



30<sup>th</sup> ANNUAL REPORT

**2021-22**

**RAM RATNA WIRES LIMITED**

वसुदेवसुतं देवं कंसचाणूरमर्दनम् । देवकीपरमानन्दं कृष्णं वन्दे जगद्गुरुम् ॥



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## 30<sup>th</sup> ANNUAL GENERAL MEETING

Day & Date : Wednesday, 21<sup>st</sup> September, 2022

Time : 10:30 a.m.

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## COMPANY INFORMATION

### CHAIRMAN EMERITUS

**Shri Rameshwarlal Kabra** ..... Chairman Emeritus

### BOARD OF DIRECTORS

**Shri Tribhuvanprasad Kabra** ..... Chairman

**Shri Mahendrakumar Kabra** ..... Managing Director

**Shri Hemant Kabra** ..... President & CFO (Executive Director) (Designation changed w.e.f. 29<sup>th</sup> June, 2021)

**Shri Sandeep Jhanwar** ..... Independent Director

**Shri R. Kannan** ..... Independent Director

**Shri Ramesh Chandak** ..... Independent Director

**Smt. Payal Agarwal** ..... Independent Director

### OFFICE & MANUFACTURING UNITS

**REGISTERED OFFICE** : Ram Ratna House, Oasis Complex, P. B. Marg, Worli, Mumbai - 400 013.

Website : [www.rrshramik.com](http://www.rrshramik.com) • CIN : L31300MH1992PLC067802

**CORPORATE OFFICE** : Ground Floor (South West Part), Alembic Business Park, Situated at RS No. 1093/1, Bhailal Amin Marg Gorwa, Vadodara, Gujarat - 390016

**WORKS (Unit -1)** : Survey No. 142/2, Madhuban Dam Road, Rakholi, Silvassa - 396 240, U.T. of D.N.H. & D.D.

**WORKS (Unit -2)** : Survey No. 212/2, Near Dadra Check Post, Dadra, Silvassa - 396 193, U.T. of D.N.H. & D.D.

**WORKS (Unit -3)** : Survey No. 16/1, Sayali Road, Village Karad, Rakholi, Silvassa - 396 240, U.T. of D.N.H. & D.D.

### REGISTRAR AND SHARE TRANSFER AGENT

**Datamatics Business Solutions Limited**, Plot No. B-5, Part B Cross Lane, MIDC, Andheri East, Mumbai - 400 093.

T : 91-22-66712001-10 • F : 91-22-66712011 • E : [investorsqry@datamaticsbpm.com](mailto:investorsqry@datamaticsbpm.com) • W : [www.datamaticsbpm.com](http://www.datamaticsbpm.com)

**COMPANY SECRETARY**

Shri Saurabh Gupta

**STATUTORY AUDITORS**

M/s. Bhagwagar Dalal & Doshi ..... Chartered Accountants, Mumbai

**COST AUDITORS**

M/s. Poddar & Co. .... Cost Accountants, Thane

**SECRETARIAL AUDITOR**

M/s. Khanna & Co. .... Practicing Company Secretaries, Navi Mumbai

**INTERNAL AUDITORS**

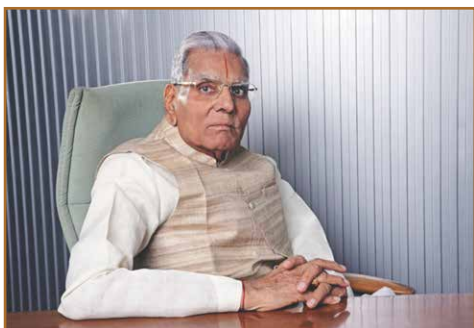
M/s. DMKH & Co. .... Chartered Accountants, Mumbai

**BANKERS**

- State Bank of India
- Standard Chartered Bank
- DBS Bank India Limited
- HDFC Bank Limited
- Kotak Mahindra Bank Limited
- Yes Bank Limited
- The Federal Bank Limited
- ICICI Bank Limited



