

# ELCOT

**Adding Value Through IT**

**45<sup>TH</sup>**

**ANNUAL REPORT**

**2021-22**

ELECTRONICS CORPORATION OF  
TAMIL NADU LTD  
MHU COMPLEX, IIND FLOOR,  
692, ANNA SALAI,  
NANDANAM, CHENNAI 600 035

## **INDEX**

<b>1. Corporate Information</b>	-	<b>1</b>
<b>2. Notice</b>	-	<b>2</b>
<b>3. Directors Report</b>	-	<b>3 - 17</b>
<b>4. Comments of the Comptroller &amp; Auditors General of India</b>	-	<b>18 - 19</b>
<b>5. Auditors Report</b>	-	<b>20 - 23</b>
<b>6. Annexure to Auditors Report</b>	-	<b>24 - 30</b>
<b>7. Balance Sheet</b>	-	<b>31</b>
<b>8. Statement of Profit &amp; Loss</b>	-	<b>32</b>
<b>9. Cash Flow Statement</b>	-	<b>33</b>
<b>10. Notes Forming part of the Financial Statements</b>	-	<b>34 - 55</b>

- | -

**ELECTRONICS CORPORATION OF TAMIL NADU LIMITED**  
**(CIN:U27209TN1977SGC007291)**  
**(A Government of Tamil Nadu Undertaking)**

**Registered Office: MHU COMPLEX, II FLOOR, 692 ANNA SALAI, NANDANAM,  
CHENNAI - 600035.**

**CORPORATE INFORMATION**

**BOARD OF DIRECTORS**

1. Dr. Neeraj Mittal, I.A.S.,	Chairman
2. Thiru. Ajay Yadav, I.A.S.,	Managing Director
3. Tmt. Jayashree Muralidharan, I.A.S.,	Director
4. Tmt. E. Sundaravalli I.A.S.,	Director
5. Thiru Praveen P Nair, I.A.S.,	Director
6. Thiru. Arun Sundar Thayalan, I.A.S.,	Director
7. Thiru. S. Arun Raj, I.A.S.,	Director
8. Tmt. Asha Ajith, I.A.S.,	Director

**GENERAL MANAGER (F&A)**

Thiru S. Kirubanandan

**COMPANY SECRETARY**

Thiru Srivathsa Desikan. N

**Statutory Auditors**

**Raman Associates,**

Chartered Accountants

1<sup>st</sup> Floor, RE Apartments, No.70, Arya Gowda Road,  
West Mambalam, Chennai - 600 033.

**BANKERS**

**INDIAN BANK**

**Nandanam Branch,  
Chennai 600 035.**

**State Bank of India**

**Saidapet Branch,  
Chennai 600 035**

**CANARA BANK,**

**Saidapet Branch,  
Chennai 600 015.**

**INDIAN OVERSEAS BANK,**

**West CIT Nagar Branch,  
Chennai 600 035.**

Ref: ELCOT/SECL/08950/AGM/45/2022

**AGM NOTICE**

Notice is hereby given that the Forty Fifth (45<sup>th</sup>) Annual General Meeting of the Shareholders of the Company will be held on Tuesday, the 27<sup>th</sup> day of September 2022 at 04.30 P.M at the registered office of the Company situated at 692, MHU Complex, II<sup>nd</sup> floor, Anna Salai, Nandanam Chennai - 600035 to transact the following Business:-

**Ordinary Business:-**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2022 and the Directors' and Auditors' Reports thereon.
2. To declare dividend for the Financial year 2021-22.
3. To Consider the Appointment of M/s.M.Srinivasan & Associates., as Statutory Auditors as recommended by Comptroller and Auditor General of India and Fixation of their Remuneration for the year 2022-23.

**(BY ORDER OF THE BOARD OF DIRECTORS)**

**Date:** 05.09.2022

**Place:** Chennai

**-Sd/-**

**Company Secretary**

**Note:**

A member entitled to attend and vote at the Annual General Meeting ("AGM") is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy need not be a member of the company.

The instrument appointing the proxy, in order to be effective, should be deposited, duly completed and signed, at the registered office of the Company not less than forty eight hours before the commencement of the AGM.

**ELECTRONICS CORPORATION OF TAMILNADU LTD**

**DIRECTORS REPORT TO SHAREHOLDERS**

Your Directors are pleased to present the Forty Fifth Annual Report of the Company along with Financial Statement for the year ended 31<sup>st</sup> March 2022.

**I. FINANCIAL PERFORMANCE**

Key Highlights of the Company's financial performance in comparison with the performance during the previous financial year are tabulated below:

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
	(Rs. in Lakhs)	
Gross Profit before Interest / Depreciation including adjustments	5,712.20	5,970.67
Interest and Other Finance charges	2,524.99	1,962.48
Cash Profit	3,187.21	4,008.19
Depreciation	250.73	361.23
Profit for the Financial Year	2,936.48	3,646.96
<b>Add:</b> Profit brought forward from earlier years	21,303.73	16,452.83
<b>Less:</b> Interim Dividend Paid	-	-
Tax on Interim Dividend paid	-	-
Total Funds available for Appropriation	24,240.21	20,099.79
Provision for Taxation	761.02	637.20
Provision for Deferred Tax	115.14	173.65
***Dividend Paid	850.83	777.92
Provision for Tax on Dividend	-	-
<b>Add:</b> Adjustment to Reserves	360.04	2,792.71
Balance Carried Forward	22,873.26	21,303.73
Earnings per share (Basic and diluted)	0.00795	0.01094



## **II. DIVIDEND:**

As per G.O.(Ms).No.123, Finance (BPE) Department, dated 19.05.2014, the State Public Sector Undertakings shall declare dividend at the following rates:

- i) 30% of Net Profit (after tax) or
- ii) 30% of Paid up Share Capital

**whichever is higher**, subject to availability of disposable profits.

Based on the above G.O., the Directors of ELCOT have proposed to declare dividend at the rate of 30% of Paid Up Share Capital Rs.777.91Lakhs(30% of Rs.2,593.05 Lakhs) which is higher than 30% on Net Profit after tax amounting to Rs.618.09 Lakhs (30% of Rs.2,060.31 lakhs). The dividend, if approved and declared in the forthcoming AGM, would result in a dividend outflow of Rs.777.91 Lakhs.

The Net Profit after Tax and Dividend is transferred to Reserves and Surplus.

## **III. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND UNDER SECTION 125 OF THE COMPANIES ACT, 2013:**

Dividend declared during the previous year has been fully paid. Hence, there was no transfer to Investor Education and Protection Fund for the year under report.

## **IV. STATUS OF AFFAIRS OF THE COMPANY – CORE ACTIVITIES**

### **1. IT PARKS PROMOTION IN TIER II CITIES**

Tamil Nadu Government played a vital role with a vision to make the state as Destination of Choice for Information Technology (IT) and Information Technology Enabled Services (ITeS) industries and initiated the Information Technology infrastructure promotional activities in right time and accelerated the growth of IT and ITeS in Tamil Nadu.

This has created employment opportunities in the rural areas in the IT/ITeS industry.

- ELCOT has established 8 IT Special Economic Zones (SEZs) in Chennai and in Tier-II cities of the State viz., Coimbatore, Madurai (2 sites), Tiruchirappalli, Salem, Tirunelveli and Hosur, spread over 1378.16 acres of land (1321.61 acres in SEZ and 56.55 acres in Non-SEZ space) at an investment of Rs. 844.57 crore.



- SEZs by ELCOT (ELCOSEZs) have enabled local IT firms to integrate with global value chains and have made significant contribution to the overall growth of exports, investment and employment opportunities in the IT/ITeS sector in the State. The IT/ITeS exports from ELCOSEZs during the year 2021-22 was Rs.22,958 crore and has generated direct employment for approximately 94,000 individuals.
- To meet the growing demand for quality IT Space for export oriented MSMEs and other IT/ITES companies in Chennai, the construction of 2.33 Lakhs Sq.ft Information Technology Tower is in progress at an estimated cost of Rs.88.21 Crore.
- The construction of 2.66 Lakhs Sq.ft Information Technology Tower is in progress at an estimated cost of Rs.114.16 Crore in ELCOZE Coimbatore.
- The Construction of 1.16 lakhs Sq.ft Information Technology Tower is in progress at an estimated cost of Rs.48.10 Crore in ELCOSEZs Trichy.

ELCOT has participated/sponsored several promotional activities to project Tamil Nadu as the prime investment destination for IT/ITeS.

- Pan IIT event "Global Virtual Technology Summit 2021" conducted on September 17-18, 2021.
- CII CONNECT series held at ITC Grand Chola, Chennai on November 26-27, 2021.
- Regional CONNECT at Kanyakumari in March 2022 and Salem in April 2022.
- UMAGINE (a global tech and innovation summit) is proposed to be held at Chennai on March, 2023.

ELCOT is also the certification authority under the ICT Policy 2018 for availing additional FSI for IT Parks and Nodal Agency for the Tamil Nadu Data Centre Policy.



## **2. E-GOVERNANCE INITIATIVES OF ELCOT**

### **Permanent Enrolment Centres (PECs)**

ELCOT is one of the agencies empanelled by the Unique Identification Authority of India (UIDAI) to execute Aadhaar Enrolment activities in the State. ELCOT has established 227 PECs at 32 District Collectorates, 21 Municipal Corporation Headquarters, 45 Municipal Zonal offices, 115 Municipalities, 5 Town Panchayats, 2 Revenue Divisional Offices, 4 Block Development Offices and 3 Provident Fund offices.

2,56,765 new Aadhaar enrollments has been carried out and 10,97,249 Aadhaar Demographic Updations has been delivered. The Transaction count done at all Permanent Enrolment Centres (PECs) from 01.04.2021 to 31.03.2022 is 13,54,014.

### **Permanent Enrolment Centres (PECs) in Educational Blocks under Samagra Shiksha**

ELCOT selected as an Enrolment Agency by School Education Department Samagra Shiksha to establish Aadhaar Enrolment Centre in 505 centres at all 385 Educational Blocks for providing Aadhaar related services to school students. At the initial stage, 120 Aadhaar service centres have been established in 120 Educational Blocks from 03.01.2022. 41,420 Nos. of new Aadhaar enrolment and 1,33,689 Nos. of Aadhaar update from 03.01.2022 to 31.03.2022.

## **3. INFORMATION TECHNOLOGY – INFRASTRUCTURE**

ELCOT maintains the State IT Infrastructure services, which is the backbone for providing e-Governance services to the citizens and connectivity to the Government departments.

### **CONNECTIVITY SERVICES**

#### **TAMIL NADU STATE WIDE AREA NETWORK (TNSWAN)**

It is a scheme jointly started by the Central and State Governments under the National e-Governance Plan (NeGP). TNSWAN commenced its operations with 708 Points of Presence (PoPs) that have now increased to 829 PoPs. TNSWAN enables State Government departments to access their applications, services and servers





hosted in Tamil Nadu State Data Centre (TNSDC) in a secured manner. It is being used by 3000+ offices of various departments of the Government of Tamil Nadu. TNSWAN provides voice, data and video connectivity to all Government departments, enables efficient workflow in the Government and facilitates delivery of services to the citizens.

The National Knowledge Network (NKN) has been integrated with TNSWAN at district. PoPs as per the guidelines of the Ministry of Electronics and Information Technology (MeitY), Government of India.

### **TNSWAN PHASE-2 EXTENSION**

The Government of Tamil Nadu had approved the extension of TNSWAN Phase-2 operations for a period of 3 years up to February 2022. It will be extended upto 13.02.2023.

### **OTHER CONNECTIVITY SERVICES**

#### **MPLS VPN CONNECTIVITY**

Multi-Protocol Label Switching Virtual Private Network (MPLS VPN) is being provided as a redundant connection to TNSWAN. ELCOT provides MPLS VPN connectivity services to around 61 offices of Tamil Nadu Government departments.

#### **INTERNET LEASED LINE CONNECTIVITY**

Internet Leased Line connectivity is being provided to 250 Government offices on a dedicated basis.

#### **VPNOBB CONNECTIVITY**

Virtual Private Network over Broadband (VPNoBB) is a cost effective alternative for providing Intranet access at lower bandwidth. ELCOT provides VPNoBB connectivity to 273 Government offices.



## **HOSTING AND ALLIED SERVICES**

Tamil Nadu State Data Centre (TNSDC) is a critical infrastructure that enables delivery of secured e-Services. State Government departments and their agencies can host their data, applications, services and servers on a common, redundant, secured and controlled infrastructure providing ease of operation, integration and efficiency.

The bandwidth of existing connectivity has been upgraded from 1 Gbps to 4 Gbps to ensure seamless access of applications/services hosted in Tamil Nadu State Data Centre for various departments of the Government of Tamil Nadu.

### **TAMIL NADU STATE DATA CENTRE-1 (TNSDC-I)**

The Government of Tamil Nadu implemented the first ISO certified State Data Centre (TNSDC-1) in the country in 2011. It was operationalized with a capacity of about 65 racks at a budget of Rs.138 crore for a period of 12 years.

