,743	9,57,787
	Other Deposits/advances	1,83,670	1,83,670
	GST Input Credit Balance(Net of Reverse Charge)	81,25,873	16,470
	Security deposits with LESA & others	1,61,118	1,65,118
	Total (D)	3,97,35,824	1,80,54,612
	Grand Total (A+B+C+D)	1,28,05,22,427	1,26,28,69,844

Note : 12 Other Non Current Assets

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	Not Available for use to the Corporation		
	FDR for 5 years pledged with Indian Bank against Bank guarantee provided by bank in favour of IGR U.P.	1,03,55,580	97,50,525
	Total	1,03,55,580	97,50,525

Note : 13 Inventories

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	Stock in Trade	77,996	1,26,540
	Total	77,996	1,26,540

Note : 14 Trade Recievables

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	(Unsecured, Considered Good)		
	Outstanding for more than six months	11,84,43,243	14,27,28,183
	Others	6,37,87,809	11,04,77,246
	Total	18,22,31,051	25,32,05,429



U P ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2021

Note : 15 Cash and Bank Balances

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	Cash-in-Hand		
2	Balance with bank accounts	0	0
	a) In Current and S.B.Account	9,02,01,008	22,69,58,820
	b) In Sweep Accounts with less than 12 months maturity	53,90,51,315	53,67,25,422
	d) Deposits (Assets)	46,30,22,559	14,21,00,000
	Not Available for use to the Corporation		
	Balance with Government Treasury - In PLA Account (Refer Note No. 40.1)	64,56,23,575	64,56,23,575
	Total	1,73,78,98,457	1,55,14,07,817

Note : 16 Short Terms Loans and Advances

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
	(Unsecured, Considered Good)		
	Advance to Staff	85,173	2,03,876
	Advance to Supplier/and Other Debit Balance	82,19,858	49,16,872
	Prepaid Exp	98,778	2,60,564
	Expenses receivable from Govt	33,17,509	33,17,509
	Total	1,17,21,318	86,98,821

Note : 17 Other Current Assets

Sr. No	Particulars	As at 31.03.2021	As at 31.03.2020
1	Interest accrued but not due & interest receivable	12,81,959	5,12,678
	Other current assts/Dividend Receivable/Interest	-	20,000
	Total	12,81,959	5,32,678



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U P ELECTRONICS CORPORATION LIMITED
NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

Note : 18 Revenue from Operations

Sr. No	Particulars	Financial Year 2020-21		Financial Year 2019-20	
	Sale of Products	64329184	64329184	180020339	180020339
	Sale of Services				
	Software, etc Networking/ Installation charges/peripherals, etc.	28410264		102372447	
	SW/AMC/Networking Inst. Charges Recd.	81085078		62958230	
	Outsource Manpower to Government Dep.	91835424		106251515	
	Job/ Other Charges	99798610		77022156	
	Consultancy Charges	47807600		30553852	
	Registration Charges Rcd & Custmization	7081522		8915341	
	Digital Signature Activity (E-Procurement)	4166259		5435577	
	E-Tender fees Rect. from Govt. Department	8101136		14966428	
	Computer Education Fees	0	368285893	35000	408510547
	Total		432615077		588530886

Note : 19 Other Income

Sr. No	Particulars	Financial Year 2020-21		Financial Year 2019-20	
	Interest from Others	26900		100466	
	Interest from banks	21722769		25784000	
	Dividend	183530		606069	
	Miscellaneous Income	5285		156	
	Non Refundable ebid Charges from Imp.Of Vendor	464811		1369136	
	Debit/Credit Balances Written Off	6441			
	Discount Recd.	4800	22414536	11500	27871327
	Prior Year Income/ (Net)	1849926	1849926	1319863	1319863
	Total		24264462		29191191

Note : 20 Change in Inventories

Sr. No	Particulars	Financial Year 2020-21		Financial Year 2019-20	
1	Opening Stock - Stock in Trade	126540		146076	
2	Closing Stock - Stock in Trade	77996	48544	126540	19536
	Total		48544		19536

Note : 21 Employee Benefit Expenses

Sr. No	Particulars	Financial Year 2020-21		Financial Year 2019-20	
	Salary & Wages				
1	Salary & Allowances	11368866		18794361	
2	Medical Expenses	61824		121275	
3	Provision for Leave Encashment	21060		3320986	
4	Provision for Gratuity	726275	12178025	5333222	27569844
	Contribution to Provident and Other Funds				
5	Contribution to Provident Fund	1281944		1953407	
6	CPF Administrative Charges	19764		30854	
7	LIC Group Gratuity Scheme	555672		506631	
8	LIC Group Insurance Scheme	151810	2009190	163437	2654329
9	Staff Welfare expenses	124555	124555	203172	203172
	Total		14311770		30427345



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U P ELECTRONICS CORPORATION LIMITED

NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

Note : 22 Depreciation & Amortised Cost

Sr.	Particulars	Financial Year 2020-21		Financial Year 2019-20	
1	Depreciation	846806	846806	835833	835833
	Total		846806		835833

Note : 23 Other Expenses

Sr.	Particulars	Financial Year 2020-21		Financial Year 2019-20	
	<u>Expenses incurred for services rendered</u>				
	Software /Website Development charges	25029594		93147169	
	SW/AMC/Networking, etc charges	77931756		56015609	
	Consultancy Charges	44680000		28555000	
	Outsource Manpower Charges Paid	87299949		101013848	
	e-Tendering Digital Signature Exp.	1821797		414000	
	GePNIC S/W Operation Support Paid NIC	15452475		20582203	
	Job work/ Other Payment	91741595		73274496	
			343957165		373002325
	Power and Fuel Expenses	917942		1010623	
	Rent	690168		964417	
	Office upkeep, Maintenance & Renovation	397984		285099	
	Insurance Expenses	37947		23391	
16	Payment to Auditors - Statutory Audit Fees	55000	2044040	55000	2283530
	Consolidated Audit Fee (Including P.Y.)	45000		45000	
10	- Tax Audit Fees	25000	125000	25000	125000
	<u>Miscellaneous Expenses</u>				
	Computer Peripheral/Stationery	191134		129624	
	Printing & Stationery	647137		786745	
	Expense on outsource Manpower	13505709		12104649	
	Telecommunication Charges	654047		535099	
	Postage & Courier Charges	49656		82519	
	Courtesy Expenses	240391		223659	
	Business Promotion	80000		89284	
	Tender Pub.Expenses Newspapers	143827		251112	
	Vehicle Running & Maintenance	765330		840242	
	Conveyance Charges	123720		146401	
	Travelling Expenses	45007		73836	
	Legal & Professional Charges	437525		671100	
	Other legal expenses and filing charges	11310		147126	
	Remuneration to consultants and others	2897400		1627926	
	Internal Audit Fee & Accounting charges	19980		19960	
	Board Meeting Expenses	2270		11244	
	Newspaper, books & Periodicals	1485		1734	
	Seminar & Conference Expenses	0		7720	
	Security Expenses	1092862		1334130	
	Festival Celebration Expenses	93080		81452	
	Bank Commission/ Charges	34435		72681	
	Rates & Taxes	83317		50870	
	Round Off	55		0	
	Loss of Fixed Assets	0		9131	
	Repair & Maintenance	114272	21233839	149529	19447773
	Prior Year Expenses A/c	46322	46322		0
	Total		367406367		394858628



