

AUDITOR'S REPORT & ANNUAL ACCOUNTS

2022-2023

ACMA

Automotive Component Manufacturers Association of India

INDEPENDENT AUDITOR'S REPORT

To The Members of Automotive Component Manufacturers Association of India

Report on the Financial Statements

We have audited the financial statements of “**Automotive Component Manufacturers Association of India**”, which comprise Balance Sheet as at 31st March 2023, its Statement of Income & Expenditure and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility on Financial Statements

Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

As audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls systems over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the balance Sheet, of the state of affairs of the Company as at March 31, 2023;
- (b) In the case of the Statement of Income & Expenditure, of the surplus for the year ended on that date; and

In the case of the Cash Flow Statement of the Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 Income and Expenditure, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid 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 Managing Committee Members as on 31st March, 2023 taken on record by the Managing Committee, none of the Managing Committee Member is disqualified as on 31st March, 2023 from being appointed as a Managing Committee Member in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) 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. There are no pending litigations against the company impacting 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. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity (“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) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“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;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The company has not declared or proposed dividend during the year.

2. The Companies (Auditor's Report) Order, 2016 ('the Order'), issued by the Central Government of India in terms of Section 143 (11) of the Act is not applicable to the Company since Company is licensed u/s 8 of the Companies Act.

sd/-

(Sameep Khanna)
Membership No. 500371
Partner

K. K. Khanna & Co.,
Chartered Accountants
Firm Reg. No. 002221 N
UDIN: 23500371BGPWKX7397

Place: Noida
Date: 20th July, 2023

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of “**Automotive Component Manufacturers Association of India**”, ('the Company') as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's 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') issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

sd/-

(Sameep Khanna)
Membership No. 500371
Partner

K. K. Khanna & Co.,
Chartered Accountants
Firm Reg. No. 002221 N
UDIN: 23500371BGPWKX7397

Place: Noida
Date: 20th July, 2023

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

BALANCE SHEET AS AT 31ST MARCH, 2023

Particulars	Note No.	Rs. In Thousands	
		AS AT	AS AT
		31.03.2023	31.03.2022
EQUITY AND LIABILITIES			
Funds			
General	2.1	933,958	884,597
Earmarked Funds	2.2	-	5,533
Notified U/s 11(2)	2.3	31,000	-
Govt. Grant for UNIDO-ACMA-DHI Partnership Program	2.4	-	14,272
		964,958	904,403
Non-Current Liabilities			
Provisions	3	14,936	58,552
Current Liabilities			
Accounts Payable	4.1	31,360	34,159
Other Current Liabilities	4.2	105,832	50,078
Short Term Provisions	4.3	15,860	9,268
		167,988	152,057
Total Equity and Liabilities (Rs.)		1,132,946	1,056,460
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	5.1	63,690	69,143
Deferred Tax Assets (Net)		7,521	10,111
Non-Current Investments	5.2	648,920	572,340
Other Non-Current Assets	5.3	70,514	104,969
		790,645	756,562
Current Assets			
Current Investment	6.1	-	5,000
Accounts Receivable	6.2	34,273	23,821
Cash and Cash Equivalents	6.3	195,038	153,149
Short-Term Loans and Advances	6.4	14,373	3,679
Other Current Assets	6.5	98,617	114,249
		342,301	299,898
Total Assets (Rs.)		1,132,946	1,056,460

See accompanying notes forming part of the financial statements.

As per our Report of even date attached

For K.K. Khanna & Co.