### **TAMIL NADU STATE DATA CENTRE-2 (TNSDC-II)**

As TNSDC-I has been almost completely utilised, TNSDC-II, the second phase of TNSDC, was established and operationalised from the year 2020 at a budget of Rs.74.7 crore. The Data Centre can accommodate 195 racks. Its modular design supports seamless scale up. More than 253 applications/services are currently hosted in TNSDC-I, TNSDC-II and Cloud 'Thamizh Megam'. The e-Office application of the State's initiative for paperless office has been deployed at TNSDC and State level roll out is in progress.

### **TAMIL NADU DISASTER RECOVERY CENTRE (TNDRC)**

The Tamil Nadu Disaster Recovery Centre (TNDRC) was established at ELCOSEZ, Tiruchirappalli and has been operational from the year 2018. This provides business continuity for various critical e-Governance applications hosted in TNSDC in the event of any breakdown or disaster.



## THAMIZH MEGAM-TN CLOUD COMPUTING SERVICES

The State cloud infrastructure, trademarked as 'Thamizh Megam', enables optimal sharing of system resources with minimal management. It is operational since 2016 at a cost of Rs.13.88 crore. At Thamizh Megam, Infrastructure-as-a-Service (IaaS) and Platform-as-a-Service (PaaS) are being offered and 128 applications/services are being hosted.

The cloud infrastructure is enhanced and the Disaster Recovery facility has been extended at a budget of Rs.9.98 crore.

### e-Security

#### SECURITY ARCHITECTURE FOR TNSDC

To ensure data protection of Government applications/services, a high level Security Architecture Framework has been implemented with High-End Router, Next-Generation Firewall, Distributed Denial of Services (DDOS), Web Application Firewall (WAF), Intrusion Prevention System (IPS), Intrusion Detection System (IDS), Virtual Private Network (VPN) Concentrator, Modular Core Switch and Security Information and Event Management (SIEM). Vulnerability Assessment and Penetration Testing (VAPT) is conducted periodically on the hosted applications/services through CERT-In empaneled agencies to ensure security of applications/services.

#### CYBER SECURITY ARCHITECTURE FOR TAMIL NADU (CSA-TN)

Cyber Security Architecture for Tamil Nadu (CSA-TN) has been established to counter cyber-attacks in collaboration with the Centre for Development of Advanced Computing (C-DAC), Chennai, at a cost of Rs.21.39 crore for a period of 3 years.

The three pillars of Information Security Management System (ISMS), namely, People, Process and Technology are strengthened as below:-

#### PEOPLE

- a. Departments are assigned with a Chief Information Security Officer (CISO)/Information Security Officer (ISO) for the department employees to



reach out to in case of any cyber related issues/threats. Periodically, CISO/ISO are given training on Cyber Security awareness.

- b. Classroom-based and virtual training are conducted across Tamil Nadu to educate the department officials on how to secure their assets and report incidents.
- c. Cyber Security Incident Response Team – A trained pool of experts on Cyber Security is made available for prompt response and recovery in case of any cyber incident.

### PROCESS

- a. National Institute of Standards and Technology (NIST) - The NIST cyber security framework is a powerful tool to organize and improve the cyber security program. It is a set of guidelines and best practices to help organisations build and improve their cyber security posture with 5 main functions, namely, identify, protect, detect, respond and recover. CSA-TN is one of the pioneers in implementing NIST for State-wide Cyber Security Program.
- b. The release of a strong Cyber Security Policy to identify and protect against threats.
- c. A helpdesk section of CSA-TN helps departments with rescue activities in case of defacing/hacking/breaching using quicker and reliable channels to detect, respond to and recover from cyber incidents.
- d. The Cyber Crisis Management Plan (CCMP) for cyber resilience defines how the organizational plan to respond to a cyber incident can work the difference between success and failure of a Cyber Security Program. The speed at which the CMG (Crisis Management Group) and CMC (Crisis Management Cell) identify and mitigate such incidents makes a significant difference in controlling their risks, costs and exposure. A comprehensive CCMP document is being charted out.
- e. Regular auditing of the systems/workstations of the entire State is planned and execution is already underway.



## TECHNOLOGY

- a. Complete Security Operation Centre (SOC) and Network Operation Centre (NOC) have been established as part of CSA-TN to monitor the critical assets.
- b. Security Information and Event Management (SIEM) solution are established as part of SOC-TN to prevent attacks for critical assets. As on date,
  - Around 4000 brute force credential access events detected.
  - Around 47 endpoint denial of service activities detected.
  - Around 3,847 lateral movement incidents detected.
- c. Antivirus installation -To prevent any cyber attack at Secretariat, around 2,533 machines were identified and completely scanned. Antivirus (AV) software was installed in around 813 machines for which AV had expired.

## 4. PROCUREMENT ACTIVITIES

Through Transparent procurement methods, ELCOT has achieved significant price reduction on the market value of IT products. During the financial year of 2021 – 21, wherein there was global semiconductor chip shortage, IT products for a value of Rs.132 Crores were procured and supplied to the various Government Department”

ELCOT has deployed an e-Procurement Portal <https://eproc.elcot.in> to ease the procurement services between Government to Government (G2G). This portal will stream line interactions between ELCOT, user department and vendors.

## **V. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY THAT HAD OCCURED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATES TO THE DATE OF THE REPORT**

No material change / commitment affecting the Financial position of the company occurred between the end of the Financial Year to which this Financial statement relates to the date of the report.



**VI. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO**

The provisions of Section 134 (m) of the Companies Act, 2013 do not apply to our Company. There were no foreign exchange earnings and outgo during the year under review.

**VII. RISK MANAGEMENT**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence is very minimal.

**VIII. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Board of Directors considered and approved the recommendations of the Corporate Social Responsibility(CSR) for the contribution of Rs. 86,55,332/- (Eighty Six Lakhs Fifty Five Thousand Three Hundred and Thirty Two only) to spent on or before 31.03.2022 for the Financial Year 2021-22.

After discussion, the CSR Committee considered proposal received from the Sports Development Authority of Tamil Nadu and M/s.ICT Academy, equally shared and contributed the amount on CSR Balance for the year 2021-22 Rs. 86,55,332 /- (Eighty Six Lakhs Fifty Five Thousand Three Hundred and Thirty Two only).

**IX. PARTICULARS OF LOANS AND GUARANTEES ON THE INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT 2013:**

There were no loans and guarantees on the investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

**X. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There were no contracts or arrangements as defined under Section 188 of the Company's Act 2013 during the year under review.



**XI. EXPLANATION OR COMMENTS ON QUALIFICATION, RESERVATION OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THE REPORT**

There was no qualification, reservation or adverse remarks or disclaimers made by the auditors in the report. The provision relating to the submission of Secretarial Audit report is not applicable to the Company.

**XII. COMPANY'S POLICY RELATING TO DIRECTOR'S APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provision of Section 178 (1) relating to constitution of nomination and recommendation committee are not applicable to the Company and hence the Company has not devised any policy relating thereto on Director's appointment, payment of remuneration and discharge of their duties as provided under section 178 (3) of the Company's Act 2013.

**XIII. EXTRACTS OF ANNUAL RETURN**

The extracts of Annual Return as per Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rule 2014, will be published in website, if necessary.

**XIV. MEETING OF THE BOARD OF DIRECTORS**

During the Financial year ended 31<sup>st</sup> March 2022, the Company held Meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

Sl. No.	Date of Board Meeting held	Board Strength	No. of Directors Present
1	223 / 29.04.2021	7	4
2	224 / 17.08.2021	7	4
3	225 / 02.12.2021	7	5
4	226 / 25.03.2022	8	7



## XV. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year 2021-22.

## XVI. CHANGE IN THE BOARD OF DIRECTORS FOR THE YEAR 2021-22

During the period under review there were changes in the Composition of Board of Directors.

During the year Dr.Neeraj Mittal, IAS, Principal Secretary to Government, Information Technology Department, appointed in the place of Thiru.Hans Raj Verma, IAS., Additional Chief Secretary to Government, Information Technology Department (FAC) vide G.O.Rt. No.2027, Public (Special.A) Department, dated 14.05.2021. and Thiru.Ajay Yadav (Junior), IAS Managing Director, ELCOT, appointed in the place of D.Ravichandran I.A.S., vide G.O.Rt. No.2378, Public (Special.A) Department, dated 13.06.2021 and Thiru.T.Anand, IAS., Managing Director, SIPCOT appointed in the place of Thiru.J.Kumaragurubaran, IAS., vide G.O.Rt.No. 2378, Public (Special.A) Department dated 13.06.2021 and Thiru.Pankaj Kumar Bansal, IAS., Chairman and Managing Director, TIDCO, appointed in the place of Tmt.Kakarla Usha, IAS., vide G.O.Rt.No.2147, Public (Special.A) Department dated 26.05.2021 and Tmt.K.M.Sarayu, IAS., Executive Director, TN Guidance, appointed in the place of Dr.Darez Ahamed, IAS., vide G.O.Rt.No.2436, Public (Special.A) Department dated 16.06.2021 and Thiru. G.K.Arun Sundar Thayalan, IAS., Joint Secretary to Government, Finance Department appointed in the place of Tmt. Pooja Kulkarni, I.A.S., vide G.O. Rt.No 76, Information Technology (B2) Department, dated: 07.07.2021 and Thiru. Ajay Yadav, (Junior) IAS., to hold Additional Charge, Tamil Nadu e-Governance Agency in the place of Thiru.Santosh K Misra., IAS., vide G.O. Rt.No.62 Information Technology (B.1) Department dated:24.06.2021 and Thiru.K.Vijayendra Pandian, IAS., Director, Tamil Nadu e-Governance Agency appointed in place of Thiru. Ajay Yadav, IAS., holding Additional Charge vide G.O. Rt.No.3374 Public (Special A) Department dated 20.08.2021 and Thiru S.Arun Raj, IAS., Deputy Secretary to Government, Finance Department, appointed as its Executive Director.





### **XVII. STATUTORY AUDITORS**

M/s.Raman Associate., - Chartered Accountants has been appointed by Comptroller and Auditor General of India as Statutory Auditors for the year 2021-22.

### **XVIII. COMPOSITION OF AUDIT COMMITTEE**

Currently, the following Directors are the members of the Audit Committee of the Board of Directors for the Financial Year 2021-22.

- 1.Thiru.Pankaj Kumar Bansal, I.A.S., - Chairman  
(Chairman and Managing Director, TIDCO).
- 2., Thiru.T.Anand I.A.S., - Member  
(Managing Director – SIPCOT)
- 3.,Thiru.G.K.Arun Sundar Thayalan I.A.S., - Member  
(Director representing Finance Department)
- 4.Tmt.K.M.Sarayu, I.A.S., - Member  
(Executive Director – TN Guidance).

### **XIX. NOMINATION & REMUNERATION COMMITTEE:**

Nomination & Remuneration is not applicable to ELCOT as the Board of Directors of the Company are IAS., Officers and Senior Bureaucrats.

### **XX.SHARE CAPITAL**

The paid up Capital as on 31<sup>st</sup> March 2022 is Rs.2593.05 lakhs.

### **XXI. HUMAN RESOURCES (HR) RELATIONS**

Your Directors are pleased to report that the Industrial Relations during the year continued to be cordial.

### **XXII. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of the Companies Act 2013, the Board hereby submits its responsibility statements:

- i. In the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.




- ii. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the Financial Year and of the profit of the Company for that period.
- iii. The Directors had taken proper and sufficient care for the maintenance of the adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. The Directors had prepared the Annual Accounts on a going concern basis.
- v. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **ACKNOWLEDGEMENT**

Your Directors wish to place on record the assistance and guidance given by the Government of Tamil Nadu in general and especially through the Department of Information Technology and Finance and the office of the Accountant General (Commercial -II). They acknowledge the services of the Company's bankers in furthering the activities of the Company. Your Directors would also like to record their appreciation for the co-operation and contribution made by all the officers and staff of the Company.

Your Directors thank the customers and suppliers for their patronage and support. Your Directors also record their appreciation of the services by the Concurrent and Statutory Auditors in the matter of audit.