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

24 Share Application Money Pending Allotment

In respect of loan sanctioned to Shretron India Limited in Financial Year 1993-94 and 1995-96 amounting to Rs. 2,65,00,000/- (interest free loan) and Rs. 42,00,000/- (interest bearing loan) aggregating to Rs. 3,07,00,000/- converted into Share Capital vide GO No. 533/78-1-04 dated 6.8.2004. Further the amount of Rs.81,26,000/- has been sanctioned by the State Govt in respect of fund for promotional activities in earlier years in the shape of Share Capital. However, in absence of clear directions in regard to allotment of shares by the State Govt, (the gross amount aggregating to Rs. 3,88,26,000/-) as received from Govt, the Corporation has no option but to show under the head 'Share Application Money Pending Allotment'. The office of Accountant General (A&E) vide letter no. L.A.-II/upkrum/113217 dated 6 March, 2020 has sent letter to I.T. & Electronics Department, UP Govt. seeking clarification in regard to Accounts Head regarding conversion of Loan into Share Capital. Accordingly, the Corporation has also requested Govt. in the above matter vide letter dated 26 May, 2020.

It is also relevant fact that Corporation had received money from the State Govt. which exclude from the definition of word "Deposit" under Rule 2 (c) of the Companies (Acceptance) of deposit rules, 2015 applicable from 01 June 2015, therefore the matter regarding Pending allotment to State Government as such not fall in definition of 'Deposit'. Hence the same is also disclosed under Share Application Money Pending Allotment.

25 Government Loans:- Liability

For Uptron India Limited

25.1 Working Capital Loan--- Rs. 1383 lakhs (Rs.400 lakhs & 983 lakhs)

UP Govt. had released a sum of Rs. 1383 lakhs for working capital requirement of Uptron India Ltd. as loan from time to time through the Corporation, which had been transferred to that company. Out of which , an amount of Rs. 400 lakhs was interest free loan and Rs. 983 lakhs was interest bearing @ 18.5% p.a. on timely payment otherwise interest @ 22% p.a. was payable. As on 31 MAR 2021 interest amounting to Rs. 4955.47 lakhs (Previous year Rs. 4744.21 lakhs) as well as loan of Rs. 983 lakhs had become due. Since the financial position of Uptron India Ltd was very poor, the Winding -up Petition was filed by the Company during the year 2003, therefore, no provision has been made in the Books of Accounts for payable/receivable of interest as per the practice followed in the preceding years. Moreover, BIFR has recommended winding up of Uptron India Ltd vide order dated 31.8.2010 and Appeal moved by UIL has also been dismissed by AAIFR, New Delhi on 5.12.2013, hence Hon'ble Allahabad High Court has directed to Official Liquidator to proceed for winding up of the Company.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

The Official Liquidator has already taken possession of some buildings/factories belongs to Uptron India Limited. The above said position has been informed to the Govt. from time to time and had already been requested to waive off the above loans.

25.2 For One Time Settlement of Working Capital Loans to Uptron India Limited Realised by Consortium of Banks against Guarantee by the State Govt.--- Rs 3270 Lakhs.

UP Govt vide GO No.128/78-1-2011-67 Ele/91 dated 25.1.2011 had sanctioned a sum of Rs.3270 Lakhs as Interest Free loan for One time Settlement with Consortium of Banks through this Corporation who had provided working capital loan to Uptron India Ltd against Govt Guarantee. The aforesaid loan is repayable through proceeds of disposal of assets of Uptron India Limited.

25.3 FOR VRS Payment to Employees of Uptron India Limited----Rs 4246.67 Lakhs

The State Govt. had released interest free loan during the period from 2000-2001 to 2003-2004 in four instalments aggregating to Rs 4275.00 Lakh and against this Corporation had released a total sum of Rs 4246.67 Lakhs to the Employees of Uptron India Limited who had relieved under VRS Scheme of the Uptron. As per terms and conditions contained in relevant GOs, Fifty Percent amount of reduction in liability was payable by the relevant subsidiary company.

In F.Y-2016-17, in compliance of Govt Direction vide letter No. 153/78-1-2017-41 IT/2002 dated 20.02.2017. Corporation had refunded to State Govt an undisbursed balance amounting to Rs. 28.33 Lakhs against VRS Loan along with interest amounting to Rs. 106.72 Lakhs earned on undisbursed loan. Now net outstanding amount of loan is Rs. 4246.67 Lakhs. However, no other repayment has been made against such loans.

State Govt. had sanctioned loans aggregating to Rs 8928.00 Lakhs against which outstanding amount is Rs. 8899.67 Lakhs , repayments of these loans are not possible as Uptron India Limited is under Liquidation.

25.4 For Repayment of Guaranteed Public Deposit and Interest thereon---Rs 1300 Lakhs

The terms and conditions of loan aggregating to of Rs. 1300 Lakhs for repayment of Public Deposits and interest thereon have not been issued by the State Govt. so far. The Public Deposit had been invited for working capital requirement of Uptron India Limited.

25.5 In Financial Year 2016-17 as approved by the Board of Directors the Corporation has sent a proposal to the State Govt. on 9 MAR 2017 requested the State Govt. to waive off the outstanding amount of loan amounting to Rs. 8899.67 Lakhs along with Rs. 1300 Lakhs sanctioned for Uptron India Ltd and for repayment of guaranteed Public Deposits and interest thereon. In this regard, Govt. had sought some clarification through letter no. 437/78-1-2021 dated. 05.08.2021, reply to the Govt. Letter has been submitted vide letter dated UPLC:Accounts:1691 dated. 17.09.2021, However, State Govt. vide letter no. 1691/78-1-2021-03IT/2021 dated 17.01.2022 has informed that Finance Department UP Govt. has not accorded concurrence in regard to proposal for waiver of Govt. Loan and interest thereon.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR OTHER SUBSIDIARY/ OTHER COMPAINES

25.6 For Working Capital Requirement of Shretron India Limited---Rs 42 Lakhs & Uptron Powertronics Ltd---Rs 20 Lakhs

During the year 1995-96 the State Govt. had provided a loan of Rs. 62.00 lakhs to Shretron India Ltd (Rs. 42 lakhs) and Uptron Powertronics Ltd (Rs. 20 lakhs) through the Corporation, which had been transferred to these companies and the treatment had accordingly been given. The Government has approved a part of the loan viz. Rs. 42 lakhs released to Shretron India Limited for conversion into equity and same Rs 42 Lakhs has been shown as share application money pending allotment and the balance of Rs. 20 lakhs released for working capital requirement of Uptron Powertronics Limited at an interest rate of 18.5% on timely payment otherwise interest was payable @ 22% p.a. This loan was payable on expiry of one year from the date of withdrawal. The total interest accrued on the above loan is Rs. 190.60 lakhs (Previous Year Rs. 186.20 lakhs)

As per past practice, the interest has not been provided by the Corporation. Shretron India Limited & Uptron Powertronics Limited have provided this liability/disclosed in their Books of Accounts and had also requested for conversion of this Amount into equity.