## CHAIRMAN EMERITUS



**SHRI RAMESHWARLAL KABRA**  
CHAIRMAN EMERITUS

## BOARD OF DIRECTORS



**SHRI TRIBHUVANPRASAD KABRA**  
CHAIRMAN (C)



**SHRI MAHENDRAKUMAR KABRA**  
MANAGING DIRECTOR (M) (M) (M)



**SHRI HEMANT KABRA**  
PRESIDENT & CFO (EXECUTIVE  
DIRECTOR) (M) (M) (M)



**SHRI SANDEEP JHANWAR**  
INDEPENDENT DIRECTOR (C) (C)



**SHRI R. KANNAN**  
INDEPENDENT DIRECTOR (M) (M) (C) (M)



**SHRI RAMESH CHANDAK**  
INDEPENDENT DIRECTOR (M) (M) (C)



**SMT. PAYAL AGARWAL**  
INDEPENDENT DIRECTOR (M)

(C)	Chairman	(M)	Member
(Orange)	Audit Committee		
(Green)	Nomination & Remuneration Committee		
(Yellow)	Stakeholders Relationship Committee		
(Purple)	Corporate Social Responsibility Committee		
(Pink)	Finance Committee		

## CHAIRMAN'S LETTER



Dear Shareholders,

It gives me great pleasure to address you all as we collectively continue to navigate through all challenges posed by the COVID-19 pandemic. I am delighted to present the 30<sup>th</sup> Annual Report 2021-22 of Ram Ratna Wires Limited.

Your Company always strives to make its best efforts in delivering value to its Stakeholders and meeting their expectations. FY 2021-22 has been a challenging year with changes around the globe which has made businesses to transform their practises and work strategically to achieve the targets. Your Company has delivered an impressive performance and achieved some new milestones even in this rigorous time. The Revenue from operations continued to grow to ₹ 2,013 crores and EBIDTA to ₹ 101.48 crores compared with Revenue of ₹ 1,387 crores and EBIDTA of ₹ 53.80 crores recorded in the previous year. This has become possible due to our continuous efforts of optimizing overhead cost, improvement in operations, automations and strategies to mitigate increasing input costs. Company's Profit after Tax was ₹ 48.68 crores compared to ₹ 13.51 crores recorded in previous year. I am very pleased to share with you all that the Board has recommended dividend of 100% for FY 2021-22 based on Company's strong results. Also to commemorate 30 years of incorporation of the Company, I am happy to share that the Board has recommended the issue of Bonus Shares to the Shareholders in the ratio of 1:1 i.e. 1 (One) equity share of ₹ 5/- each for every 1 (One) fully paid-up equity share of ₹ 5/- each.

World is undergoing changes at an unprecedented speed after the outbreak of COVID-19 pandemic. To cater the needs of this dynamic market along with increase in market share, your Company is continuously working to expand its distribution network by adding new Customers, increasing product portfolios, focusing on the timely fulfilment of the industry requirements for the existing products and new products with highest quality standards.

In line with the Company's philosophy of continuous innovations and developments through its in house R&D team, we are in development of new specialized wires to cater needs of new market segments such as electric vehicles (EV) and has future plans for further strengthening its product quality checks with advanced systems and making some of its manufacturing sections fully automatic with integrated working and data collection by PLC integration and ERP systems. This would further help in development of various portals and applications for providing various reports to facilitate customer requirements and providing them with better service.

In continuation of the trend of widening its product basket and expanding its presence in electrical industry, your Company with help of its Subsidiary Joint Venture Company "Epavo Electricals Private Limited" is starting manufacturing of Brushless DC (BLDC) motors

for appliances like AC, fan, HVLS fan and EV. This entire appliance product market is moving towards energy efficient products and almost all products will incorporate BLDC motor that has power-saving advantages relative to other motor types. In future we will see BLDC motors to be used in a wider range of applications. During the year the subsidiary company has also successfully been admitted for the Production Linked Incentive (PLI) Scheme of Government of India for white goods.

Your Company has always believed that our team members are our greatest asset and most valuable resource and we continue to stand behind and support every team member and their families in these tough times of COVID-19 pandemic. “RR CARES” is an initiative started by the Company in FY 2021-22 to provide a sense of security to the families of our colleagues who we have lost unfortunately due to COVID-19 pandemic. Under this initiative the Company has identified three beneficiaries and an amount of ₹ 38 Lakhs will be contributed to their families and further they will be provided education expense till graduation level for up to 2 children.

Recent period has been relentless with the global pandemic, military conflict and more. Your Company is taking concerted actions to be future ready and to achieve continuous growth and give volumetric returns to our shareholders. While the future outlook is fluid with multiple challenges including rising input and supply chain costs, the Company is taking the right actions to compete with them and I am confident that we will emerge stronger. The dedication of every member of Ram Ratna family helped our business navigate through the many challenges of the past year.

