

Krystal Integrated Services Pvt. Ltd.



Board's Report

To
The Members of
Krystal Integrated Services Private Limited

Your Directors have pleasure in presenting the 20th Board's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended 31st March, 2021.

FINANCIAL HIGHLIGHTS

PARTICULARS	2020-2021	2019-2020
Net Sales /Income from Business Operations	5,06,11,83,568	4,56,50,28,019
Other Income	2,87,44,110	3,12,28,572
Total Income	5,08,99,27,678	4,59,62,56,591
Less: Total Expenses	4,80,86,65,030	4,24,44,18,166
Profit before Exceptional Item and tax	28,12,62,649	35,18,38,425
Less: Exceptional Item	-	-
Profit before tax	28,12,62,649	35,18,38,425
Less: Current Income Tax	4,91,42,210	10,17,74,467
Less: Deferred Tax	72,51,849	10,99,681
Less: Tax of earlier year	-	-
Net Profit after Tax	22,48,68,590	24,89,64,278
Earning per share (Basic)	39.02	43.21
Earning per Share(Diluted)	39.02	43.21

STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

During the year under review, the Company has achieved turnover of INR. **5,06,11,83,568** as compared to the last year's turnover i.e. INR. **4,56,50,28,019/-**.

The Company is deploying its resources in the best possible way to increase business volumes and plans to achieve increased business in the current year.

CHANGE IN NATURE OF BUSINESS, IF ANY

There is no change in the nature of the business of the Company.

DIVIDEND

In order to conserve resources for future growth and expansion, the Directors do not recommend any dividend on equity share capital of the Company for the Financial Year ended on 31st March, 2021.

TRANSFER TO RESERVES

During the financial year under review, no amount has been transferred to any reserves of the Company.

DIRECTOR'S AND KEY MANAGERIAL PERSONNEL

Directors not liable to retire by rotation

There have been the no changes in the composition of Board of Directors for the Financial Year 2020-2021. The board of Director comprises of –

1. Neeta Prasad Lad
2. Pravin Ramesh Lad
3. Sanjay Suryakant Dighe
4. Saily Prasad Lad
5. Shubham Prasad Lad

Key Managerial Personnel (KMP)

The Company is in compliance with Sections 2(51) and 203 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Further, there has been changes in the KMP during the year under review. The changes are mentioned herein below-

- Mr. Ratnesh Tomar resigned from the post of company secretary with effect from 01st May 2020. The board express its appreciation for Mr. Ratnesh Tomar for the valuable guidance and services rendered by him during his tenure as Company Secretary.
- Ms. Shalini Agrawal having an Associate Membership No: A52372 of the Institute of Company Secretaries of India has been appointed as the company secretary with effect from 02nd May 2020.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate on the date of this report.

INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

HOLDING COMPANY

The Company is a Wholly Owned subsidiary of Krystal Family Holdings Private Limited.

SUBSIDIARIES / JOINT VENTURES/ ASSOCIATES

The Company have following Subsidiaries as on 31st March, 2021.

- I. Flame Facilities Private Limited
- II. Krystal Gourmet Private Limited;

JOINT VENTURE

The Company has entered a joint venture with Krystal Aquachem (JV).

Pursuant to sub-section (3) of section 129 of the Act, the statement containing the salient feature of the financial statement of a company's subsidiary or subsidiaries, associate company or companies and joint venture or ventures is given as **Annexure-A [Performance and financial position of each of the subsidiaries, associates and Joint Venture.**

PARTICULARS OF EMPLOYEES AND REMUNERATION

The Provisions of Section 197 are not applicable to the Private Company.

MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2020-21 13 (Thirteen) Meetings of the Board of Directors were held as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered while considering the time gap between two meetings.

Sr. no	Date	Quorum	Place
1	03.04.2020	5	Registered office
2	29.04.2020	5	Registered office
3	19.06.2020	5	Registered office
4	13.07.2020	5	Registered office
5	31.08.2020	5	Registered office
6	17.09.2020	5	Registered office
7	01.10.2020	5	Registered office
8	22.12.2020	5	Registered office
9	05.01.2021	5	Registered office
10	25.01.2021	5	Registered office
11	23.02.2021	5	Registered office

12	10.03.2021	5	Registered office
13	30.03.2021.	5	Registered office

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of 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;
- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) Company being unlisted sub clause (e) of section 134(3) is not applicable.
- (f) 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.