25.7 FOR VRS Payment to Employees of Shretron India Limited---Rs 186.44 Lakhs and Uptron Powertronics Limited---Rs 227.45 Lakhs

The State Govt. had sanctioned a sum of Rs 533.89 lakhs as interest free loan for VRS Payments to the employees of Shretron India Limited (Rs 246.44 Lakhs) and Uptron Powertronics Limited (Rs 287.45 Lakhs) the sanctioned amount was made available to the above subsidiary companies in FY 2004-2005.

As per terms and conditions contained in relevant GOs, 50% amount of reduction in liability was payable by the relevant subsidiary company. However, during financial year 2020-21, both companies have made repayment in the shape of third instalments of Rs. 20,00,000/- each which have been deposited in Govt Account. The Govt. has already been informed about the repayment status of the above loans.

25.8 For Uptron Colour Picture Tubes Ltd (UCPT) (new name BPL Display Devices Ltd---Rs 534 Lakhs

UP Govt. had released a loan aggregating to Rs. 534 lakhs for Uptron Colour Picture Tubes Ltd (UCPT) (new name BPL Display Devices Ltd) which was released to erstwhile Company. While approving the rehabilitation Scheme of UCPT, BIFR has in its final order dated 18 APR 1996, approved that only the principal amount of the loan of Rs. 534 lakhs would be repayable by the Rehabilitated Company as per the approved schedule.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

Subsequently the Rehabilitation Plan was declared as failed vide BIFR order dated 12.3.2004 and BIFR found that the company cannot be rehabilitated in the near future and recommended for its winding up. One of the secured creditors viz., RCIL has taken over the movable and immovable assets of the company. As the unsecured loan provided by the Corporation had not been paid, therefore, recovery certificate was issued, which was challenged by BPL Display Devices Ltd. before the Hon'ble Allahabad High Court, and the same was stayed by Hon'ble High Court. Now, the Company M/s BPL Display Devices Ltd is under liquidation before Hon'ble Allahabad High Court. The new promoter M/s BPL Ltd. have also since refused to purchase the shareholding of the Corporation in BPL Display Devices Ltd, therefore, on the legal advice, a Recovery Certificate against the new promoters have also been issued which has been quashed by the Hon'ble Kerala High Court. Writ Appeal moved by Corporation had also been dismissed. Against the order and judgment dated 28.12.2018 of Division Bench of Kerala High Court, Corporation has filed SLP (Civil) No. 30384/2019 which is pending consideration before Hon'ble Supreme Court, New Delhi. The Corporation has also filed a Company Application No. 17/2009 under Section 542, 543 and 544 of the Companies Act, 1956 before Hon'ble High Court, Allahabad for the Acts of misfeasance of the Directors of BPL and BPL Display Devices Ltd. Special Audit of M/s BPLDDL has been done by a Chartered Accountant firm, in compliance of High Court Order and irregularities on the part of BPLDDL Management has been reported, hence hearing was conducted by the Court to find out the acts of misfeasance of Directors, ex-Directors and other Officials of BPLDDL/BPL Ltd. After hearing the parties, the order was reserved by Hon'ble Allahabad High Court firstly on 13.09.2018 and thereafter vide order dated 15.05.2019. However, judgment could not be delivered and the matter is directed to be listed for final hearing vide its order dated: 16.06.2020. As such, the matter is still pending before Hon'ble High Court, Corporation had also filed Company Petition for winding up of Promoter Company M/s BPL Ltd, however, on the ground that rehabilitation scheme of the Sick Company had failed hence the same was dismissed by the Hon'ble Kerala High Court, against which, Company Appeal No. 16/2009 was filed before the Divisional Bench of Kerala High Court, however, the same has also been dismissed by Hon'ble Kerala High Court vide order dated 06.03.2019.

25.9 In view of the status of different Government Loans referred in Notes 25.1 to 25.8 the Corporation is of the opinion that it would be appropriate to classify such Government Loans under the head 'Long Term Borrowings'.

Summary of Outstanding un-secured loan, terms of its re-payment, period and amount of continuing default as on 31.03.2021

Refer note no.4 :Long Terms



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

Sl no.	Total amount of loan	Purpose	Terms of re-payment	Period of default	Amount of continuing default	Remarks
1.	3,00,000,00.00	For working capital requirement of UIL.	After 03 years from the years of withdrawal	26 years	3,00,000,00.00	Note no. 25.1
2.	1,00,000,00.00	For working capital requirement of UIL.	After 03 years from the years of withdrawal	26 years	1,00,000,00.00	Note no. 25.1
3.	2,00,000,00.00	For salary payment of UIL Employees	In 03 equal instalments from date of withdrawal.	23 years	2,00,000,00.00	Note no. 25.1
4.	6,98,00,000.00	-do-	-do-	22 years	6,98,00,000.00	Note no. 25.1
5.	85,00,000.00	For working capital requirement of UIL	In 03 equal instalments from date of withdrawal	24 years	85,00,000.00	Note no. 25.1
6.	32,70,00,000.00	For OTS payment to consortium of Banks who provided working capital loan to UIL guaranteed by the Corporation as well as by State Govt.	Amount was to be repaid from disposal of assets by UIL. Maximum period of repayment is 7 years.	-	-	No re-payment has been made. Note no. 25.2
7.	42,75,00,000.00 (net amount Rs. 42,46,66,512.00)	For VRS Payment to UIL employees	No period fixed. Repayment of loan amount was to be made equal to fifty percent of reduction in liability towards salary payment	-	-	Uptron India Ltd. Is under Liquidation. No re-payment has been made. Note no. 25.3
8.	13,00,00,000.00	For re-payment of public deposit and interest thereon guaranteed by the State Govt.	No terms and conditions issued for repayment.	-	-	No re-payment made. Note no. 25.4
9.	20,00,000.00	For working capital requirement of Uptron Powertronics Limited	After one year from the year of withdrawal.	22 years	20,00,000.00	Note no. 25.6
10.	2,06,43,970.00	For VRS Payment to Shretron India Ltd., employees	No period fixed. Repayment of loan amount was to be made equal to fifty percent of reduction in liability towards salary payment	-	-	Note no. 25.7
11.	2,47,45,345.00	For VRS Payment to Uptron Powertronics Limited	-do-	-	-	Note no. 25.7



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

12.	5,34,000,00.00	For working capital requirement of Uptron Colour Picture Tube Ltd.	As per approved rehabilitation scheme of BPL Display Devices Ltd.,(UCPT) fifty percent of loan amount after four years of commencement of commercial production & balance in 03 instalments in 8 th 9 th and 10 th years.	-	-	Note no. 25.8
	112,07,55,827.00	(Previous Year Rs. 112,47,55,827.00)			14,03,00,000.00	

26 Contingent Liabilities

26.1 For Uptron India Ltd:

In respect of Term Loan, Guarantee aggregating to Rs. 1448 lakhs were provided to IFCI, IDBI, State Bank of India and State Bank of Patiala.