I would like to take the opportunity to thank my fellow Board members for their continued guidance, inputs and bringing in unanimity in concrete decision making. I would also like to express my gratefulness to our leadership team and employees for their dedicated work and our suppliers, business partners, investors for their continued trust and support which has helped us make progress and surpass the goals we had set for ourselves. Looking forward for a bright and successful FY 2022-23.

With Warm Regards,  
**Tribhuvanprasad Kabra**  
**Chairman**



## FINANCIAL HIGHLIGHTS - STANDALONE

(₹ in Lakhs)

Description	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
<b>A. Operating Results:</b>								
Net Revenue from Operations	2,01,257.33	1,38,698.12	1,25,548.28	1,25,013.64	1,02,724.95	80,082.95	71,904.81	74,091.18
Other Income	693.94	247.30	408.39	341.45	284.06	164.70	170.24	230.53
<b>Net Profit before Taxation</b>	<b>6,507.01</b>	<b>1,788.76</b>	<b>1,638.04</b>	<b>2,442.61</b>	<b>4,175.61</b>	<b>3,339.40</b>	<b>1,447.32</b>	<b>1,508.38</b>
Provision for Taxation	1,639.30	437.76	211.74	845.79	1,524.54	1,150.70	512.59	526.18
<b>Net Profit after Taxation</b>	<b>4,867.71</b>	<b>1,351.00</b>	<b>1,426.30</b>	<b>1,596.82</b>	<b>2,651.07</b>	<b>2,188.70</b>	<b>934.73</b>	<b>982.20</b>
<b>B. Financial Position:</b>								
Tangible Fixed Assets & Intangible Assets (Net)	12,051.90	13,033.80	13,993.98	14,193.30	11,972.89	7,219.21	5,203.73	4,590.28
Non- Current Assets	1,143.34	684.42	662.63	754.14	1,052.62	964.06	643.57	716.65
Current Assets	41,552.48	39,020.60	28,394.54	32,697.76	25,432.80	21,556.45	14,830.97	15,390.11
Investments	7,693.13	4,919.82	3,657.71	5,721.49	7,552.02	4,097.49	284.29	284.42
<b>TOTAL ASSETS</b>	<b>62,440.85</b>	<b>57,658.64</b>	<b>46,708.86</b>	<b>53,366.69</b>	<b>46,010.33</b>	<b>33,837.21</b>	<b>20,962.56</b>	<b>20,981.46</b>
Share Capital	1,100.00	1,100.00	1,100.00	1,100.00	1,100.00	1,100.00	1,100.00	1,100.00
Reserves and Surplus	25,399.31	18,642.39	16,623.23	17,153.87	15,498.94	11,381.18	6,278.69	5,542.55
<b>SHAREHOLDERS' FUND</b>	<b>26,499.31</b>	<b>19,742.39</b>	<b>17,723.23</b>	<b>18,253.87</b>	<b>16,598.94</b>	<b>12,481.18</b>	<b>7,378.69</b>	<b>6,642.55</b>
Non-Current Liabilities	8,311.72	7,435.39	5,084.89	5,377.70	4,835.73	3,053.34	1,224.04	1,338.40
Current Liabilities	25,933.57	29,457.42	23,041.24	28,119.53	22,629.00	17,125.19	12,057.74	12,658.63
Deferred Tax	1,696.25	1,023.44	859.50	1,615.59	1,946.66	1,177.50	302.09	341.88
<b>TOTAL CAPITAL EMPLOYED</b>	<b>62,440.85</b>	<b>57,658.64</b>	<b>46,708.86</b>	<b>53,366.69</b>	<b>46,010.33</b>	<b>33,837.21</b>	<b>20,962.56</b>	<b>20,981.46</b>
<b>C. Equity Share Data:</b>								
Earning per share (₹)	22.13	6.14	6.48	7.26	12.05	9.95	4.25	4.46
Book value (₹)	120.45	89.74	80.56	82.97	75.45	56.73	33.54	30.19
Final/Interim Dividend (%)	100.00	20.00	10.00	25.00	25.00	25.00	15.00	20.00
Number of Shares (in Lakhs)	220.00	220.00	220.00	220.00	220.00	220.00	220.00	220.00

The financial results summary for financial years 2016-17 and onwards are prepared in accordance with Ind-AS and Schedule III of the Companies Act, 2013 and the financial results for financial years 2015-16 and prior are prepared as per the Accounting Standards and Indian GAAP.