For and on behalf of the Board of Directors

  
**AJAY YADAV, I.A.S.,**  
MANAGING DIRECTOR

  
**Dr. NEERAJ MITTAL, I.A.S.,**  
CHAIRMAN

Chennai - 600035

Date 29.08.2022



APPENDIX - I

Information required under Companies (Disclosure and particulars in the report of the Board of Directors) Rules 1988 for the financial year 2021-2022

- A. Conservation of Energy  
Not applicable to Electronics Industries
- B. Technology Absorption  
Specific Areas to which R&D carried out by the Company
- |      |                                   |   |     |
|------|-----------------------------------|---|-----|
| I.   | Development work                  | - | Nil |
| II.  | Development work on Hand          | - | Nil |
| III. | Expenditure on R&D                |   |     |
|      | a. Capital                        | - | Nil |
|      | b. Recurring                      | - | Nil |
|      | c. Total                          | - | Nil |
|      | d. Total R&D Expenditure          |   |     |
|      | as a percentage of total Turnover | - | Nil |
|      | e. Foreign exchange earnings      |   |     |
|      | and outgo in 2021-22              | - | Nil |





-18-

**कार्यालय प्रधान महालेखाकार (लेखापरीक्षा-II)**  
**तमिलनाडु एवं पुदुचेरी**

**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-II)**  
**TAMILNADU & PUDUCHERRY**

स. प्रमले. ( लेखापरीक्षा II)/ एएमजी I /ओएडी II/VIII/IT01/2022-23/

09.2022

No. PAG (Audit II)/AMG I/OAD II/VIII/IT01/2022-23/ 89

23.09.2022

सेवा में/To

प्रबंध निदेशक,  
तमिलनाडु के इलेक्ट्रॉनिक्स निगम लिमिटेड,  
692 अन्ना सालै, नंदनम,  
चेन्नई - 600 035

The Managing Director,  
Electronics Corporation of Tamilnadu Limited,  
692 Anna Salai, Nandanam,  
Chennai - 600 035.

महोदय Sir/ महोदया Madam,

**विषय:** 31 मार्च, 2022 को समाप्त वर्ष के लिए तमिलनाडु के इलेक्ट्रॉनिक्स निगम लिमिटेड, चेन्नई के खातों पर कंपनी अधिनियम, 2013 के अधीन धारा 143(6)(बी) के नि.व म.लेप. की टिप्पणी ।

**Sub:** Comments of the C&AG of India u/s 143(6)(b) of the Companies Act, 2013 on the accounts of Electronics Corporation of Tamilnadu Limited, Chennai for the year ended 31<sup>st</sup> March, 2022.

\*\*\*\*

31 मार्च, 2022 को समाप्त वर्ष के लिए तमिलनाडु के इलेक्ट्रॉनिक्स निगम लिमिटेड, चेन्नई के लेखाओं पर कंपनी अधिनियम, 2013 की धारा 143(6)(बी) के अधीन भारत के नियंत्रक एवं महालेखापरीक्षक के शून्य टिप्पणियाँ प्रमाण-पत्र में इस के साथ अग्रेषित कर रहा हूँ ।

I am to forward herewith the NIL COMMENTS CERTIFICATE of the Comptroller and Auditor General of India under section 143 (6) (b) of the Companies Act, 2013 on the accounts of Electronics Corporation of Tamilnadu Limited, Chennai for the year ended 31<sup>st</sup> March, 2022.

वार्षिक सामान्य बैठक के कार्यवृत्त की एक प्रति जिसमें कंपनी अधिनियम 2013 की धारा 143 (6)(बी) के तहत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणी प्रस्तुत की जानी है, उसे इस कार्यालय को कृपया यथाशीघ्र भेजी जाए । मुद्रित वार्षिक रिपोर्ट की छः प्रतियाँ जब भी तैयार होती हैं, इस कार्यालय को अग्रेषित की जाएँ । लेखा परीक्षा की सूचना के तहत कंपनी अधिनियम, 2013 की धारा 395 के साथ पठित सीएजी के डीपीसी अधिनियम की धारा 19 ए (3) के तहत विधान सभा के समक्ष सीएजी की टिप्पणियों के साथ वार्षिक खातों को रखने के लिए कार्रवाई की जा सकती है।

A copy of the minutes of Annual General Meeting in which comments of Comptroller & Auditor General of India are to be placed under section 143 (6) (b) of the Companies Act 2013 may please be sent to this office early. Six copies of printed Annual Reports as and when they are ready may be forwarded to this office. Action may be taken to place the annual accounts along with comments of C&AG before the legislative assembly as required under Section 19 A (3) of C&AG's DPC Act read with Section 395 of Companies Act, 2013 under intimation to audit.

संलग्न: यथोपरि

Encl: As above

भवदीय/Yours sincerely,

वरिष्ठ उप महालेखाकार

Sr. Deputy Accountant General



प्रधान महालेखाकार (लेखापरीक्षा-II)  
तमिलनाडु एवं पुदुचेरी  
PRINCIPAL ACCOUNTANT GENERAL (AUDIT-II)  
TAMILNADU & PUDUCHERRY

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

The preparation of financial statements of Electronics Corporation of Tamilnadu Limited, Chennai for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under section 143 (10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 19.09.2022 which supersedes their earlier Audit Report dated 29.08.2022.

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

In view of the revisions made with Statutory Auditors' Report, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the Statutory Auditors' Report under section 143 (6) (b) of the Act.

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

Place: Chennai.  
Date: 22/09/2022

K. P. ANAND  
PRINCIPAL ACCOUNTANT GENERAL



## RAMAN ASSOCIATE

Chartered Accountants

H.O. : 13, Luz Avenue,  
Mylapore, Chennai - 600 004.

Telephone : 091 - 044-24996255  
091 - 044-24717337

E-mail : ramanassociate@yahoo.com  
ramanassociate@rediffmail.com

Independent Auditor's Report  
To the Members of M/s. Electronics Corporation of Tamil Nadu Limited  
Revised Report based on the CAG's Audit Observations

### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the standalone financial statements of M/s. Electronics Corporation of Tamil Nadu Limited (Elcot / "the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2022, and the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information [hereinafter referred to as "standalone financial statements"].

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit and its cash flows for the year ended on that date.

#### Basis for Opinion

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 Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone 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 opinion.

#### Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701 is not applicable to the Company as it is an unlisted company.

#### Emphasis of Matters

As more specifically explained in Notes to the financial statements, the Company has made a detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company continues to evaluate them as highly probable considering the orders in hand. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated as at the date of approval of the financial results. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Elcot by virtue of its investment in Associate Companies [of more than 20% of the associate's voting power] and one of the Associate Company has already adopted Ind AS, is advised by us to prepare its financial statements under Indian Accounting Standards [Ind AS] as issued by the Institute of Chartered Accountants of India for the purpose of consolidation of financial statements. Moreover, The Company crossed the mandatory Net-worth of Rs. 250 crores in the year 2019-20. ELCOT told us that the financial statements will be prepared by adapting the IND AS for the financial year 2021-22 which was not implemented even the net worth is at Rs. 331.86 crores as on the date of balance sheet. We have been informed that the management of ELCOT has initiated the exercise of appointing professionals for the above subject and IND AS will be implemented in the financial year 2022-23.

Our opinion is not modified in respect of this matter.



#### Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the standalone financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### Responsibility of Management for Standalone Financial Statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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 standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

#### Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

Paragraph 40(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 40(c) explains that when law, regulation or the applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report, provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below.

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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

- A. As required by Section 143(3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's financial controls over financial reporting.





- B. 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:
- i. 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.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts,
    - a. no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities 'Intermediaries', with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - b. no funds have been received by the company from any person(s) or entity(ies), including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries and
    - c. Based on audit procedures carried out by us, that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
  - v. In our opinion and according to the information and explanations given to us, the dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013.
- C. With respect to the Directions of Comptroller and Auditor General of India u/s 143[5] thereto, refer our report in "Annexure C" to this Report.

For Raman Associate  
Chartered Accountants  
FRN - 0029105



*AP*  
A.P. Vijayendran  
Partner  
M. No. 215166  
UDIN: 22215166ATBDCY9576

Chennai, 19<sup>th</sup> September 2022

Annexure A: Companies [Auditor's Report] Order, 2016  
Annexure B: Report on Internal Controls  
Annexure C: Additional sub-directions of Comptroller & Auditor General of India

Annexure A

The Annexure referred to in paragraph 1 of Report on Legal and Regulatory Requirements of our report of even date to the members of M/s. Electronics Corporation of Tamil Nadu Limited on the accounts of the Company for the year ended 31<sup>st</sup> March 2022

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we report that:

**Property, Plant & Equipment**

- a) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- b) The property, plant and equipment of the Company were physically verified by the management particularly all freehold and leasehold lands and buildings during the year. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
- c) In our opinion and according to the information and explanation given to us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

In respect of immovable properties of land that have been taken on lease and disclosed as property, plant and equipment in the financial statements, the lease agreements are in the name of the Company.

- d) The Company has not revalued its property, plant and equipment (including right of use assets) during the year. Accordingly, paragraph 3 (i) (d) of the Order is not applicable.
- e) In our opinion and according to the information and explanations given to us, one of the properties is yet to be released from the charges created and filed with the Registrar of Companies in the years 1983 to 1997.
- f) In our opinion and according to the information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, paragraph 3 (i) (e) of the Order is not applicable.
- g) Fixed assets disposed-off during the year were not substantial, and therefore, do not affect the going concern assumption.

**Inventory and its physical verification**

- a) The inventory has been physically verified during the year by the Management. In our opinion, the frequency of verification is reasonable.
- b) The procedures of physical verification of inventories followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) The Company has maintained proper records of inventory. The discrepancies noticed on verification between the physical stock and the book records were not material and the same have been properly dealt with in the accounts.

**Loans granted / taken from related Companies**

- a) The Company has not granted loans and advances, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provision of clause 3 (iii) (a), (b) and (c) of the Order are not applicable to the Company.
- b) According to the information and explanations given to us, the Company has granted advances to its staff. The rate of interest and terms and conditions in respect of such loans are not *prejudicial* to the interest of the Company.

**Guarantees given / acquired by the Company**

- a) In our opinion and according to the information and explanation given to us and based on the records produced before us during the course of our audit, the Company has not given any guarantee or to provide security in connection with a loan or acquire by way of subscription, purchase or otherwise, the guarantees or securities during the year under review. Accordingly, paragraph 3 (iv) of the Order is not applicable.



#### Public Deposits

- a) According to the information and explanations given to us, the Company has not accepted any deposits from the public during the year. Accordingly, paragraph 3 (v) of the Order is not applicable.

#### Cost Records

- a) The Central Government has not prescribed the maintenance of cost records by the Company under Section 148(1) of the Companies Act, 2013 for any of the activities rendered by the Company. Accordingly, paragraph 3 (vi) of the Order is not applicable.

#### Statutory Dues

- a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, GST, Customs Duty, Duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, there are no material dues of Provident Fund, Employee's State Insurance, Sales Tax, Value Added Tax, Income Tax, Wealth Tax, Service Tax, GST, Customs Duty, Excise Duty and Cess which have not been deposited on account of dispute except as mentioned in Note No. 38 to the standalone financial statements.
- c) According to the information and explanation given to us, no amount is required to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder have been transferred by the Company to the fund within time.

#### Undisclosed Income

- a) In our opinion and according to the information and explanations given to us, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Accordingly, paragraph 3 (viii) of the Order is not applicable.

#### Term Loans

- a) The Company has not obtained term loans during the year from banks or financial institutions.
- b) On the basis of verification of records and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions, banks and debenture holders during the year under review.
- c) In our opinion and according to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate Companies.
- d) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the Order is not applicable.
- e) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the Order is not applicable.

#### Frauds noticed

- a) During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India and to the best of our knowledge and according to the information and explanations given to us, no fraud of material nature on the Company by its officers or employees has been noticed or reported during the year nor have we been informed of any such case by the management. Accordingly, paragraph 3 (xi) (a) of the Order is not applicable.
- b) Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, paragraph 3 (xi) (b) of the Order is not applicable.
- c) To the best of our knowledge and according to the information and explanations given to us, no whistle-blower complaints, have been received by the Company during the year.



#### Managerial Remuneration

- a) On the basis of verification of records and according to the information and explanations given to us and based on our examination of records of the Company, the Company has paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013 during the year under review.

#### Nidhi Company

- a) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and the provisions of the Nidhi Rules, 2014 are not applicable to the Company. Accordingly, paragraph 3 (xii) of the Order is not applicable.

#### Related Party Transactions

- a) On the basis of verification of records and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable and the details have been properly disclosed in the financial statements for the year under review.

#### Shares and Debentures

- a) On the basis of verification of records and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

#### Internal Audit System

- a) In our opinion and according to the information and explanations given to us, the Company has established an internal audit system, commensurate with the size and nature of its business.

#### Non-cash Transactions

- a) According to information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him / her during the year under review. Accordingly, paragraph 3 (xv) of the Order is not applicable.

#### Registration under RBI Act, 1934

- a) In our opinion and according to the information and explanations given to us and in accordance with the nature of activity of the Company, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.
- b) In our opinion and according to the information and explanation given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) In our opinion and according to the information and explanation given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3 (xvi) (c) of the Order is not applicable.
- d) In our opinion and according to the information and explanation given to us, the Company is not a Core Investment Company and it does not have any other Companies in the Group. Accordingly, paragraph 3 (xvi) (d) is not applicable.