These Banks/Institutions had filed Recovery Suits before Debt Recovery Tribunal against principle outstanding of Rs. 9.70 Crore, the DRT has passed decree orders dated 06.08.2008 for Rs.162.40 Crore, the details of which are as under:

(Rs.in crore)

Name of the Institution / Bank	Principle outstanding	Decrial Amount
IFCI	3.95	66.00
IDBI	3.15	52.00
SBI	2.00	29.30
SBOP	0.60	15.10
Total	9.70	162.40

IFCI has initiated action for acquiring the pledged properties of Uptron India Limited situated at Gontinagar, Lucknow under Section 13 of Securitization Act, 2002 and auction proceedings were initiated. However, Lucknow Nagar Nigam has challenged the action of IFCI through WP No. 2398/2013(MB) before Hon'ble High Court, Lucknow. IFCI also filed a writ petition no.4517/2013 against the cancellation of lease by Nagar Nigam, Lucknow. Both the petition were tied up Hon'ble court allowed the writ petition in favour of Lucknow Nagar Nigam vide its judgement and order dated 29.04.2020 and dismissed the writ petition of IFCI. Against the Judgment of Hon'ble High Court dated 29.04.2020 IFCI has filed SLP before Hon'ble Supreme Court, which is pending.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

In regard to the decree passed by the DRT, Lucknow against the Corporation, the same was to be executed after permission from the BIFR. BIFR has already passed order on 31.10.2010 for winding-up of Uptron India Limited and referred the matter to the Hon'ble High Court, Allahabad. On the application of IFCI, DRT passed order against the guarantor, (UPLC), which was Challenged by UPLC by way of Misc. Application No. 32/2012 and DRT has recalled the DRC No. 51/2009 vide order dated 03.09.2012. As of now this decree is not enforceable. The above said matter of guarantees was placed before the board of directors in its 190th meeting held on 28.06.2016. The Board noted and directed to refer the matter to the Govt. for seeking legal opinion and guidance. Accordingly, matter was referred to the Govt. vide letter Dated 05.05.2017, in response Govt. has made a query which has been replied by the Corporation that no directions were taken from the Govt. for giving the said guarantees.

26.2 UPLEASE FINANCIAL SERVICES LIMITED

In earlier year, various Depositors of the UPLEASE Financial Services Ltd, a subsidiary of the Corporation have filed writ Petitions/Complaints/Claim in different Courts against that Company, in which the Corporation has also made a party along with the Govt for non payment of their Deposits by the subsidiary company. However, the Corporation has disputed such claim, no amount is determined in respect of such liability against the Corporation. In one of the matter, Hon'ble National Consumer Commission, New Delhi has already decided that holding company (UPLC) is not liable to pay the un-paid deposit amounts of the subsidiary companies. Hence in such cases amount of liabilities are not determinable.

26.3 Uptron India Ltd & LTDC Kanpur

In earlier years, certain employees of Uptron India Ltd & LTDC Kanpur have also filed claims (court cases) before the Court regarding non-payments of their dues, wherein UPLC as well as State Government have also been made a party. In two cases prescribed Authority had ordered for deposit of dues. The Corporation has already moved before High Court against these demands. Hence in such cases amount of liability are not determinable. Hence in such cases amount of liabilities are not determinable.

26.4 Regarding Supply of Goods to Different Govt. Departments.

State Govt. has issued a GO No. 240/78-ELE-99 dated 18 FEB 99 authorizing the Corporation as one of the Supplier for direct supply of computer hardware and other peripherals etc to the various Govt Deptt. During the year Corporation had supplied Computers and other peripherals to various Government departments. The warranties for such items are already given by the OEMs. Since these warranties/extended warranties are already covered by warranty of OEMs, no provision is needed in this behalf.



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U P ELECTRONICS CORPORATION LIMITED

(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

26.5 The disputed Tax liability not acknowledged detailed as under:

Authority	Financial/ Assessment Year	Total Disputed Demand (Rs.)	Tax Deposited (Rs.)	Net disputed tax liability	Pending Before
Income Tax (A)	(i)2011-2012	16,39,000.00	3,39,640.00	12,99,360.00	Commissioner (Appeals)-II, Lko Short credit of TDS of Rs 3,39,640.00 matter is pending before Assessing Officer.
-do-	(ii) 2012-2013	24,48,880.00	4,39,253.00	20,09,627.00	Commissioner (Appeals)-II, Lko Short credit of TDS of Rs 4,39,253.00 matter is pending before Assessing Officer.
-do-	(iii) 2013-2014	34,22,480.00	2,07,341.00	32,15,139.00	Commissioner (Appeals)-II, Lko Short credit of T.D.S Rs. 2,07,341.00 matter is pending before Assessing Officer.
-do-	(iv) 2014-2015	<u>16,51,160.00</u>	<u>56,887.00</u>	<u>15,94,273.00</u>	Commissioner (Appeals)-II, Lko
-do-	(v) 2015-2016	<u>22,46,470.00</u>	<u>3,34,512.00</u>	<u>19,11,958.00</u>	-do-
	Total (i) to (v)	<u>1,14,07,990.00</u>	<u>13,77,633.00</u>	<u>1,00,30,357.00</u>	
Service Tax (B)	(i)2006-2007 to 2009-2010	1,86,12,697.0	*59,10,146.00	1,31,78,000.00	Hon'ble Central Excise & Service Tax Appellate Tribunal.
-do-	(ii) 2010-2011	73,83,913.00	*69,32,552.00	10,63,000.00	-do-
-do-	(iii) 2011-12	8,09,504.00	5,66,410.00	2,43,094.00	Commissioner of Central Excise & Service Tax, Lko
-do-	(iv) 2012-13	<u>10,06,539.00</u>	2,45,195.00	7,61,344.00	Commissioner of Central Excise & Service Tax, (Appeals) Lko.
-do-	(v) 2013-2014	8,03,558.00	71,690.00	7,31,868.00	-do-
-do-	(vi) 2014-15	3,09,387.00	57,839.00	2,51,548.00	Hon'ble CEST, Allahabad
	Total (i) to (vii)	<u>2,89,25,598.00</u>	<u>1,37,83,832.00</u>	<u>1,62,28,854.00</u>	



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UP ELECTRONICS CORPORATION LIMITED

(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

(F.1) Other Disputed Liabilities	not	(C)	67,450.00	67,450.00	--	Hon'ble High Court, Lko
Acknowledged LTDC employees						
Appropriate Authority (Gratuity)						
		Total (Rs.) (A+B+C)	4,04,01,038.00	1,52,28,915.00	2,62,59,211.00	

* Including CENVAT & cum duty benefit.