REAPPOINTMENT OF STATUTORY AUDITOR

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. T. R. Chadha & Co LLP, Chartered Accountants, (FRN. 006711N/N500028) was re-appointed for the second term of 5 (Five Year) as the Statutory Auditor of the Company in the 19th Annual General Meeting.

The Company has received a certificate from the said Auditors that they are eligible to hold office as the Auditors of the Company and are not disqualified for being so appointed.

LOANS, GUARANTEES AND INVESTMENTS

Full particulars of loans and guarantees given and investments made under Section 186 of the Companies Act, 2013 are given separately in the Financial Statements of the Company read with Notes to Accounts which may be read in conjunction with this Report.

RELATED PARTY TRANSACTIONS

The particulars of contracts or arrangements made with related parties referred to in section 188(1) of the Companies Act 2013, in the prescribed form AOC-2 is appended as 'Annexure B' to the Boards' Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO

A. Conservation of Energy, Technology Absorption.

Company has limited scope for undertaking energy conservation exercises, but nevertheless continues to emphasize work practices that result in conservation of energy. At the offices of your Company, special emphasis is placed on installation of energy-efficient lighting devices, use of natural light as best as possible, and adoption of effective procedures for conservation of electricity, water, paper and other materials that consume natural resources.

(B) Technology absorption:

(I)	Efforts, in brief, made towards technology absorption.	NIL
(II)	Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction, product development, import substitution, etc.	NIL
(III)	In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished:	NIL
	(a) Details of technology imported.	
	(b) Year of import.	
	(c) Whether the technology been fully absorbed	
	(d) If not fully absorbed, areas where absorption has not taken place, and the reasons therefore	
(IV)	Expenditure incurred on Research and Development	NIL

(C) Foreign exchange earnings and Outgo

Earnings	NIL
Outgo	NIL

CORPORATE SOCIAL RESPONSIBILITY (CSR)

The CSR Policy along with the details of CSR activities during the year as per Corporate Social Responsibility Policy Rule, has been appended herewith as "Annexure C"

RISK MANAGEMENT

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

DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

Your Company is committed to the highest standards of ethical, moral and legal business conduct. Accordingly, Vigil Mechanism/Whistle Blower Policy was formulated which provides a robust framework for dealing with genuine concerns & grievances. The Policy provides for adequate safeguard against victimization of employees who avail the mechanism and also provides direct access to the concerned person in charge for handling such issue. Specifically, employees can raise concerns regarding any discrimination, harassment, victimization, any other unfair practice being adopted against them or any instances of fraud by or against your Company.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The company has in place a policy for prevention of sexual harassment in accordance with the requirements of the Sexual Harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. The Company did not receive any complain during the year 2018-19.

REMUNERATION POLICY

The Company Being Private Company the provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

DECLARATION BY AN INDEPENDENT DIRECTOR(S) AND RE- APPOINTMENT

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

DEPOSITS:

The company has not accepted any deposits during the year.

COST RECORDS

As per the provisions of Section 148(1) of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, the maintenance of cost records and the conduct of cost audit is not mandated for the Company.

SECRETARIAL STANDARDS

During the financial year 2020-21, the Company has complied with the applicable provisions of Secretarial Standards issued by The Institute of Company Secretaries of India.

SECRETARIAL AUDIT

Section 204(1) of the Companies Act, 2013 and Rule No.9 of The Companies (Appointment and Remuneration Personnel) Rules, 2014, is not applicable to the Company.

SHARES

a. BUY BACK OF SECURITIES

The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES

No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

ORDER OF COURT

No significant and material orders were passed by the regulators or courts or Tribunals which impact the going concern status and company's operation in future.

INTERNAL FINANCIAL CONTROLS:

In accordance with the Auditor's report, the existing internal financial controls are commensurate with the size of the Company and the nature of its business.