#### Others

- a) The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- b) There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3 (xviii) of the Order is not applicable.
- c) In our opinion and according to the information and explanation given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying financial statements, our knowledge of the board of directors and management plans, there are no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

- d) In our opinion and according to the information and explanation given to us, in respect of other than ongoing projects, there are no unspent amounts to be transferred to a fund specified in Schedule VII to the Act.
- e) In our opinion and according to the information and explanation given to us, there are no amount remaining unspent under sub-section (5) of Section 135 of the Act, pursuant to any ongoing project, to be transferred to special account in compliance with the provision of sub-section (6) of Section 135 of the said Act.
- f) In our opinion and according to the information and explanation given to us, the Company have investments in subsidiaries / joint ventures / associates. Further, there have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order reports of the Companies.

As per our report of even date  
For Raman Associate  
Chartered Accountants  
FRN - 0029105



A.P. Vijayendran  
Partner  
M. No. 215166  
UDIN: 22215166ATBDCY9576



Chennai, 19<sup>th</sup> September 2022

Annexure B

Report on the Internal Financial Controls under Clause [i] of Sub-section 3 of Section 143 of the Companies Act, 2013 ['the Act']

We have audited the internal financial controls over financial reporting of M/s. Electronics Corporation of Tamil Nadu Limited ["the Company"] as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

*Management's Responsibility for Internal Financial Controls*

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria that are established by the Company in their separate internal control manuals 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 the Institute of Chartered Accountants of India 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 Controls over Financial Reporting*

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that [1] pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; [2] provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with 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 controls over financial reporting may become inadequate because of changes in conditions or that the degree of compliance with the policies or procedures may deteriorate.

***Opinion***

In our opinion, 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 operative effectively as at March 31, 2022, based on the internal control over financial reporting criteria that are established by the Company in their separate internal control manuals considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Raman Associate  
Chartered Accountants  
FRN - 0029105





A.P. Vijayendran  
Partner  
M. No. 215166  
UDIN: 22215166ATBDCY9576

Chennai, 19<sup>th</sup> September 2022

Annexure C

Report to the Comptroller and Auditor General of India under Sub-section 5 of Section 143 of the Companies Act, 2013 ['the Act']

In response to the sub directions u/s 143 [5] of the Act issued by the Comptroller and Auditor General of India [C & AG], our comments are given below:

1. Whether the Company has taken adequate measures to prevent encroachment of idle land owned by it? Whether any land of the Company is encroached, under litigation, not put to use or declared surplus? Details may be provided

Based on our enquiry and verification we had with the management, we were informed that the Company has taken adequate measures to prevent encroachment like regular inspection of site by officials to monitor encroachment. Further we were informed by the Company that it has constructed Compound walls around the campus in all the SEZ's except Tirunelveli. The Company owns Eight Special Economic Zones, out of which Seven Special Economic Zones were secured by compound walls. The Tirunelveli special Economic Zone does not have a compound and we were told that the Company is in the process of obtaining budget approval for constructing the wall.

Based on our scrutiny, enquiry and verification we were informed that there is no of encroachment of Land held by the Company or no litigation pending in relations to such encroachments.

2. Whether system for monitoring the execution of work vis-à-vis milestone stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues / losses from contracts etc., have been properly accounted for in the books?

Based on our scrutiny, enquiry and verification of Contracts, Agreements, documents, RA Bills etc. the Company has the system of monitoring the execution of works vis-à-vis milestone stipulated in the agreement. Our analysis of "PSK Engineering Construction & Co" which carries out the project in Sholinganallur reveals that the Contractor has asked for the extension of time from 5<sup>th</sup> October 2021 to 31<sup>st</sup> August 2022 due to the current pandemic, which was accommodated by the Companies management. Though the duration of project has increased by more than a year, the request letter from contractor does not carry any request for escalation.

There is a system of analyzing the revenue/losses from contracts and the same is accounted in books properly.

3. Whether funds received for specific schemes from Central / State agencies were properly accounted for / utilized? List the cases of deviation

Based on our review of the information provided, documents produced and related discussion with the Company's management, the funds received for the specific schemes from the Central/State agencies were accounted properly as per its terms and conditions.

4. Whether the bank guarantees have been revalidated in time?

Yes, the Company has the process of revalidating the guarantees in time.

5. The cost incurred on abandoned projects may be quantified and the amount actually written off shall be mentioned.

Based on the review, enquiry and explanation provided by the management, we were informed that there were no projects that were abandoned by the Company for which the costs are written off in books of account.

For Raman Associate  
Chartered Accountants  
FRN - 0029105



A.P. Vijayendran  
Partner  
M. No. 215166  
UDIN: 22215166ATBDCY9576



Chennai, 19<sup>th</sup> September 2022



Electronics Corporation of Tamil Nadu Limited  
No. 692, Anna Salai, Nandanam, Chennai - 600 035

Balance Sheet  
[All amounts in Indian Rupee Lakhs unless otherwise stated]

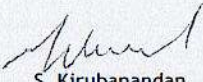
Particulars		Note No	As at 31-03-2022	As at 31-03-2021
I	<b>Equity and Liabilities</b>			
	Shareholders Fund			
	Share Capital	3	2,593.05	2,593.05
	Reserves & Surplus	4	30,593.37	30,864.51
	Non-Current Liabilities			
	Long-term Borrowings	5	0.00	12.44
	Deferred Tax Liabilities	6	889.29	774.14
	Other Long-term Liabilities	7	47,254.12	49,184.48
	Long-term Provisions	8	1,013.71	713.86
	Current Liabilities			
	Trade Payables	9	2,739.25	1,204.89
Other Current Liabilities	10	65,070.04	72,674.72	
Short-term Provisions	11	947.11	768.10	
			<b>151,099.93</b>	<b>158,790.19</b>
II	<b>Assets</b>			
	Non-Current Assets			
	Property, Plant & Equipment	12		
	Tangible Assets		48,863.08	51,501.00
	Capital Work-in-Progress		12,429.70	4,995.31
	Non-current Investments	13	9,431.94	9,431.97
	Other Non-current Assets	14	12,108.53	12,977.20
	Current Assets			
	Inventories	15	17.37	17.37
	Trade Receivables	16	1,122.02	1,571.19
	Cash & Cash Equivalents	17	65,740.48	76,548.12
Short-term Loans and Advances	18	143.07	11.70	
Other Current Assets	19	1,243.74	1,736.33	
			<b>151,099.93</b>	<b>158,790.19</b>

Notes forming part of the Standalone Financial Statements

1-2

For and on behalf of the Board


  
CS N. Srivathsa Desikan  
Company Secretary

  
S. Kirubanandan  
General Manager [F & A]

  
Ajay Yadav  
Managing Director  
DIN : 07785020

  
Dr. Neeraj Mittal  
Chairman  
DIN : 05216366

Vide our Report of even date  
For Raman Associate  
Chartered Accountants  
Firm Registration No.: 0029105

  
A.P. Vijayendran  
Partner  
Membership No.: 215166  
Dt. 29.08.2022  
Chennai



Electronics Corporation of Tamil Nadu Limited  
No. 692, Anna Salai, Nandanam, Chennai - 600 035

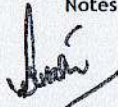
**Statement of Profit & Loss**  
[All amounts in Indian Rupee Lakhs unless otherwise stated]

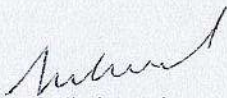
Particulars		Note No.	For the year ended 31-03-2022	For the year ended 31-03-2021
I	Revenue from Operations	20	5,219.42	4,617.75
II	Other Income	21	5,381.91	5,100.71
	<b>Total</b>		<b>10,601.33</b>	<b>9,718.46</b>
III	Expenses			
	Cost of Materials consumed	22	0.81	0.79
	Change in inventories	23	0.00	0.00
	Direct Expenses	24	2,259.50	1,421.27
	Employee Benefit expenses	25	1,874.13	1,568.91
	Finance Cost	26	2,524.99	1,962.48
	Depreciation		250.73	361.23
	Other Expenses	27	754.69	756.82
	<b>Total</b>		<b>7,664.85</b>	<b>6,071.50</b>
IV	Profit before exceptional and extraordinary items and tax		2,936.48	3,646.96
V	Exceptional Items		0.00	0.00
VI	Profit before extraordinary items and tax		2,936.48	3,646.96
VII	Extraordinary items		0.00	0.00
VIII	Profit before tax		2,936.48	3,646.96
IX	Tax Expense			
	Current Tax		761.02	0.00
	Minimum Alternate Tax		0.00	637.20
	Deferred Tax		115.15	173.65
X	Profit for the period from continuing operations		2,060.31	2,836.11
XI	Profit / [Loss] from discontinuing operations		0.00	0.00
XII	Tax expenses of discontinuing operations		0.00	0.00
XIII	Profit / [Loss] from discontinuing operations after tax		0.00	0.00
XIV	Profit / [Loss] for the period		2,060.31	2,836.11
XV	Earnings per equity share			
	Basic - Rs.		795	1,094
	Diluted - Rs.		795	1,094

Notes forming part of the Standalone Financial Statements

1-2

For and on behalf of the Board

  
CS N. Srivathsa Desikan  
Company Secretary

  
S. Kirubanandan  
General Manager [F & A]

  
Ajay Yadav  
Managing Director  
DIN : 07785020

  
Dr. Neeraj Mittal  
Chairman  
DIN : 05216366

Vide our Report of even date  
For Raman Associate  
Chartered Accountants  
Firm Registration No.: 0029105


  
A.P. Vijayendran  
Partner  
Membership No.: 215166  
Dt. 29.08.2022  
Chennai

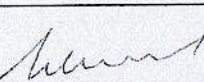



Cash Flow Statement  
[All amounts in Indian Rupee Lakhs unless otherwise stated]

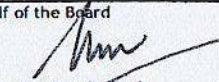
Particulars	For the year ended 31st March 2022		For the year ended 31st March 2021	
<b>A. Cash flow from Operating Activities</b>				
Net profit / [Loss] before extraordinary items and tax		2,936.48		3,646.96
Adjustments for :				
Depreciation and amortization	250.73		361.23	
Finance Costs	2,524.99		1,962.48	
Interest Income	-5,175.58		-4,969.28	
Dividend Income	-77.89		-12.48	
Rental Income from Investment Properties	-53.59		-99.57	
Rental Income from Investment Properties - IT Buildings	-805.74		-546.45	
Land Lease Deposit Forfeited	-2,339.81		-2,268.30	
Other Income	-74.85		-16.04	
Grants-in-Aid & Other Subsidies - Received	724.14		270.44	
Grants-in-Aid & Other Subsidies - Utilized	-2,564.81		-1,943.95	
Sub-Total		-7,592.40		-7,261.92
Changes in Working Capital :				
Adjustments for [increase] / decrease in Operating Assets				
Trade Receivables	449.17		513.01	
Short-term Loans and Advances	-131.37		156.05	
Other Current Assets	1,582.59		-52.77	
Adjustments for [increase] / decrease in Operating Liabilities				
Trade Payables	1,534.36		215.19	
Other Current Liabilities	-7,237.76		15,092.02	
Other Long-term Liabilities	-1,930.36		-2,633.89	
Short-term Provisions	179.01		211.04	
Long-term Provisions	299.85		69.87	
Sub-Total		-5,254.51		13,570.53
Cash Flow from Extraordinary Items		0.00		0.00
Cash generated from operations		-9,910.44		9,955.57
Net Income Tax [paid] / refunds		-1,395.38		-664.15
Net Cash flow from / [used in] Operating Activities [A]		-11,305.83		9,291.42
<b>B. Cash Flow from Investing Activities</b>				
Capital expenditure on fixed assets including capital advances	-5,047.20		-6,270.49	
Interest Received - Fixed Deposits	5,175.58		4,969.28	
Dividend Received - Joint Ventures	77.89		12.48	
Rental Income from Investment Properties	53.59		99.57	
Rental Income from Investment Properties - IT Buildings	805.74		546.45	
Land Lease Deposit Forfeited	2,339.81		2,268.30	
Other Income	74.85		16.04	
Cash Flow from Extraordinary Items	0.00		0.00	
Net Cash flow from / [used in] Investing Activities [B]		3,480.26		1,641.64
<b>C. Cash Flow from Financing Activities</b>				
Finance Costs	-2,131.24		-1,766.93	
Dividend Paid	-850.83		-777.92	
Cash Flow from Extraordinary Items	0.00		0.00	
Net Cash flow from / [used in] Financing activities [C]		-2,982.07		-2,544.84
<b>Net Increase / [Decrease] in Cash &amp; Cash Equivalents</b>		-10,807.64		8,388.21
Cash and cash equivalents at the beginning of the year	76,548.12		68,159.90	
Effect of exchange difference on restatement of foreign current	0.00		0.00	
Cash & Cash Equivalent at the end of the year		65,740.48		76,548.12

For and on behalf of the Board

  
CS N. Srivathsa Desikan  
Company Secretary

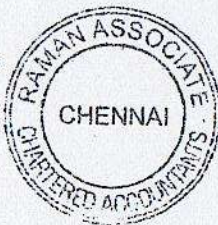
  
S. Kirubanandan  
General Manager [F & A]

  
Ajay Yadav  
Managing Director  
DIN : 07785020

  
Dr. Neeraj Mittal  
Chairman  
DIN : 05216366

Vide our Report of even date  
For Raman Associate  
Chartered Accountants  
Firm Registration No.: 0029105

  
A.P. Vijayendran  
Partner  
Membership No.: 215166  
Date: 29.08.2022  
Chennai



**Electronics Corporation of Tamil Nadu Limited**

**Notes forming part of the Standalone Financial Statements for the year ended March 31, 2022**  
*[All amounts in Indian Rupee unless otherwise stated]*

**Note No. 1 - Corporate Information**

The Company was incorporated on 21<sup>st</sup> day of March 1977. The main objects of the Company are to promote, establish and run State Public Enterprises for Electronic and IT / ITES related works. The registered office of the Company is situated at MHU Complex, II Floor, 692, Anna Salai, Nandanam, Chennai - 600 035.