In regard to contingent liability in income tax matters pending before CIT (Appeals), (AY-2011- 2012 to 2015- 2016) main issue involved is in regard to addition U/s 14 A of Income Tax Act, 1961 read with rule 8D(iii) of Income Tax Rules, 1962, the same has been already decided by the Hon'ble ITAT in favour of the Corporation in respect of Assessment Years 2009-2010 & 2010-2011 and Departmental appeal No.80/2015 in respect of Assessment Year 2009-2010 has been dismissed by Hon'ble High Court, Lucknow Bench.

During the financial year 2011-12 Service Tax Deptt had issued two show cause notices dated 13.10.2011 and 19.10.2011 in respect of financial year 2006-07 to 2009-10 and 2010-11 for demand of Rs.208.11 lakhs and Rs. 81.44 lakhs respectively. The above cases was decided without considering the replies submitted except relief of receipt cum tax and waiver of penalty. The Corporation has already filed the appeal before CEST Appellate Tribunal. As per appeal disputed tax liability has comes to Rs 131.78 lakh and Rs 10.63 lakhs in respect of first and second SCN respectively. Commissioner CEST had also filed Departmental appeal against its own orders dated 7/11/2014 and 11/11/2014. After hearing Hon'ble Bench had reserved order on 19.02.2020 for pronouncement, which could not pronounced.

26.6 Arbitration Matter

26.6.1 No provision has been made in respect of dispute of claim of Rs 3,76,000.00 of one of the Business Associate in Computer Education, the Corporation has already filed an Appeal before the Appropriate Court against the decision of Arbitrator , which is pending for consideration.

26.6.2 One Arbitration case is pending before Hon'ble Arbitral Tribunal, Lucknow in which UP Electronics Corporation Ltd arrayed as opposite party, under the compliance of the order passed by Supreme Court, New Delhi in Civil Appeal No. 2016/2006 and SSC Suit No. 16/2000, EC Act Court, Special Judge, Lucknow to decide the dispute in regards to recovery of rent arrears i.e. (Rs. 60 lacs + Interest becomes near about Rs. 100.00 lakhs for the period of 01 July, 1997 to 30 November , 2006) against the portion of accommodation of Bharat Sewa Sansthan (Land Lord) had utilised by Uptron India Ltd as tenant and vacated under the compliance of order passed by Hon'ble Supreme Court, New Delhi in the month of July 2006. The matter is pending before the Arbitral Tribunal.



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U P ELECTRONICS CORPORATION LIMITED

(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

26.6.3 In addition to above, Arbitration proceedings are being conducted by the Arbitral Tribunal in the matter of M/s P.S. Global, New Delhi regarding tender process for selection of agencies for setting up of DNA Lab at FSL, Varanasi and purchase of DNA equipments as per requirement of U.P. Police Technical Services, Lucknow, and termination of work order dated 22.06.2018, in compliance of Judgement and Order dated 12.01.2021 passed by the Hon'ble High Court, Lucknow Bench in Arb Application no. 7/2020. M/s P.S. Global has filed their claim for a total sum of Rs.899.38 Lakhs which is opposed by the Corporation and the matter is pending before Arbitrator

TOTAL SUMMARY OF CONTINGENT LIABILITIES:

(Rs. in lakhs)

Reference of Notes	2020-21	2019-20
26.1	1448.00	1448.00
26.5	262.59	266.11
26.6	103.76	103.76
26.6.3	899.38	--
Total =	2713.73	1817.87

In respect of Note no.26.2, 26.3 & 26.4, 26.6.3 no amount of liability is determinable.

- 27 The balances of the trade/other payables, loan & advances/trade receivables are subject to confirmation/reconciliation. Adjustment, if any, will be accounted for on confirmation / reconciliation of the same.
- 28 In respect of Lease hold land as mentioned in note no. 9 of Tangible Assets, as per past practice amortization of lease hold land at Etawah has not been made. Such amortization aggregate to Rs. 1,42,095.00 (previous year amount Rs 1,37,461.00) which includes Rs. 4,634/- for the current year.

This matter was placed before the Board in its 206th meeting held on 21.10.2020 with the proposal to surrender the land to U.P Awasi Vikas Parishad, The Board has approved the proposal Action for surrender of land has been completed by the Corporation in the month of July 2021.

Status of Investments in Subsidiaries/Other Companies

- 29 **Uptron India Ltd - Rs 57,30,59,070/- (Note no. 10 – Non Current Investment)**

This subsidiary company was registered with BIFR in 1994. A number of Rehabilitation Packages were prepared but none of them was found as acceptable to the stake holders, therefore, the same had not been submitted to BIFR for their final approval.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

In view of these circumstances Uptron India Ltd had made a petition to BIFR for sending their recommendations to the Hon'ble Allahabad High Court for winding up of the Company. The Hon'ble BIFR had sent recommendations for winding-up of the Company to Hon'ble High Court, Allahabad by passing order on 31.8.2010. The Hon'ble High Court appointed Official Liquidator on 15.7.2011 in exercise of powers U/s 450 of the Companies Act, 1956.

30. UPLEASE Financial Services Ltd-Rs 1,00,00,000.00

This Company had incurred losses during the year ended on 31 MAR,1998 and after that no financial statement un-audited/audited were forthcoming. This company is defunct since 2002. The Board of Directors in its 194th meeting held on 21.07.2017 has approved the proposal for filing of winding up petition before National Company Law Board, Allahabad Bench and also directed to get again legal opinion from the State Govt and action for filing of petition be initiated accordingly. No liquidation petition of the Company has been filed so far. In the meantime Ministry of Corporate Affairs, GOI has strike off the name of the Company.

31. Teletronix Limited Rs 15,00,000.00

The Corporation has invested a sum of Rs. 15.00 lakhs in Teletronix Ltd. The funds for this purpose had been released by the State Govt. As per decision taken by the Govt. this company was to wound up. However the Govt. has not communicated its decision regarding writing off of investment till date. In the meantime Ministry of Corporate Affairs, GOI has strike off the name of the Company.