## NOTICE

Notice is hereby given that the 30<sup>th</sup> Annual General Meeting (“AGM”) of the members of Ram Ratna Wires Limited (the “Company”) will be held on Wednesday, 21<sup>st</sup> September, 2022 at 10:30 a.m. through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) to transact the following businesses. The venue of the meeting shall be deemed to be the Registered office of the Company located at Ram Ratna House, Oasis Complex, P. B. Marg, Worli, Mumbai - 400 013.

### ORDINARY BUSINESS

1. To receive, consider and adopt:
  - a. the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2022, together with the Reports of the Board of Directors and Auditors thereon; and
  - b. the Audited Consolidated Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2022, together with the Report of the Auditors thereon.
2. To declare a dividend on Equity Shares for the financial year ended 31<sup>st</sup> March, 2022.
3. To appoint a Director in place of Shri Tribhuvanprasad Kabra (DIN - 00091375), who retires by rotation and being eligible, offers himself for re-appointment.
4. To consider the re-appointment of M/s. Bhagwagar Dalal & Doshi, Chartered Accountants (Firm Registration No. 128093W), as the Statutory Auditors of the Company and, if thought fit, to pass the following resolution as an ORDINARY Resolution:

**“RESOLVED THAT** pursuant to Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s. Bhagwagar Dalal & Doshi, Chartered Accountants (Firm Registration Number 128093W) be and are hereby re-appointed as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the 35<sup>th</sup> Annual General Meeting on such remuneration as shall be fixed by the Board of Directors of the Company.

**RESOLVED FURTHER THAT** the Board of Directors and/or Company Secretary of the Company be and are hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution”.

### SPECIAL BUSINESS

5. To consider increase in Authorized Share capital of the Company and consequential alteration of Memorandum of Association of the Company, and, if thought fit, to pass the following resolution as an ORDINARY Resolution:

**“RESOLVED THAT** pursuant to the provisions of Sections 13, 61, 64 and all other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), and the rules made thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the relevant provisions of the Articles of Association of the Company or any other applicable laws for the time being in force and subject to all other necessary approvals, permissions, consents and sanctions, if any, the approval of the Members of the Company be and is hereby accorded to increase the existing Authorized Share Capital of the Company from ₹ 15,00,00,000/- (Rupees Fifteen Crores Only) divided into 3,00,00,000 (Three Crores) equity shares of ₹ 5/- (Rupees Five Only) each to ₹ 25,00,00,000/- (Rupees Twenty-Five Crores Only) divided into 5,00,00,000 (Five Crores) Equity shares of ₹ 5/- (Rupees Five Only) each ranking pari passu in all respect with the existing Equity Shares of the Company.

**RESOLVED FURTHER THAT** subject to the provisions of Section 13 and other applicable provisions, if any, of the Companies Act, 2013 or any statutory modification(s) thereof and the rules framed thereunder, consent of the members of the Company be and is hereby accorded for alteration of existing clause V of the Memorandum of Association of the Company with new Clause V as under:

“V. The Authorised Share Capital of the Company is ₹ 25,00,00,000/- (Rupees Twenty-Five Crores Only) divided into 5,00,00,000 (Five Crores) Equity Shares of ₹ 5/- (Rupees Five only) each with the rights, privileges and conditions attaching thereto as are provided by the Articles of Association of the Company for the time being, with power to increase or reduce the capital of the Company and to divide the shares in the capital for the time being into several classes and to attach thereto respectively such preferential, deferred, qualified or special rights, privileges or conditions as may be determined by or in accordance with the Articles of Association of the Company and to vary, modify or abrogate any such rights, privileges or conditions in such manner as may for the time being be provided by the Articles of Association of the Company.”

**RESOLVED FURTHER THAT** to give effect to this resolution, the Board of Directors and /or the Company Secretary of the Company be and are hereby severally authorised to do all deeds, matters, things, acts, and to execute any documents and writings, as may be deemed necessary, but not limited to making correspondences with Stock Exchanges or any other regulatory authority, seeking all necessary approvals and/or to settle all questions, difficulties or doubts that may arise in this regard.”

6. To consider and approve the issuance of Bonus Shares, and, if thought fit, to pass the following resolution as an ORDINARY Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 63 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) read with Companies (Share Capital and Debentures) Rules, 2014, and in accordance with Chapter XI of the Securities