The Board of Directors approved the standalone financial statements for the year ended March 31, 2022 and authorised for issue on 29<sup>th</sup> August, 2022.

**Note No. 2 - Significant Accounting Policies**

The significant accounting policies applied by the Company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

**2.1 Basis of preparation of Standalone Financial Statements**

- a. The standalone financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India [Indian GAAP] to comply with the Accounting Standards notified under the Companies [Accounting Standards] Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013.
- b. The standalone financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the standalone financial statements are consistent with those followed in the previous year.
- c. The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods
- d. Revenue and Expenditure have been reckoned on accrual basis except income on specified Government schemes which are recognized on receipt basis only.
- e. The Company reviews its carrying value of investments carried at cost (net of impairment, if any) annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for in the statement of profit and loss.
- f. The Company uses significant judgements to disclose contingent liabilities. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognised nor disclosed in the standalone financial statements.
- g. The accounting of employee benefit plans in the nature of defined benefit requires the Company to use assumptions. These assumptions have been explained under employee benefits note.
- h. Prior period adjustments are resorted to for material adjustments applicable to Prior periods arising from changes in accounting policy and from the correction of fundamental errors. They do not include the normal recurring corrections and adjustments on accounting estimates made in previous years.
- i. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of the products and the time between the acquisition of assets and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of classification of current and non-current classification of assets and liabilities.
- j. The Company has taken into account all the possible impacts of COVID-19 in preparation of these standalone financial statements, including but not limited to its assessment of, liquidity and going concern assumption, recoverable values of its financial and non-financial assets, impact on revenue recognition owing to changes in cost budgets of fixed price contracts, impact on leases and impact on effectiveness of its hedges, if any.



- k. The Company has carried out this assessment based on available internal and external sources of information up to the date of approval of these standalone financial statements and believes that the impact of COVID-19 is not material to these standalone financial statements and expects to recover the carrying amount of its assets. The impact of COVID-19 on the standalone financial statements may differ from that estimated as at the date of approval of these standalone financial statements owing to the nature and duration of COVID-19.

## 2.2 Use of Estimates

- a. In the preparation of financial statements, the Company makes judgements in the application of accounting policies; and estimates and assumptions which affects carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.
- b. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.
- c. Key source of estimation of uncertainty at the date of financial statements, which may cause material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of impairment, useful lives of property, plant and equipment and intangible assets, valuation of deferred tax assets, provisions and contingent liabilities, fair value measurements of financial instruments and retirement benefit obligations as discussed below.
- d. The Company has assessed the possible impact of COVID-19 on its financial statements based on the internal and external information and concluded no adjustments are required in these standalone financial statements. The Company continues to monitor changes in future economic conditions.

## 2.3 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

## 2.4 Cash and Cash Equivalents

Cash and cash equivalents comprise cash and cash on deposits with banks and financial institutions. The company considers all highly liquid investments with the remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

## 2.5 Inventories

Inventories are valued at Net Realizable Value (NRV) after providing for obsolescence and other losses, where considered necessary. The Company has physically verified the inventories at reasonable intervals and there are no material or other discrepancies noticed during such verification.

## 2.6 Depreciation and Amortization

- a. Depreciation has been provided on a straight-line basis and according to the useful life prescribed in Schedule II of the Companies Act, 2013 from F.Y 2014-15.
- b. Depreciation or amortization is provided so as to write-off, on a straight-line basis, the cost / deemed cost of property, plant and equipment and intangible assets if any, including right-of-use assets to their residual value. These charges are commenced from the dates the assets are available for their intended use and are spread over their estimated useful economic lives or, in the case of right-of-use assets, over the lease period, if shorter. The estimated useful lives of assets, residual values and depreciation method are reviewed regularly and, when necessary, revised.
- c. Depreciation on assets under construction commences only when the assets are ready for their intended use.

## 2.7 Revenue Recognition

- a. Service charges receivable on the applicable schemes are recognized phase wise based on orders issued by the Government of Tamil Nadu.
- b. Pro-rata Development expenses are collected from lessees as per applicable agreements for development of infrastructure facilities.



- c. All other income is recognized on accrual basis.
- d. Interest income is recognized on a time proportion basis considering the amount outstanding and the rate applicable. In case of interest charged to on receivables, interest is accounted for on availability of documentary evidence that the customer has accepted the liability.

## 2.8 Property, Plant and Equipment

### A) Tangible Assets

- The Company reviews the useful life of property, plant and equipment and intangible assets at the end of each reporting period.
- The title deeds comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as leasehold properties, the lease agreements are in the name of the Company.
- In respect of immovable properties given as collateral for loans from banks and financial institution, the title deeds were deposited with the said banks / financial institutions and the Company has obtained a confirmation from the said banks that the tile deeds are in the name of the Company.
- The Company has not revalued its property, plant and equipment since the Company has adopted cost model as its accounting policy to an entire class of property, plant and equipment in accordance with the accounting standard.
- Property, plant and equipment are carried at cost less accumulated depreciation
- The cost of property, plant and equipment is historical cost and includes interest on borrowings attributable to acquisition of qualifying assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date.
- The value of property, plant and equipment funded out of Grants-in-Aid received from the Government, though not the property of the Company, are treated as the Assets of the Company and Depreciation is charged on those assets as well.
- Gains and losses arising from the retirement or disposal of property, plant and equipment are credited/charged to Profit and Loss Account.
- Replacements are either capitalized or charged to revenue depending upon their nature and long-term utility.
- Net realizable value of an asset after its useful life is estimated @ 5% of the total cost of the asset. Useful life of the asset is applied in accordance with the specification of Schedule II to Companies Act, 2013.
- Assets costing Rs.5000/- or less is not capitalized and charged off to Profit and Loss Account.
- The capital work-in-progress represents various IT buildings that are under progress in various SEZ as at the balance sheet date. In additions, software that are under development stage also includes in the capital work-in-progress.

### B) Intangible assets

- Intangible Assets are carried at cost less accumulated amortization and impairment losses, if any.
- The cost of an intangible asset comprises its purchase price, including duties and taxes and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.
- However, the Company does not hold any intangible asset as at the balance sheet date.



C) Impairment of Assets

An impairment loss is recognized whenever the carrying amount of such assets exceeds its recoverable amount. Impairment loss is recognized in the profit and loss account. The recoverable amount is greater of asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on appropriate discount factor. An impairment loss is reversed in the statement of profit and loss if there has been a change in estimates used to determine the recoverable amount.

2.9 Government Grants

- a. Grants from Government of India and Government of Tamilnadu are treated as Deferred Income and disclosed under "Reserves and Surplus".
- b. Subsidies/Grants on the Capital Account are deducted from the cost of respective assets to which they relate. The unspent amount at the year end, if any, is shown as Current liabilities.
- c. Subsidies/Grants on the Revenue Account are credited to Statement of Profit & Loss under the Head of "Other Income" and the expenses are debited to the respective heads.
- d. Subsidy from Government of India for Project Assets is treated as Capital Reserves.
- e. Revenue Grants are recognized on a systematic basis in the Statement of Profit and Loss over the periods necessary to match with the related costs.
- f. Grant and Subsidy received are transferred to Statement of Profit and Loss after completion of the related project.
- g. Based on the guidelines issued by The Finance Department of the Government of Tamil Nadu vide Letter No. 1943/Finance (BPE)/2020, dated 06.02.2020 and Accountant General's Letter No. AG (E & RSA)/OAD [C]/II/234, dated 08.01.2020, interest earned on the deposits of unutilized grants is treated as a part of Grant and not treated as income.

2.10 Investments

- a. The Company has made investments / further investments in associate and joint-venture Companies and other establishments as per the directions issued by the Government of Tamil Nadu from time to time as disclosed in the standalone financial statements.
- b. The Company assesses at the end of each reporting period, if there are any indications that the said investments may be impaired. If so, the Company estimated the recoverable value / amount of the investment and provides for impairment, if any, i.e., the deficit in the recoverable value over cost.
- c. Long-term investments are carried individually at cost less provision for diminution in its value, if any.
- d. Investments in liquidated and strike-off Companies have been fully written off.
- e. Gains and Losses arising from the disposal of Investments are credited to Statement of Profit and Loss.
- f. Dividends from associate and joint-venture Companies are recognized in statement of profit and loss account when the right to receive payment has been established.
- g. The Company has invested the following in the nature of investment:

Type of Entity	Year ended March 31, 2022	Year ended March 31, 2021	Percentage
Associates	77,03,03,001	77,03,03,001	81.67
Joint Venture Companies	7,69,39,000	7,69,42,000	7.73
Non-Profit Organization	1,00,00,000	1,00,00,000	10.60



h. Market Value of Quoted Investments:-

Name of the Associates	Market price per share as on 31.03.2022	No. of Shares Held	Market value as on 31.03.2022
Elnet Technologies Ltd	159.96	10,40,000	1662.96 Lakhs
lykot Hi-Tech Tool Room Ltd	11.65	15,81,600	184.26 Lakhs.
Total			1847.22 Lakhs

i. Relationship with Struck-off and Liquidated Companies:

Name of Struck-off / Liquidated Companies	Balance	Relationship
Investment in securities		
Elcot Power Control Ltd	1,000	Joint Venture
Elen Computer & Accessories Ltd	1,000	Joint Venture
S.A. International Ltd.	1,000	Joint Venture

The above investment has been written-off in the books of account during the reporting year.

**2.11 Employee Benefits**

Employee benefit includes Provident fund, Leave salary and Gratuity fund.

A) Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized as an expense during the period.

B) Long-term employee benefits

1) Provident Fund

Provident Fund contributions are made to a Trust administered by the Trustees. Interest payable to the Provident Fund members, shall not be at a rate lower than the statutory rate. Liability is recognized for any shortfall in the income of the fund vis-à-vis liability of the interest to the members as per statutory rates.

2) Gratuity Plan

The Company has entered into an agreement with the Life Insurance Corporation of India under Group Gratuity Scheme to discharge its liability under the Payment of Gratuity Act, 1972 and the amount payable by the Company's liability towards gratuity is provided on the basis of actuarial valuation by Life Insurance Corporation of India using projected unit credit method.

The Actuarial Valuation of the Accrued Gratuity Liability is based on the following assumptions

Age of retirement	60
Number of employees	98
Total monthly relevant salary for leave	9925743
Average monthly relevant salary for leave	101283
Average age	53.0
Average past service	29.0
Total number of leave days [EL] carried forward	28911
Average number of leave days [EL] carried forward	295
Decrement adjusted estimated future service	6.4





3) Leave Salary

The Company's liability towards encashment of eligible Leave for employees is provided on the basis of actuarial valuation by an actuary using Projected Unit Credit method as on 31.03.2022.

Assumptions

1) Discount rate as per para 78 of AS15R	6.59%
2) Expected rate of return computed by the Enterprise as per paras 107-109 of AS15R	0.00%
3) Salary escalation fixed by the Enterprise as per para 83-91 and 120(l) of AS15R	10.00%
4) Attrition rate fixed by Enterprise	1.00%
Expected utilization pattern of carried forward leave days:	
5) Proportion of Leave availment	10.00%
6) Proportion of encashment during service	10.00%
7) Proportion of encashment on separation	80.00%

2.12 Leases

The Company, as a lessor, has given land for development of IT Parks on leases for a period of 99 years on renewable basis for further period on mutually agreeable terms.