**32. Uptron Colour Picture Tubes Ltd (Changed Name BPL Display Devices Ltd)---
Rs 1,70,00,000.00**

The status of the above Company is already mentioned vide note 25.8 above.

33. Linaks Microelectronics Limited-Rs 28,90,000.00

This Company had submitted modified draft rehabilitation scheme to BIFR which was approved and Company have subdivided equity shares of Rs 10/- to 4 equity shares of Re1/- each by issuing 680000 equity shares. The share of this Company is listed at Bombay Stock Exchange.

Erosion in value of investments in subsidiary companies and other companies: Rs. 6044.49 lakhs

34. No provision has been made for possible loss of investment aggregating to Rs 6044.49 lakhs as mentioned in note no. 29 to 33 held by the Corporation in the Subsidiary Companies/Other Companies, pending issuance of Directives of the State Govt. and petition pending before respective Hon'ble Courts. The investments in Subsidiary/Joint Sector Companies /Other Companies had been made against Share Capital released by the State Govt. from time to time.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

The matter had been placed in 206th Board of Directors meeting held on 21 Oct., 2020 regarding diminution in value of Shares held in subsidiaries Company/Other Company. The Board had directed to refer the matter to the Govt. for its directions in regard to investments held in Uptron India Ltd., Uplease Financial Services Ltd., and Teletronix Ltd. Accordingly, matter has been referred to the Govt. vide Corporation's letter no. Uplc:Accts:1619 (V) Dt: 28 December, 2020. In this regard, Govt., had sought some clarifications though letter no. 3362/78-1-2021-14/2021 dated 08.03.2021, reply to the Govt letter has been submitted vide letter no. UPLC:Accounts:1691(1)(V) dated/ 20.05.2021. The matter is under consideration of the Govt.

35. The Corporation is contemplating to reduce its Paid up Share Capital equivalent to the possible loss of investment as and when the orders/directive of State Govt. are issued for reduction of Capital/winding up of subsidiary/joint sector companies of the Corporation.

36. **Other non current Investment in Promotional Scheme – Rs 12,41,60,019.00**

In earlier years the Govt. had released funds in the shape of Share Capital aggregating to Rs 1241.60 lakhs to this Corporation for implementation of various promotional schemes/promotional expenses of immediate nature of the Corporation. The direct expenses together with Service Charges debited by the Corporation for implementing these schemes have been shown separately under distinct heads in books of Accounts. Although expenses incurred/investments made under this head have no realizable value during the continuation of these Promotional Activities but the same have been shown under the head "Other Non-Current Investments" as mentioned in Note.10 forming part of the financial statements in view of accounting treatment as contained in Government Order issued from time to time.

37. **LOANS TO SUBSIDIARY COMPANIES/OTHER COMPANIES**

The Status of subsidiary companies/Assisted Sector Companies in which Corporation has granted loans as per details given in Note. 11 forming part of the financial statements:

37.1 **Subsidiary Companies**

Name of the Company	Outstanding Amt.of Loan	Previous Year Amount	Aggregate Amount of Loan sanctioned by State Govt./Corpn.
I. Uptron India Limited (under liquidation)	Rs 108,64,47,288.03	Rs.108,64,47,288.03	Rs 88,99,66,512.00(Net) Rs 13,00,00,000.00 * Rs 101,99,66,512.00 All Govt. loans for VRS payments, working capital and for re-payment of Govt. guaranteed public deposit, for one time settlement with Banks for Govt. guarantee working capital loans etc
II. Shretron India Limited	Rs. 1,86,43,970.00	Rs. 2,06,73,429.43	Rs 2,46,43,970.00 (For VRS payment Govt. Loan)** (Previous Year Other Debit Balance Rs.,29,459.43)
III. Uptron Powertronics Limited: *	2,47,45,345.00	Rs. 2,67,44,514.60	Rs. 2,87,45,345.00 (For VRS payment Govt. Loan)** Rs 20,00,000.00 (Govt. Loan for working capital. (Previous Year Other Credit Balance Rs. 830.40)
Total=	1,12,98,36,603.03	1,13,38,65,232.06	



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

*public deposit had been invited for working capital requirement of Uptron India Limited, amount received under the scheme had been available to Uptron at that time.

37.2 In earlier years, the Corporation had provided interest bearing loan aggregating to Rs. 515.00 lakhs from its own resources to Uptron India Ltd for its working capital requirements. Annual amount of interest had been debited to its current account by crediting profit and loss account upto financial year 1997-98.

In view of winding up action by Official Liquidator, appointed by Hon'ble Allahabad High Court, chances of recovery of loan (Unsecured Loan) and debit balance are bleak. Therefore, the matter regarding writing off of outstanding loan of Rs. 515.00 lakhs and debit balance in current account aggregating to Rs. 282.88 lakhs, total Rs. 797.88 lakhs was placed before the Board of Directors in its 191st meeting held on 27.9.2016. The Board had approved the proposal and had directed to refer the matter to Govt for concurrence.

Accordingly, a proposal had been sent to Govt vide letter dated 18 Oct 2016. The State Govt. vide letter no.246/78-1-2020-160 I.T/2016 dt: 11June, 2020 has directed to take action for writeoff the amount of Rs. 797.88 Lakhs as per provision for Companies Act. and Accounting Standard issued by the Institute of Chartered Accountants of India. The matter was placed before the Board of Directors in its 206th meeting held on 21 October, 2020 with the proposal to written off the amount which could not approved. Therefore, no provision/Write off has been made in books of accounts in view of the fact that all the shares are held by Govt. of U.P.

37.3 Joint Sector /Other Companies

Name of the Company	Outstanding Amt.of Loan	Previous Year Amount	Aggregate Amount of Loan sanctioned by State Govt./Corpn.
UPTEC Computer Consultancy Limited	Rs. 1,00,000.00	Rs 1,00,000.00	Total Amount of Loan was Rs. 4,00,000.00 by Corporation. Annual payment of interest is being received.
Uptron Colour Picture Tubes Ltd Name changed to BPL Display Devices Ltd (under liquidation)	Rs. 5,34,00,000.00	Rs. 5,34,00,000.00	By Government
Total	Rs. 5,35,00,000.00	Rs. 5,35,00,000.00	



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

38. In Financial year 2015-16, the Corporation had released a sum of Rs 5,74,50,000.00 to Yamuna Expressway Industrial Development Authority towards five percent of total cost of land of Rs 114,90,00,000.00 in regard to allotment of total area of 400000 square meter land at Sector -24 for establishment of Electronics Manufacturing Cluster. The above said payment has been made in regard to letter No. 850/78-1-2015-IT/2015 dated 07-08-2015 issued by IT & Electronics Department of UP Govt. The amount of Rs 57,450,000.00 has been shown under the head "Long term loans and advances (Capital Advance)' vide note no.11 of Financial Statements. Since the SPV of proposed Electronics Manufacturing Cluster (EMC) has surrendered the land to Authority, the Corporation had requested the Authority for refund of Amount paid by the Corporation. In the matter of refund a meeting was held under chairmanship of Infrastructure & Industrial Development Commissioner (IIDC) UP Govt. on 21 November, 2019.