ACKNOWLEDGEMENT

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under

review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

Your Directors take this opportunity to place on record their appreciation and sincere gratitude to the Government of India, Government of Maharashtra and the Bankers to the Company for their valuable support and look forward to their continued co-operation in the years to come. Your Directors acknowledge the support & co-operation received from the employees and all those who have helped in the day to day management

**For & on behalf of the Board of Directors
Krystal Integrated Services Private Limited**



Neeta Prasad Lad
Director
DIN: 01122234



Sanjay Suryakant Dighe
Director
DIN: 02042603

Date: 27th November, 2021
Place: Mumbai

Annexure – A

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part “A”: Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in INR.)

Particulars	1	2
Name of the subsidiary	Flame Facilities Private Limited	Krystal Gourmet Private Limited
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA	NA
Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR	INR
Share capital	1,00,000	6,426,550
Reserves & surplus	5,84,57,530	1,10,79,720
Total assets	2,53,48,511	6,36,38,448
Total Liabilities	2,53,48,511	6,36,38,447
Investments	-	2,13,491
Turnover	5,84,57,530	4,18,59,705
Profit before taxation	20,28,825	4,19,93,079
Provision for taxation	-	-
Profit after taxation	20,28,825	11,32,466
Proposed Dividend	-	-
% of shareholding	100	100

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations: **NA**
2. Names of subsidiaries which have been liquidated or sold during the year: **NA**

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates/Joint Ventures	Krystal Aquachem JV
1. Latest audited Balance Sheet Date	31 st March, 2021
2. Shares of Associate/Joint Ventures held by the company on the year end	No
Amount of Investment in Associates/Joint Venture	INR 1,00,000/-
Extend of Holding %	97%
3. Description of how there is significant influence	Krystal Integrated Services Private Limited is holds 97% share in profits of Krystal Aquachem JV.
4. Reason why the associate/joint venture is not consolidated	It not Mandatory as per AS-21 and consolidation will done by the ultimate holding Company of Krystal Integrated Services Private Limited
5. Net worth attributable to Shareholding as per latest audited Balance Sheet	INR. 32,68,643/-
Profit / Loss for the year	
i. Considered in Consolidation	
i. Not Considered in Consolidation	INR.18,02,341/-

Names of associates or joint ventures which are yet to commence operations. - **Not Applicable**
Names of associates or joint ventures which have been liquidated or sold during the year. - **Not Applicable**

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified.



Neeta Prasad Lad
Director
DIN: 01122234



Sanjay Suryakant Dighe
Director
DIN: 02042603

Date: 27th November, 2021
Place: Mumbai

Annexure - B

FORM NO. AOC -2

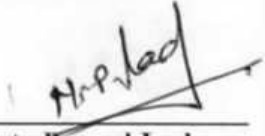
(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

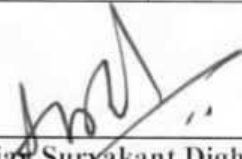
Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.: **NIL**
2. Details of contracts or arrangements or transactions at Arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangement/ transactions	Duration of the contracts / arrangements/ transactions	Date of approval by Board	Salient terms of the contracts or arrangements or transactions including the value, if any:	Amount paid as advances , if any:
Krystal Gourmet Private Limited –Subsidiary	Catering Services	Ongoing	03.04.2020	In the Normal Course of Business	NIL
Krystal Aviation Services Private Limited- Promoter, director of the Company having significant influence	Professional Fees	Ongoing	03.04.2020	In the Normal Course of Business	NIL
Volksara Techno Solutions Private Limited - Promoter, director of the Company having significant influence	Professional Fees/ Site Expenses/ Sale of fixed Assets	Ongoing	03.04.2020	In the Normal Course of Business	NIL
Neeta Prasad Lad - Director	Rent Expenses	Ongoing	03.04.2020	In the Normal Course of Business	NIL
Prasad Minesh Lad – Relative of Key Management Personnel	Rent Expenses/ Remuneration	Ongoing	03.04.2020	In the Normal Course of Business	NIL

Prasad Lad HUF- Relative of Key Management Personnel	Rent Expenses	Ongoing	03.04.2020	In the Normal Course of Business	NIL
Surekha Lad- Relative of Key Management Personnel	Remuneration	Ongoing	-	In the nature of the employment	NIL