Land lease for development of IT Parks

- A. Based on the Board decision dated 15<sup>th</sup> February 2011, Land Lease deposits received thereafter are treated as below:
- 15% of Land Lease deposits which is not refundable to the lease holders even in cases where the allotment is surrendered within a period of 3 years is treated as revenue for the first year of lease.
  - From the 4<sup>th</sup> year to the 17<sup>th</sup> year, 5% per year of land Lease deposit is treated as land revenue receipt for the year.
  - Balance 15% Land Lease deposit is repayable to the lease holders after the expiry of lease period and shown under Liabilities (Land Lease deposit) which carries no interest as per terms and conditions.
- B. Based on the directions and guidelines issued from time to time by the Government of Tamil Nadu, lands are allotted to Corporates and other entities in the developed IT Parks at all SEZ, on receipt of one-time lease deposits on fully refundable basis and without any lease rentals except charges towards incidentals and utilities.
- C. Land Lease deposits shown under Liabilities also includes
- Land Lease deposits received for lands leased before the decision of the Board dated 15.02.2011, which are 100% repayable after the expiry of the lease period / surrender and
  - Amounts received from the Lessees as advance prior to allotment of land.
- D. Based on the Expert Advisory Committee opinion of the Institute of Chartered Accountants of India dated 10<sup>th</sup> February 2015, the refundable land lease deposits to the extent to be settled within twelve months after reporting date have been classified as Current Liabilities and the balance classified as Non-current Liabilities.

2.13 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 necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

2.14 Segment Reporting

The Company's operations predominantly relate to Development of IT Parks, SEZ and other computer and electronics related services, this is the only primarily reportable segment. The Company's operations are predominantly within India and, accordingly, this is the only secondary reportable segment.



**2.15 Earnings per Share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of Equity shares outstanding during the year.

**2.16 Taxes on Income**

- a. Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.
- b. Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences.
- c. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized only if there is virtual certainty that there will be sufficient future taxable income available to realize such assets. Deferred tax assets are recognized for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized.
- d. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realizability.

**2.17 Provisions & Contingencies**

- a. A provision is recognized when the company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.
- b. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

**2.18 Claims By / Against the Company**

- a. Claims for liquidated damages by the Company against Suppliers/Agents and against the Company by the customers are recognized in accounts on acceptance.
- b. The Insurance claims, Octroi refunds, Excise Duty and Customs Duty refund claims, GST refund claims, Income Tax refund claim are considered at the time of their admission by the concerned authorities and accordingly accounted.

**2.19 GST Input Credit**

GST input credit is accounted for in the books in the period in which the underlying service is received or goods purchased is accounted.

**2.20 Notes on Accounts**

Note 3 to 27 are forming part of the Standalone Financial Statements.



Electronics Corporation of Tamil Nadu Limited  
 Notes forming part of Standalone Financial Statements  
 [All amounts in Indian Rupee Lakhs unless otherwise stated]

**Note - 3 Equity Share Capital**

**a. Share Capital authorised, issued, subscribed and paid-up**

Particulars	As at 31-03-2022	As at 31-03-2021
Authorized 3,00,000 Equity Shares of Rs. 1000/- each with voting rights	30,00,00,000	30,00,00,000
Issued 2,59,305 Equity Shares of Rs. 1000/- each with voting rights	2,593.05	2,593.05
Subscribed & Fully Paid-up 2,59,305 Equity Shares of Rs. 1000/- each with voting rights	2,593.05	2,593.05
<b>Total</b>	<b>2,593.05</b>	<b>2,593.05</b>

**b. Movement of Equity Shares during the year**

Particulars	As at 31-03-2022	As at 31-03-2021
Shares outstanding at the beginning of the year	2,59,305	2,59,305
Shares issued during the year	0	0
Shares bought back during the year	0	0
Shares outstanding at the end of the year	2,59,305	2,59,305

**c. Details of shares held by each shareholder holding than 5% equity shares**

Class of Equity Shares / Name of Shareholders	As at 31-03-2022		As at 31-03-2021	
	No. of Shares held	% of holding in that class of Shares	No. of Shares held	% of holding in that class of Shares
Equity shares with voting rights The Governor of Tamil Nadu	2,59,302	99.9988	2,59,302	99.9988

**Note - 4 Reserves & Surplus**

Particulars	As at 31-03-2022	As at 31-03-2021
<b>a. Revaluation Reserve</b>		
Opening Balance	5,897.55	5,897.55
Add : Addition on revaluation during the year	0.00	0.00
Less: Utilized for set-off against depreciation	0.00	0.00
Closing Balance	5,897.55	5,897.55
<b>b. Other Reserves</b>		
Opening Balance : Grant-in-Aid & Other Subsidies	3,663.23	5,336.73
Add : Additions / transfer during the year	724.14	270.44
Less: Utilized / transfer during the year	-2,564.81	-1,943.95
Closing Balance	1,822.56	3,663.23
<b>c. Surplus in Statement of Profit and Loss</b>		
Opening Balance	21,303.74	16,452.84
Add : Net Profit / [Loss] for the current year	2,060.31	2,836.11
Less: Dividend Paid	-850.83	-777.92
Add : Adjustment to Reserves	360.04	2,792.71
Closing Balance	22,873.26	21,303.74
<b>Total [a+b+c]</b>	<b>30,593.37</b>	<b>30,864.51</b>



Note - 5 Long Term Borrowings		
Particulars	As at 31-03-2022	As at 31-03-2021
Loans and Advances		
Unsecured, considered good		
Loan from Government of India	0.00	12.44
<b>Total</b>	<b>0.00</b>	<b>12.44</b>

Note - 6 Deferred Tax Liabilities Net		
Particulars	As at 31-03-2022	As at 31-03-2021
Balance at the beginning of the year	774.14	600.49
Provison for the current year	115.15	173.65
Balance at the end of the year	<b>889.29</b>	<b>774.14</b>

Note - 7 Other Long Term Liabilities		
Particulars	As at 31-03-2022	As at 31-03-2021
a. Unsecured, considered good		
Interest due on Government of India Loan	0.00	62.20
b. Secured, considered good		
Land Lease Deposits - Non-current Liabilities	47,254.12	49,122.28
<b>Total</b>	<b>47,254.12</b>	<b>49,184.48</b>



Note - 8 Long Term Provisions		
Particulars	As at 31-03-2022	As at 31-03-2021
Provision for Leave Salary	1,013.71	713.86
<b>Total</b>	<b>1,013.71</b>	<b>713.86</b>

Note - 9 Trade Payables		
Particulars	As at 31-03-2022	As at 31-03-2021
Total outstanding dues to micro, small and medium enterprises	0.00	0.00
Total outstanding dues to others	2,739.25	1,204.89
<b>Total</b>	<b>2,739.25</b>	<b>1,204.89</b>

Note - 10 Other Current Liabilities		
Particulars	As at 31-03-2022	As at 31-03-2021
a. Advance from Customers	40,125.79	46,071.56
b. Land Lease Deposits	2,297.17	2,297.17
c. Security Deposit Payable	676.13	691.02
d. EMD Payable	892.34	1,028.41
e. GST Payable	30.76	68.67
f. TDS on GST Payable	139.80	137.10
g. Expenses Payable	955.99	996.89
h. Payable or Purchase of Fixed Assets	0.00	149.47
i. Other Payables	19,952.08	21,234.43
<b>Total</b>	<b>65,070.04</b>	<b>72,674.72</b>

Note - 11 Short Term Provisions		
Particulars	As at 31-03-2022	As at 31-03-2021
Provision for Employee Benefits		
Provision for Bonus	0.98	0.98
Provision for Leave Salary to Employees	185.11	129.92
	186.09	130.90
Provision for Income-tax	761.02	637.20
<b>Total</b>	<b>947.11</b>	<b>768.10</b>



Note 12 - Property, Plant and Equipment

Description	Gross Block				Depreciation				Net Block	
	As on 01-04-2021	Additions	Deletions / Sales	As on 31-03-2022	Up to 31-03-2021	For the year	Withdrawn / Adjustments	As on 31-03-2022	As on 31-03-2022	As on 31-03-2021
Land	37,661.71	11,098.80	10,981.01	37,779.50	0.00	0.00	0.00	0.00	37,779.50	37,661.71
Leasehold Land	2,217.59		1,078.87	1,138.72	0.00	0.00	0.00	0.00	1,138.72	2,217.59
Buildings	12,344.59	48.04	1,500.31	10,892.32	1,070.48	207.15	94.25	1,183.38	9,708.93	11,274.10
Computer	1,762.11	5.21		1,767.32	1,727.95	23.95	0.00	1,751.89	15.43	346.16
Plant & Machinery	159.39			159.39	156.77	0.83	0.00	157.60	1.79	2.62
Furniture & Fittings	1,381.67	19.35		1,401.02	1,175.67	85.12	0.00	1,260.79	140.22	206.00
Office Equipments	966.49	1.60		968.09	903.71	21.23	0.00	924.94	43.16	62.78
Vehicles	118.11			118.11	76.08	6.71	0.00	82.79	35.33	42.03
Capital Work-in-Progress	4,995.31	7,434.39		12,429.70	0.00	0.00	0.00	0.00	12,429.70	4,995.31
	61,606.97	18,607.39	13,560.19	66,654.17	5,110.66	344.98	94.25	5,361.39	61,292.78	56,496.31



-44-

Note - 13 Non-current Investments						
a. Trade Investments - Quoted						
Particulars	As at 31-03-2022			As at 31-03-2021		
	Value	No. of Shares	Face Value Rs.	Value	No. of Shares	Face Value Rs.
Investments in equity instruments						
a. Associates						
Elnet Technologies Ltd	104.00	10,40,000	10	104.00	10,40,000	10
Ilykot Hi-Tech Tool Room Ltd	0.01	15,81,600	5	0.01	15,81,600	5
Total	104.01			104.01		
b. Trade Investments - Unquoted						
Particulars	As at 31-03-2022			As at 31-03-2021		
	Value	No. of Shares	Face Value Rs.	Value	No. of Shares	Face Value Rs.
Investments in equity instruments						
a. Associates						
AGT Electronics Ltd	40.00	4,00,000	10	40.00	4,00,000	10
Intwel Technologies Ltd	0.01	1,56,800	10	0.01	1,56,800	10
Kody Elcot Ltd	17.38	1,73,805	10	17.38	1,73,805	10
Ravichandra Systems & Computer Services Ltd	22.00	2,20,000	10	22.00	2,20,000	10
Tidel Park Colmbatore Ltd	7,519.63	7,51,96,295	10	7,519.63	7,51,96,295	10
a. Joint Venture Companies						
DC Elcot Software Ltd	0.01	2,40,000	10	0.01	2,40,000	10
Elen Computer & Accessories Ltd	0.00	2,60,000	10	0.01	2,60,000	10
Elcot Power Controls Ltd	0.00	8,25,000	10	0.01	8,25,000	10
Encore Infosys Ltd	0.01	1,56,800	10	0.01	1,56,800	10
S.A. International Ltd	0.00	10,450	10	0.01	10,450	10
Tidel Park Ltd	768.26	26,00,000	10	768.26	26,00,000	10
b. Elcot Venture Companies						
DSQ Software Ltd	0.01	2,02,500	10	0.01	2,02,500	10
Savant India Institute of Technology P Ltd	1.10	11,000	10	1.10	11,000	10
Total	8,368.41			8,368.44		
Less : Provision for Diminution in value of investments						
Kody Elcot Ltd	-17.38	1,73,805		-17.38	1,73,805	
Ravichandra Systems & Computer Services Ltd	-22.00	2,20,000		-22.00	2,20,000	
Savant India Institute of Technology P Ltd	-1.10	11,000		-1.10	11,000	
Total	-40.48			-40.48		
Grand Total	8,431.94			8,431.97		
c. Other Investments						
Particulars	As at 31-03-2022			As at 31-03-2021		
	Value	No. of Shares	Face Value Rs.	Value	No. of Shares	Face Value Rs.
Not-for Profit Public Private Partnership	1,000.00	--	--	1,000.00	--	--
Grand Total	9,431.94			9,431.97		
Note : As per G.O. (Ms) No. 46, Government of Tamil Nadu has directed ELCOT to invest Rs. 10.00 crores in IIIT-Srirangam as a Not-for Profit Public Private Partnership investment						



Note - 14 Long-term Loans & Advances		
Particulars	As at 31-03-2022	As at 31-03-2021
EMD Receivable	2.67	2.67
Amount recoverable from JV Companies	11.96	14.55
Security Deposits	30.80	30.85
SEZ Expenditure Recoverable	6,832.63	7,583.34
Electricity Deposit	80.51	73.17
Income-tax Refund Due	3,083.44	3,056.39
MAT Credit Entitlement	2,060.41	1,700.37
Rent Advance - TIIC	6.11	13.68
Receivable from Transfer of UCSC Assets to TACTV	0.00	502.18
<b>Total</b>	<b>12,108.53</b>	<b>12,977.20</b>
Note - 15 Inventories [At lower of cost or net realizable value]		
Particulars	As at 31-03-2022	As at 31-03-2021
Raw Materials and Computers VHF	14.54	14.54
Work-in-Progress	1.73	1.73
Finished Goods	1.09	1.09
<b>Total</b>	<b>17.37</b>	<b>17.37</b>
Note - 16 Trade Receivables		
Particulars	As at 31-03-2022	As at 31-03-2021
Outstanding for a period less than six months from the day they are due for payment		
Unsecured, considered good	226.17	603.65
Less : Provision for doubtful debts	0.00	0.00
	226.17	603.65
Outstanding for a period exceeding six months from the day are due for payment		
Unsecured, considered good	895.85	967.54
Unsecured, considered doubtful	71.69	71.69
Less : Provision for doubtful debts	-71.69	-71.69
	895.85	967.54
<b>Total</b>	<b>1,122.02</b>	<b>1,571.19</b>
Note - 17 Cash and Cash Equivalents		
Particulars	As at 31-03-2022	As at 31-03-2021
a. Balance with banks -		
In Current Account	1,092.94	5,791.66
In Term Deposit Account	5,247.44	171.57
b. Other Deposits with Financial Institutions	59,400.00	70,584.88
c. Cash on hand	0.10	0.01
<b>Total</b>	<b>65,740.48</b>	<b>76,548.12</b>