As per para 18 of the minutes of meeting, it was opined that matter for refund of amount be placed before Hon'ble Cabinet of UP Govt. through I.T. & Electronics Department. Accordingly, the proposal had been submitted. In this regard, State Govt., has directed again to submit proposal for sanction of funds through reappropriation vide letter no.346/78-1-2021-09 I.T/2015 dt: 13.09.2021. And the same has been submitted vide letter no. UPLC:Electronics:Policy:2021-22/680 Dated. 06.10.2021.

Accordingly, State Govt. vide G.O. No. 01/2022/1695/78-1-2021-09I.T./2015 Dated 3rd Jan-2022 has sanctioned the amount of Rs. 5,74,50,000/- to the Corporation in F.Y. 2021-22.

39. **Employment Promotional Scheme-Rs 59,21,283.59 credit**

As a part of its promotional activities, the Corporation has managed scheme viz., Employment Promotion Programme (EPP) at Uptron Estate Panki Kanpur sponsored by the Govt. of U.P The Accounts of this Scheme was being audited by an independent firm of Chartered Accountants other than Statutory Auditors of the Corporation and Accounts of EPP for the year ended 31 MAR 2021 have been audited.

The balance in respect of EPP is Rs. **59,21,283.59** (CR) and the same has been shown under the head "Other Current liabilities". Statement of funds available and utilized in earlier years is attached to Annual Accounts as Annexure "A" .

40. Other Current Liabilities vide Note 7 include Rs. 64,78,97,645.45 (Previous year Rs. 33,01,38,750.14) being unspent/unadjusted balances of financial sanctions by the State Govt in respect of preparation of feasibility report, promotional and development schemes and for setting up of STPI at Gorakhpur, Lokvani, IT Publicity ,GOI-IGRS Project, Mission Nideshalaya, Video Conferencing Studio and for Yamuna Express Way Elec. Mfg. Cluster and Start up(Seed Fund), PIU Scheme , IT Policy (2012) etc.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

Corpus-fund from Dr. A.P.J. Abdul Kalam University for payment of incentives to Incubators/Start-ups. The some of the financial sanctions were released to the Corporation for transfer of the same to the implementing agencies as per terms and conditions contained in relevant GOs.

40.1 As on 31.3.2021, a total sum of Rs. 65,20,06,235/- (Previous year Rs 65,20,06,235/-) pertains to free distribution of Laptop Scheme transferred by Education Department of UP Govt on 31.3.2014 and the same has been shown under the head "Current Liabilities." Out of which Rs. 64,56,19,075/- is credited in PLA and Balance of Rs. 63,87,160/- is credited in Bank Account. These sums are payable /transferable as per the directives of the Government. The Corporation vide letter no. UPLC:Accounts:1706(Laptop) dated. 08.07.2021 had informed status to Secondary Education Department UP Govt.

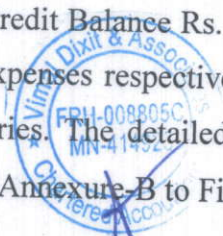
41 Related Party Disclosure

41.1 During the year a sum of Rs. NIL (Previous Year Rs. Nil) has been paid as Salary & Allowances/ Medical Reimbursement to Managing Director, Chairman who had been appointed by the State Government.

41.2 As per Govt. order no 168/78-2-2018-122IT/2012 dated 20 March, 2018 Sri Abhay (Singh), Special Secretary U.P. Govt, I.T. and Electronics Department had taken charge of Managing Director of the Corporation and held the office of M.D. from 20.03.2018 to 27.08.2018 During his tenure he had directed Corporation's Officials and approved for purchase of various items aggregating to Rs. 41,53,545/- for his Camp Office /Residence on urgent basis. Consequent upon his transfer from the Department, he had been requested through Corporation letter no. UPLC:hardware:2019-20 dated 09 April, 2019 for settlement of Payments made by the Corporation during his tenure for the items purchased for the camp Office/Residence In response to this, he had refunded a sum of Rs. 6,42,618/- on 15.06.2019. The balance amount of Rs. 35,10,927/- (as on 31.03.2021) is still unadjustable. In view of the above, balance amount of Rs. 35,10,927/- has been shown under distinct ledger account Recoverable ag (against) Exps Ex MD Camp Office under the head Loans and Advances. Being administrative Govt. Officer, it is expected that the settlement of amount will be made by him.

41.3 During the year, Corporation has not released any Loan/Advances to any Subsidiary Company Rs.NIL (Previous Year Rs.NIL).

42. The net amount of Prior Period Adjustment Account of Rs. 18,03,604.00 (Credit) (Previous Year Net Credit Balance Rs. 13,19,863.00) has been shown vide note 19 & 23 of Other Income & Other Expenses respectively following Accounting Standard (AS-5(R)) prescribed for such type of entries. The detailed statement of such entries pertains to Financial Year 2020-21 is annexed as Annexure-B to Financial Statements.



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U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

43. The figures of closing stock and trading items (e-token) Rs 77,996/- (Previous Year Rs. 1,26,540/-)
44. Each of the Current Assets, Long Term Loans & Advances (Other than loans and advances which have specific disclosures in preceding notes) has a value on realization in the normal course of business at least equal to the amount at which they are stated.
45. Value of Imports on CIF basis in respect of raw materials, capital goods and earning in foreign exchange are NIL (Previous Year NIL).
46. **Regarding Accounting As Per Accounting Standard (AS-22)**
As per Accounting Standard (AS-22) (Accounting for Taxes on Income) the Corporation has to provide for deferred tax Asset/deferred Tax Liability, however, in absence of reasonable certainty that sufficient future taxable income would be available against which such Deferred Tax Asset can be realized, the Company is of the opinion that it would not be prudent to recognize such Deferred Tax Asset.
47. **Dividend**
- 47.1 No provision has been made in respect of proposed dividend for F.Y-2020-21 in view of the fact that Annual General Meeting in respect of F.Y-2017-18 & 2018-19 & 2019-20 are yet to be held.
48. The company have investments in four Subsidiary Companies , the status of investments and preparation of annual accounts of the respective subsidiary companies are given below:

Sl.No	Name of the Company	Amount of investment (Rs. In lacs)	Share holding %	Accumulated profit/(Loss)	Status of Audited Financial Statement
1	Uptron India Limited (under liquidation)	5730.59	100.00	(19693.43)	Annual Accounts Audited upto 1995-96
2	Uplease Financial Services Ltd Defunct since 2002 name struck off by ROC, Kanpur	100.00	94.45	(39.53)	Annual Accounts audited upto 1997-98
3	Uptron Powertronics Ltd(UPL)	259.51	63.14	(50.58)	Annual Accounts audited upto 2019-20
4	Shreetron India Ltd(SIL)	635.09	92.78	743.58	Annual Accounts audited upto 2020-21
	Total	6725.19			

In view of pendency of annual account in respect of subsidiaries companies mentioned at si. no. 1 and 2 consolidated financial statement in view of provisions of sections 129 (3) of the Companies Act, 2013 is not possible. However, consolidated financial statements in respect of subsidiary companies mentioned at si. no. 3 & 4 above are being prepared on the basis of audited financial statement.