 Neeta Prasad Lad
 Director
 DIN: 01122234


 Sanjay Suryakant Dighe
 Director
 DIN: 02042603

Date: 27th November, 2021
 Place: Mumbai

Annexure - C

Format for the Annual Report on CSR Activities to be Included in the Board's Report for Financial Year Commencing on or After 1st Day of April, 2020

1. Brief outline on CSR Policy of the Company.

The objective of our Company is to pro-actively support meaningful socio-economic development in India. This is based on the belief that growth and development are effective only when they result in wider access to opportunities and benefit a broader section of society.

Our aim is to identify critical areas of development that require investments and intervention which can help to realize India's potential for growth and prosperity and to generate, through its CSR initiatives, goodwill and pride for Company among stakeholders and help reinforce a positive and socially responsible image of Krystal Integrated Services Private Limited as a corporate entity.

2. Composition of CSR Committee: As provided below:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Neeta Prasad Lad	Director	01	01
2	Sanjay Suryakant Dighe	Director	01	01
3	Pravin Ramesh Lad	Director	01	01

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company. -www.krystal-group.com
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report)- **Not Applicable.**

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any- **Not Applicable**

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
1			
2			
3			
	Total		

6. Average net profit/less of the company as per section 135(5) - Rs. 25,60,86,681 (Avg. Net Profit).

7.

a. Two percent of average net profit of the company as per section 135(5)- Rs. 51,21,734.

b. Surplus arising out of the CSR projects or programmes or activities of the previous financial years. - Nil

c. Amount required to be set off for the financial year, if any- Nil

d. Total CSR obligation for the financial year (7a+7b-7c) -Rs 51,21,734

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)			
	Total Amount transferred to Unspent CSR Account as per section 135(6). Amount.	Date of transfer.	Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).	Date of transfer.

88,00,000	-	-	-	-	-
-	-	-	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year: **Nil**

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project.		Project Duration	Amount allocate for the project (in Rs.)	Amount spent for the project (in Rs.)	Amount transferred to unspent CSR account for the Project as per Sec 135 (6) (in Rs.)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency.	
				State	District						Name	CSR registration number
Nil												
Total												

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
1		Education	Mumbai	Maharashtra		*88,00,000	No	Shree Mahalaxmi Tirupati Educational Society	CSR00019457

(d) Amount spent in Administrative Overheads-

(e) Amount spent on Impact Assessment, if applicable- N.A.

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) = 88,00,000

(g) Excess amount for set off, if any= not applicable

* unspent amount of INR. 36,26,405 pertaining to F.Y. 2018-2019 was paid during F.Y. 20-21 along with INR. 51, 73,595 pertaining to Current year 2020-21.

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	51,21,734
(ii)	Total amount spent for the Financial Year	51,73,595
(iii)	Excess amount spent for the financial year [(ii)-(i)]	51,861
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	51,861

9. (a) Details of Unspent CSR amount for the preceding three financial years: Not applicable

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.		Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	
1.	FY 17-18	-	-	-	-	-

2.	FY 18-19	-	-	-	-	-	-	-
3.	FY 19-20	-	-	-	-	-	-	-
4.	FY 20-21	-	-	-	-	-	-	-
	TOTAL	-	-	-	-	-	-	-

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Not Applicable

(1) Sl. No.	(2) Project ID.	(3) Name of the Project.	(4) Financial Year in which the project was commenced.	(5) Project duration.	(6) Total amount allocated for the project (in Rs.).	(7) Amount spent on the project in the reporting Financial Year (in Rs.).	(8) Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	(9) Status of the project - Completed /Ongoing.
Nil								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

- (a) Date of creation or acquisition of the capital asset(s) - **None**
 (b) Amount of CSR spent for creation or acquisition of capital asset. - **Nil**
 (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. - **None**
 (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset). - **None**

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5). – Not Applicable.

<p>Signature</p>  <p>(Director)</p>	<p>Signature</p>  <p>(Director)</p>	<p>Signature</p>  <p>(Chairman CSR Committee)</p>
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Date: 27th November, 2021
Place: Mumbai