Note - 18 Short Term Loans and Advances		
Particulars	As at 31-03-2022	As at 31-03-2021
a. Loans and Advances to Employees		
Staff Advance - Secured	5.81	7.53
b. Others		
Unsecured, considered good		
Others	137.26	4.17
<b>Total</b>	<b>143.07</b>	<b>11.70</b>

Note - 19 Other Current Assets		
Particulars	As at 31-03-2022	As at 31-03-2021
Unsecured, considered good		
Interest Receivable	0.00	253.89
Prepaid Insurance	20.48	18.75
Dividend Receivable	46.80	432.00
Advance Income Tax	523.22	154.41
Tax Deducted at Source	653.25	509.74
GST Input Receivable	0.00	57.89
TDS on GST Input Receivable	0.00	1.90
Others	0.00	307.76
<b>Total</b>	<b>1,243.74</b>	<b>1,736.33</b>

Note - 20 Revenue from Operations		
Particulars	As at 31-03-2022	As at 31-03-2021
a. Sale of products		
E-Tender Revenue	15.91	9.46
Sales - ID Cards	0.87	1.05
	16.78	10.51
b. Service Income		
Service Charges - Aadhaar	986.35	546.06
Service Charges - Advertisement	41.04	45.95
Service Charges - Event Management - VCS Projects	7.53	10.68
Service Charges - Manpower	60.87	69.89
Service Charges - Laptop Scheme	190.05	189.28
Service Charges - Amma Call Centre	0.36	1.77
Service Charges - IT Infra Projects	245.47	215.47
Service Charges - Linux Training	5.80	3.39
Service Charges - Procurement	449.11	459.99
Service Charges - Projects	40.24	9.81
Service Charges - Software Maintenance	7.60	12.46
Service Charges - Video Conferencing VCS	22.68	42.11
Service Charges - Web Security	0.00	0.01
	2,057.09	1,606.86
c. Other Operating Income [SEZ Income]		
Rent from IT Buildings	683.37	541.75
Land Lease Deposits Forfeited	2,339.81	2,268.30
Depreciation on Fixed Assets funded under ASIDE Grant for IT Buildings	0.00	185.63
Others	122.37	4.70
	3,145.55	3,000.38
<b>Total</b>	<b>5,219.42</b>	<b>4,617.75</b>



Note - 21 Other Income		
Particulars	As at 31-03-2022	As at 31-03-2021
a. Dividend Income		
From Long-term Investment - JV Companies	77.89	12.48
b. Other Non-operating Income		
Rent	53.59	99.57
Interest Income from Deposits & Advances	5,175.58	4,895.29
Depreciation on Fixed Assets funded out of TDCE/NORAD Grant	0.07	0.07
Miscellaneous Income	74.78	15.97
Interest on Income-tax Refund	0.00	73.99
c. Prior Period Income		
Income relates to earlier years	0.00	3.34
<b>Total</b>	<b>5,381.91</b>	<b>5,100.71</b>

Note - 22 Cost of Materials Consumed		
Particulars	As at 31-03-2022	As at 31-03-2021
Opening Stock	14.54	14.54
Add : Purchase of Raw Material	0.81	0.79
Less: Written-off / Consumed	0.00	0.00
Less: Closing Stock	14.54	14.54
Cost of Materials Consumed	0.81	0.79

Note - 23 Changes in Inventories of Finished Goods and Work-in-Progress		
Particulars	As at 31-03-2022	As at 31-03-2021
Inventories at the end of the year		
Work-in-Progress	1.73	1.73
Finished Goods	1.09	1.09
	2.83	2.83
Inventories at the beginning of the year		
Work-in-Progress	1.73	1.73
Finished Goods	1.09	1.09
	2.83	2.83
<b>Net [Increase] / Decrease</b>	<b>0.00</b>	<b>0.00</b>

Note - 24 Direct Expenses		
Particulars	As at 31-03-2022	As at 31-03-2021
SEZ Expenses		
IT Building Revenue Expenses	1,803.74	1,024.79
Project Expenses		
Aadhaar PEC Expenses	445.15	376.54
E-Tender Expenses	8.95	5.63
Priceless Laptop Scheme Expenses	1.67	14.31
<b>Total</b>	<b>2,259.50</b>	<b>1,421.27</b>



Note - 25 Employee Benefit Expenses		
Particulars	As at 31-03-2022	As at 31-03-2021
Salaries, Wages & Bonus	1,572.85	1,298.91
Contribution to Provident and Other Funds	147.54	129.92
Gratuity	5.51	1.78
Staff Welfare Expenses	148.23	138.30
<b>Total</b>	<b>1,874.13</b>	<b>1,568.91</b>

Note - 26 Finance Cost		
Particulars	As at 31-03-2022	As at 31-03-2021
Interest on Government of India Loan	0.00	1.87
Interest on Government of Tamil Nadu - Advance for Supplies	2,331.42	1,937.67
Interest on TNPFC Loan	192.06	21.77
Others	1.51	1.18
<b>Total</b>	<b>2,524.99</b>	<b>1,962.48</b>

Note - 27 Other Expenses		
Particulars	As at 31-03-2022	As at 31-03-2021
Insurance - Others	15.91	5.55
Printing & Stationery	9.68	9.72
Repairs & Maintenance		
Buildings	19.93	5.87
Vehicles	8.48	2.85
Others	3.31	4.03
Vehicle Hire Charges	36.39	38.43
Advertisement	13.44	22.71
Rates & Taxes	22.32	13.28
Auditors Remuneration	2.50	5.00
Communication Expenses	8.74	12.16
Development Expenses	57.84	40.06
Manpower Outsourcing	251.65	259.47
Office Maintenance	51.01	63.78
Data Centre Expenses	6.03	13.93
Linux Training Expenses	5.53	7.25
Professional Fees	30.49	25.18
Security Charges	16.48	18.86
Travelling Expenses	3.46	5.37
Power & Fuel	75.03	90.07
Corporate Social Responsibility	87.44	86.36
Rent	29.04	26.90
<b>Total</b>	<b>754.69</b>	<b>756.82</b>

Note for Auditor's Remuneration		
Particulars	As at 31-03-2022	As at 31-03-2021
Statutory Audit Fees	2.50	4.50
Tax Audit Fees	0.50	0.50
<b>Total</b>	<b>3.00</b>	<b>5.00</b>



Note No. 28- Grants-in-Aid

Particulars	As on 31-03-2022	As on 31-03-2021
From Government of Tamil Nadu for Technological Development Center for Electronics as per latest balance sheet	41,355	48,368
Less: Depreciation for the year on Fixed Assets funded out of the Grant [Contra against Other Income]	7,013	7,013
Total	34,342	41,355

Note No. 29-Secured Loans

No cash credit facility was availed from the Banks during the year. (Previous year -Nil).

Note No. 30- Financial Reporting of Interest in Joint Ventures

In Compliance of Accounting Standard (AS 27) on "Financial Reporting of Interest in Joint Ventures" issued by the Institute of Chartered Accountants of India and based on general prudence, the company has recognized its interest in the Joint Venture Companies in the capacity of investor to Joint Venture Companies. The Dividend received has been recognized as Income and credited to the statement of Profit and Loss.

Note No.31- Related Parties Disclosure

Related parties and their relationship where control exists

Associate companies:

- > Elnet Technologies Ltd.
- > Iykot Hi-Tech Tool Room Ltd.
- > Tidel Park Coimbatore Ltd.

Key Management personnel:

- > Shri Ajay Yadav, Managing Director
- > Shri Srivathsa Desikan, Company Secretary

Transactions with related parties

Investments made during the year:

- > Tidel Park Coimbatore Ltd. Nil [Previous Year: Rs. 28,02,62,951]

Remuneration to key management personnel:

- > Shri Ajay Yadav, I.A.S., MD: Rs. 15,02,497 [Previous year: Nil]
- > Shri Srivathsa Desikan: Rs. 10,55,846 [Previous year: Rs. 10,23,260]

Dividend received from

Associate & JV Companies:

- > Elnet Technologies Ltd. Rs. 14,56,008 [Previous year: Rs. 12,48,007]
- > AGT Electronics Rs. 5,40,000 [Previous year: Nil]
- > Iykot Hi-tech Tool Room Ltd. Rs. 5,93,100 [Previous year: Nil]
- > Tidel Park Ltd Rs. 52,00,000 [Previous year: 78,00,000]



Balances with related parties

Associate Companies as Investments:

➤ Elnet Technologies Ltd.	Rs. 1,04,00,000	[Previous year: Rs. 1,04,00,000]
➤ Tidel Park Coimbatore Ltd.	Rs. 75,19,62,951	[Previous year: Rs. 75,19,62,951]

Note No.32 - Provisions not made

- No interest is charged on the amount recoverable from Joint Venture Companies except for interest bearing Loans and Advances sanctioned to them wherever applicable.
- Rent amounting to Rs.15,600/- due from Staff Quarters (previous year Rs. 15,600/-) at Hosur occupied by ELNET Ltd has not been provided in the Accounts since the said Company's operations have come to a standstill and the company has been referred to BIFR and a Liquidator appointed by the Hon'ble High Court of Madras.
- Stock worth Rs.173.66 Lakhs which was earlier purchased for executing single channel VHF Equipment order from DOT could not be disposed-off, as final orders of Hon'ble High court are awaited. During the year 2006-07, as per the advice of the Accountant General and in accordance with AS - 2, 10% of the Inventory was valued at the NRV and the balance 90% amounting to Rs.156.29 Lakhs written off. Although the NRV of the stock is Nil as on date, the NRV of the stock as in 2006-07 is being maintained in the Accounts pending orders of the Hon'ble Court.
- M/s. Elnet Technologies Ltd., an associate Company, has been given land on lease in SEZ, Sholinganallur for 90 years on a receipt of Rs. 11,39,10,532/- fully refundable lease deposit on 14<sup>th</sup> January 1999. In this regard, Elcot has claimed an interest amount on delayed payment of lease deposit for the period from May 18, 2000 to August 6, 2021 which amounts to Rs. 1273.50 lakhs. The issue is still under progress and expected to be resolved in the coming fiscal. No provision has been considered in the books of account for the reporting year.
- The financial commitments to Elcot by M/s. Tidel Park Coimbatore Ltd., an associate Company of Elcot are furnished below for which no provisions have been considered in the books since the issue is under final verification and confirmation:

Lease Service Charges	Rs. 77.43 lakhs
Lease - Interest on Lease Deposit	Rs. 141.04 lakhs
Maintenance Charges	Rs. 44.55 lakhs
Interest on Service Charges	Rs. 339.35 lakhs

Note No.33 -Lands taken over from SIPCOT

For development of IT Park at Tirunelveli, 500 acres of land has been taken on lease from SIPCOT at Gangaikondan, Tirunelveli District. An amount of Rs.24.19 Crores has been paid for the lease and an agreement has been entered with SIPCOT. The amount paid is classified as Leasehold land under "Property Plant and Equipment". During the year, ELCOT has returned 210 acres and received Rs. 10.50 crores as return of lease deposit. Balance of 290 acres is covered and continued under the lease.

Note No.34 -Provision for Bad and Doubtful Debts - Trade Receivables

No provision has been made during the current year. Legal action has been taken and suits have been filed wherever necessary.

Note No. 35 -Land Lease Deposits

- Land Lease Deposits received for allotments made up to the year 2010-11 are classified under Non-Current Liabilities.
- Based on the opinion of Institute of Chartered Accountant of India, for allotments made after 2010-11, the Land Lease deposits to be forfeited within twelve months amounting Rs.22,97,16,550/- is shown as other current liabilities.
- Similarly Land Lease deposit paid to M/s. SIPCOT for Tirunelveli Gangaikondan SEZ has also been amortized proportionately.
- There is no financial impact due to these accounting treatments.



Note No. 36 - Interest on Unutilized Government Grants

Based on the guidelines issued by The Finance Department of the Government of Tamil Nadu vide Letter No. 1943/Finance (BPE)/2020, dated 06.02.2020 and Accountant General's Letter No. AG (E & RSA)/OAD [C]/II/234, dated 08.01.2020, interest earned on the deposits of unutilized grants of Rs. 90,36,176/- for the reporting year is treated as part of Grants.