U P ELECTRONICS CORPORATION LIMITED
(FINANCIAL YEAR 2020-21)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

49. In respect of financial year 2017-2018, 2018-19 & 2019-20 Standalone and Consolidated Financial Statements are already audited but the same are yet to be adopted in Annual General Meeting.
50. Figures have been rounded off to the nearest rupee. Previous year's figures have been regrouped and recast wherever necessary.

AS PER OUR REPORT OF EVEN DATE

FOR U P ELECTRONICS CORPORATION LIMITED



FOR VIMAL DIXIT & ASSOCIATES
CHARTERED ACCOUNTANTS

(ANNEESH PRATAP SINGH)

PARTNER
M.N. 414923
F.R.N. 008805C

PLACE: LUCKNOW

DATE 22/08/22

(AKSHAY TRIPATHI)
MANAGING DIRECTOR
DIN-08608796

(KUMAR VINEET)
DIRECTOR
DIN-09096980

(RAHUL PURWAR)
SENIOR MANAGER/
INCHARGE(ACCOUNTS)

U P ELECTRONICS CORPORATION LIMITED
Cash Flow Statement for the year ended on 31st March 2021

Particulars	For the year 2020-21		For the year 2019-20	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit/(loss) Before Tax as per Statement of Profit and Loss		1,53,64,812		1,90,85,694
Adjustment For :				
Depreciation	8,46,806		8,35,833	
Interest Income	-2,17,49,669		-2,58,84,466	
Dividend Income	-1,83,530		-6,06,069	
Proceed from Disposal of Fixed Assets	0		90,000	
Loss on Disposal of Fixed Assets	0	-2,10,86,393	9,131	-2,55,55,571
Operating Profit/(Loss) Before Working Capital Changes		-57,21,581		-64,69,877
Adjustment For Working Capital Changes :				
(Increase)/Decrease in Debtors	7,09,74,377		-2,62,94,062	
(Increase)/Decrease in Other Current Assets	-7,49,280		4,55,499	
(Increase)/Decrease in Other Non Current Assets	-6,05,055		-6,88,569	
(Increase)/Decrease in Loans & Advances	-70,22,228		63,14,490	
(Increase)/Decrease in Inventories	48,544		19,536	
(Increase)/Decrease in Investments	0		0	
Increase/(Decrease) in Liabilities	14,37,18,647		-31,96,33,703	
Increase/(Decrease) in Long Term Borrowing	-40,00,000		-40,00,000	
Increase/(Decrease) in Provisions	-1,20,90,950	19,02,74,055	2,18,44,227	-32,19,82,582
Cash generated from Operation		18,45,52,473		-32,84,52,459
Direct Tax Paid/ Tax Deducted at Source	-1,84,20,837		-1,55,31,502	
Less : Income tax refund received		-1,84,20,837	-	-1,55,31,502
Net cash generated from / (used in) Operating Activities		16,61,31,636		-34,39,83,961
B. CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Fixed Assets	-6,09,935		-12,96,909	
Interest Received	2,17,49,669		2,58,84,466	
Dividend Received	1,83,530		6,06,069	
Sale of Fixed Assets	-	2,13,23,264	0	2,51,93,626
Net cash generated from / (used in) Investing Activities		2,13,23,264		2,51,93,626
C. CASH FLOW FROM FINANCING ACTIVITIES :				
Dividend paid for Financial Year 2016-17	-9,64,260	-9,64,260	0	0
Net cash generated from / (used in) Investing Activities		-9,64,260		0
Net Increase/(decrease) in cash & cash equivalent		18,64,90,641		-31,87,90,335
Opening Balance of cash & cash equivalent		1,55,14,07,817		1,87,01,98,152
Closing Balance of cash & cash equivalent		1,73,78,98,457		1,55,14,07,817

Note: Closing balance of Cash & Cash equivalent includes sum of Rs. 64,56,19,075/- in PLA at Lucknow And Rs. 63,87,160/- Lakh at SBI Bank Account at Jawahar Bhawan Lucknow Treasury are transferable/Payable as per directives of the Govt. (Refer Note No. 40.1 of Financial Statement.)



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STATEMENT OF FUNDS AVAILABLE AND UTILISED IN RESPECT
EMPLOYMENT PROMOTION PROGRAMME AS ON 31 MAR 2021

PARTICULARS		2020-21		2019-20
		Rs.		Rs.
FUNDS AVAILABLE				
1	Received from Govt			
a)	i) Loan	22,66,000.00		
	ii) Interest on Loan	--	22,66,000.00	22,66,000.00
b)	Grant		22,65,000.00	22,65,000.00
2	Interest earned on Margin Money, Rent from Sheds, Mizcellaneous Income, Grant for Training, Premium of Land	1,21,94,290.00		1,21,94,290.00
	Less: Outstanding rent from Sheds	12,38,486.00	1,09,55,804.00	1,09,55,804.00
			1,54,86,804.00	1,54,86,804.00
FUNDS UTILISED				
1	Repayment of Government Loan		22,66,000.00	22,66,000.00
2	Interest on Government Loan		9,75,586.00	9,75,586.00
3	Margin Money Loans to Entreprenurs		29,707.00	29,707.00
4	Construction of Sheds		6,83,049.00	6,83,049.00
5	Administrative and other Expenses		56,11,178.00	55,61,178.00
			95,65,520.00	95,15,520.00

Net Debit balance Rs. 59,21,284/- (Previous Year Rs. 59,71,284/-)



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Annexure-B

U.P ELECTRONICS CORPORATION LIMITED

**Details of Prior Income/Expenditure Account for the Financial Year ended on
31 March 2021**

Particulars	<u>Debit (Rs.)</u>	<u>Credit (Rs)</u>
Postage bill of previous year accounted for	16,863.00	-----
Debit balance ag Shretron india ltd, adjusted	29,459.43	-----
Credit balance ag GST ITC of previous years accounted for		18,21,007.92
Excess provision of previous year for leave encashment reversed.		28,918.33
<u>Total=</u>	46,322.43	18,49,926.25

(Net Credit balance Rs. 18,03,604.00) Ref Note No.21 & 23 of Other Income

(Previous Year Net Credit Balance Rs. 13,19,863.36)



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