Note No. 37 - Contingent Liabilities

- a) Claims against the Company not acknowledged as debt - Rs.9,25,31,482/- (Rupees Nine Crores Twenty-Five Lakhs Thirty-One Thousand Four Hundred and Eighty-Two only) claimed by DOT under arbitration award during 2000-01 due to delay in deliveries during the financial years 1990-1992. ELCOT has gone on appeal and obtained stay orders from the Hon'ble High Court of Madras.
- b) The Commissioner of Service Tax (by way of Show cause notices) has claimed service taxes amounting to Rs.1540.36 Lakhs for the services rendered by the Company in supplying laminated computerized Driving License Cards and Family Cards to the Government. Reply to the show cause notice sent on 13.02.2018. Thereafter, the Company has not received any summons or communication in this regard. The case is still pending before the authorities.
- c) The Arbitral Tribunal in the matter of Arbitration between ELCOT and ICMC Corporation Ltd, directs ELCOT to pay Rs. 22,49,07,063/- towards interest on delayed payments. ELCOT has gone on appeal and obtained stay orders from the Hon'ble High Court of Madras.
- d) The Arbitral Tribunal in the matter of Arbitration between ELCOT and United Telecom Limited, directs ELCOT to pay Rs.17,28,87,412/- towards Interest on delayed payments. ELCOT has gone on appeal and obtained stay orders from the Hon'ble High Court of Madras.

Note No. 38 - Income Taxes

Status of Income Tax Assessments

Assessment Year	Amount of Refund as per Returns	Tax implications as per IT Department	Forum where dispute / Assessment is pending
2001-02	--	30,89,327	Appellate Tribunal
2002-03	52,87,833	--	Appellate Tribunal
2003-04	64,62,476	49,00,481	Appellate Tribunal
2004-05	37,40,555	70,37,298	CIT Appeal
2006-07	--	1,19,87,243	Appellate Tribunal
2007-08	2,03,89,021	--	Appellate Tribunal
2008-09	1,64,01,707	11,62,970	Appellate Tribunal
2010-11	76,92,910	1,66,20,330	Appellate Tribunal
2011-12	2,75,14,690	--	Appellate Tribunal
2012-13	3,23,96,700	--	Appellate Tribunal
2013-14	72,07,430	1,68,36,550	Appellate Tribunal
2014-15	1,30,78,080	3,92,780	Appellate Tribunal
2015-16	13,66,140	1,27,72,810	Appellate Tribunal
2016-17	27,23,94,250	20,89,50,960	CIT Appeal

Note No. 39 - General

- a. Confirmation letter for the balances of the Sundry Debtors, Sundry Creditors, various Loans and Advances, Deposits etc. as on 31.03.2022 have not been obtained and the balances lying in these accounts are subject to reconciliation.
- b. Vide Tamil Nadu Government's G.O. [D] No. 40, dated 20-11-2006 issued with the concurrence of the Finance Department vide its U. O. No. 71632/Ind./06, dated 17-11-2006, Rs. 23,31,41,940/- has been provided towards



interest on unutilized procurement advances received from various Government Departments and Corporates, in the financials for the reporting year.

- c. For computing rate of interest on unutilized grants and unutilized procurement advances, an average rate of 5.75% is worked out based on the interest received on such deposits held with banks and financial institutions during the year.
- d. Micro, Small and Medium Enterprises:  
  
The amount due to Micro and Small Enterprises as defined in The Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") has been determined to the extent such parties have been identified on the basis of information available with the Company. There are no such balances due during the reporting year.
- e. Previous year figures have been recasted/restated wherever necessary including those as required in keeping with revised Schedule III amendments.
- f. Figures in Balance Sheet, Statement of Profit & Loss, Cash Flow Statements and the Schedules attached thereto have been rounded off to the nearest lakhs of rupees.

**Note No. 40 - Corporate Social Responsibility (INR in Lakhs)**

The movement of corporate social responsibility is furnished below:

Financial Year	Amount of Provision	Spent & Balance		Year of Spent	Balance to be Spent
		Spent	Balance		
2018-19	93.23	20.00	73.23	2021-22	0.00
2019-20	89.79	64.72	25.07	2021-22	0.00
2020-21	86.36	10.00	76.36	2021-22	0.00
2021-22	87.44	86.55	0.89	2021-22	0.89

**Note No. 41 - Additional regulatory and other information as required by the Schedule III to the Companies Act, 2013**

- 1. a) Ageing Schedule of Capital Work-in-Progress

Particulars	Amount in CWIP for a period of [in years]				Total
	< 1y	1-2y	2-3	>3	
IT Buildings - SEZ	5243.81	2190.58	3916.18	1079.13	12429.70

- 1. b) Completion Schedule for Capital Work-in-Progress

Particulars	To be completed in [in years]				Total
	< 1	1-2	2-3	>3	
IT Building - Trichy	1	--	--	--	1
IT Building - Coimbatore	1	--	--	--	1
IT Building - Sholinganallur	1	--	--	--	1



1. c) Completion schedule for CWIP whose completion is overdue because of delay due to Covid-19

Particulars	To be completed in [in years]				Total
	< 1	1-2	2-3	>3	
IT Building - Trichy	1	--	--	--	1
IT Building - Coimbatore	1	--	--	--	1
IT Building - Sholinganallur	1	--	--	--	1

2. a) Ageing schedule of Trade Receivable [m - month / y - years] [Rupees in Lakhs] as at March 31, 2022

Particulars	Outstanding for following period from due of payment					Total
	<6m	6m-1y	1-2y	2-3y	>3y	
Undisputed Trade Receivable						
Considered good	760.94	226.17	50.90	45.92	38.09	1122.02
Disputed Receivable		--	--	--	--	--

2. b) Ageing schedule of Trade Receivable [m - month / y - years] [Rupees in Lakhs] as at March 31, 2021

Particulars	Outstanding for following period from due of payment				Total
	6m-1y	1-2y	2-3y	>3y	
Undisputed Trade Receivable					
Considered good	1439.92	45.92	38.09	47.26	1571.19
Disputed Receivable	--	--	--	--	--

3. a) Ageing schedule of Trade Payables as at March 31, 2022

Particulars	Outstanding for following period from due of payment				Total
	6m-1y	1-2y	2-3y	>3y	
MSME	--	--	--	--	--
Others	1313.92	609.42	368.50	447.41	2739.25
Disputed Dues - MSME	--	--	--	--	--
Disputed Dues - Others	--	--	--	--	--
Unbilled Dues	--	--	--	--	--





3. b) Ageing schedule of Trade Payables as at March 31, 2021

Particulars	Outstanding for following period from due of payment				Total
	6m-1y	1-2y	2-3y	>3y	
MSME	--	--	--	--	--
Others	496.91	192.06	147.41	368.50	1204.88
Disputed Dues - MSME	--	--	--	--	--
Disputed Dues - Others	--	--	--	--	--
Unbilled Dues	--	--	--	--	--

Note No. 42 Financial Ratios

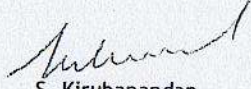
The ratios as per the latest amendment to Schedule III, as applicable, are as below:

Sl. No.	Description	Year ended March 31, 2022	Year ended March 31, 2021
1	Current Ratio	0.99	1.08
2	Return on Equity (%)	79.46	109.37
3	Debtors Turnover Ratio - Days	192	95
4	Trade Payables Turnover Ratio - Days	78	124
5	Net Profit Ratio (%)	19.43	29.18
6	Return on Capital Employed (%)	5.06	4.50

Signatures to Note Nos. 3 to 42

For and on behalf of the Board


  
CS. N. Sfrivathsa Desikan  
Company Secretary

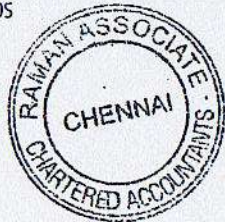
  
S. Kirubanandan  
General Manager (F&A)

  
Ajay Yadav  
Managing Director  
DIN: 07785020

  
Dr. NeeFaj Mittal  
Chairman  
DIN: 05216366

This is the Notes to Accounts referred to in our Report of even date  
For Raman Associate  
Chartered Accountants  
Firm Registration No.: 0029105

  
A.P. Vijayendran  
Partner  
Membership No. 215166  
Dt- 29.08.2022  
Chennai,





**OFFICE OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
10, BAHADUR SHAH ZAFAR MARG, NEW DELHI - 110 124**

No./CA. V/ COY/TAMIL NADU,ELECTN(1)/172

Dated :26/08/2022

To  
THE MANAGING DIRECTOR  
ELECTRONICS CORPORATION OF TAMIL NADU LTD  
2ND FLOOR,M H U COMPLEX, 473,  
ANNA SALAI, NANDANAM,  
CHENNAI-600035  
TAMIL NADU

Subject : Appointment of Auditors under section 139 of the Companies Act, 2013 for the financial year  
2022-2023

Sir/Madam,

I am directed to state that in exercise of the powers conferred by section 139 of the Companies Act 2013, the Comptroller and Auditor General of India is pleased to appoint the Chartered Accountant firms/Limited Liability Partnerships [As per Annexure - II](#) as the Statutory/Joint Statutory/ Branch Auditors of the company for the year(s) : 2022-2023. Statutory/Joint Statutory Auditor (s) of holding company shall also be the auditors of Consolidated Financial Statements under section 139 read with section 129(4) of the Companies Act, 2013.

2. You are requested to contact the concerned auditors individually under intimation to this office

3. The supplementary/test audit under sections 143 (6) & (7) of the Companies Act, 2013 of your company is entrusted to  
ACCOUNTANT GENERAL (AUDIT-II)  
TAMILNADU & PUDUCHERRY  
361 ANNA SALAI, TEYNAMPET  
CHENNAI-600018

4 . The remuneration and other allowances payable to the auditors may be regulated as per the provisions of section 142 of the Companies Act 2013 read with guidelines issued by the Department of Company Affairs vide no. 7/76 dated 8th April, 1976 and no. 8/6/83 dated 07th June, 1984.

5. The audit fees paid/payable to the auditors as intimated by the Company has been indicated in Annexure-II. Any revision in the audit fees payable (including fees for consolidation) for the year 2022-2023 and item-wise details of all remuneration paid to the auditors for other services (other than statutory audit) alongwith the amount of TA/DA paid for 2021-2022 may be intimated.

The said information may be provided as soon as the Accounts for the year 2021-2022 is finalised so as to enable this office to review the appointment/ re-appointment of the appointed auditors.

6. The above appointment is subject to the other conditions stipulated in Annexure-I( available on the CAG's website <http://care.cag.gov.in/policy/terms.pdf>).

Yours faithfully,

( Rajesh Rajpal )  
Sr. Administrative Officer

## ANNEXURE - I I

### LIST OF CHARTERED ACCOUNTANT FIRMS FOR THE YEAR 2022-2023

Sl. No.	Firm Name	PSU Code / Unit Code	Station	Audit Details	Fees per annum in Rs (As intimated by the PSU)
<b>STATUTORY AUDITOR</b>					
1	M SRINIVASAN & ASSOCIATES (MD0326) 5, 9TH FLOOR, B WING, PARSN MANERE 442 ANNA SALAI CHENNAI CHENNAI - 600006,TAMIL NADU	ELECTN MAD (1)	CHENNAI		250000

**Any change/revision in the audit fee payable to each of the auditor (s) mentioned above should be immediately intimated to this office for record and reference as the selection of auditors is based on the audit fees paid/payable.**

---

**ELECTRONICS CORPORATION OF TAMILNADU LIMITED**

CIN: U27209TN1977SGC007291

Registered Office: 692, MHU Complex, II<sup>nd</sup> Floor,  
Anna Salai, Nandanam Chennai – 600035.

**Proxy form**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member	
Registered Address	
Folio No.	
e-mail id	

I, being the member of Electronics Corporation Of Tamilnadu Limited, holding \_\_\_\_\_ shares, hereby appoint

Name:

Address:

E-mail Id:

Signature:

as my proxy to attend and vote (on a poll) for me and on my behalf at 45<sup>th</sup> Annual General Meeting of members of the Company, to be held on Tuesday, the 27<sup>th</sup> day of September at 04.30 P.M. at the registered office of the Company at 692, MHU Complex, IInd floor, Anna Salai, Nandanam, Chennai – 600 035 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resol ution No.	Particulars	For	Against
1	To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2022 and the Directors' and Auditors' Reports thereon.		
2	To declare dividend for the Financial year 2021-22.		
3	To Consider the Appointment of M/s.M.Srinivasan & Associates., as Statutory Auditors as recommended by Comptroller and Auditor General of India and Fixation of their Remuneration for the year 2022-23.		

Signed this \_\_\_\_\_ day of September, 2022

Signature of Shareholder:

Signature of Proxy holder:

Affix Rs. 1  
Revenue  
Stamp

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, before the commencement of the Meeting.**