Chartered Accountants

Firm Regn No.: 002221 N

sd/-

(SAMEEP KHANNA)

Partner

Membership No.: 500371

sd/-

(VINNIE MEHTA)

Secretary

DIN 08112007

sd/-

(SHRADHA SURI MARWAH)

Vice President

DIN 00176902

sd/-

(SUNJAY KAPUR)

President

DIN 00145529

Place : Noida

Date : 20th July, 2023

UDIN : 23500371BGPWKX7397

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA
STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31ST MARCH, 2023

Rs. In Thousands			
Particulars	Note	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022
Income			
Revenue from Operations	7	390,277	202,867
Other Income	8	60,010	52,071
Total (Rs.)		<u>450,287</u>	<u>254,938</u>
Expenses			
Cost of Services Provided	9	239,020	125,790
Employee Benefits Expense	10	46,600	50,857
Other Expenses	11	51,296	42,205
Depreciation		10,702	13,562
Transferred to Notified Funds U/s 11(2)		31,000	-
Tax Expenses:			
Current Tax for the year	12,500		7,500
Current Tax pertaining to earlier years	7,219		-
Deferred Tax	<u>2,590</u>	<u>22,309</u>	<u>(900)</u> 6,600
Total (Rs.)		400,926	239,014
Excess of Income over Expenditure		<u>49,361</u>	<u>15,924</u>
Total (Rs.)		<u>450,287</u>	<u>254,938</u>

As per our Report of even date attached

For K.K. Khanna & Co.

Chartered Accountants

Firm Regn No.: 002221 N

sd/-

(SAMEEP KHANNA)

Partner

Membership No.: 500371

sd/-

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(SUNJAY KAPUR)

President

DIN 00145529

Place : Noida

Date : 20th July, 2023

UDIN : 23500371BGPWKX7397

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA
CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2023

Particulars	Rs. In Thousands	
	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022
A. Cash flow from operating activities		
Excess of income over expenditure before tax	102,669	22,524
Depreciation and amortisation on fixed assets in India	10,702	13,562
Profit on sale of fixed assets	(533)	(170)
Provision for Compensated Absences	(433)	(111)
Provision for Gratuity	(5,591)	(1,585)
Assets Written-off	79	13
Interest on investments	(56,896)	(48,969)
	49,997	(14,735)
Decrease in Ear-marked Fund	-	(1,353)
Adjustment of Grant received from Govt. for ACMA-UNIDO	(14,272)	(20,426)
	35,725	(36,514)
Adjustments for changes in working capital :		
(Increase)/Decrease in Accounts Receivable	(10,452)	(10,951)
(Increase)/Decrease in Other Current Assets	15,632	3,284
(Increase)/Decrease in Short-Term Loans and Advances	(10,694)	1,042
Increase/(Decrease) in Accounts Payable	(2,799)	8,808
(Increase)/Decrease in Current Investments	5,000	-
Increase/(Decrease) in Current Liabilities	55,754	16,456
Cash Generated From Operations	88,166	(17,874)
Tax Paid/(Refunds)	21,797	6,506
Net Cash Flow/ (used in) Operating Activities	66,369	(24,380)
B. Cash Flow From Investing Activities :		
Purchase of fixed assets	(6,632)	(3,300)
Impact of fixed deposits with bank and other institutions	(76,580)	(45,351)
Proceeds from Sale of Fixed Assets	1,836	738
Interest on investments	56,896	48,969
Net Cash Flow/ (used in) Investing Activities	(24,480)	1,057
C. Cash Flow From Financing Activities :		
(Increase)/Decrease in Security Deposits	-	323
Net Cash Flow/ (used in) Financing Activities	-	323
Net Increase / (Decrease) in Cash and Cash Equivalent	41,889	(23,000)
Cash and Cash Equivalent at the beginning of the year	153,149	176,149
Cash and Cash Equivalent at the End of the year	195,038	153,149

As per our Report of even date attached

For K.K. Khanna & Co.

Chartered Accountants

Firm Regn No.: 002221 N

sd/-

(SAMEEP KHANNA)

Partner

Membership No.: 500371

sd/-

(VINNIE MEHTA)

Secretary

DIN 08112007

sd/-

(SHRADHA SURI MARWAH)

Vice President

DIN 00176902

sd/-

(SUNJAY KAPUR)

President

DIN 00145529

Place : Noida

Date : 20th July, 2023

UDIN : 23500371BGPWKX7397

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH, 2023

The Automotive Component Manufacturers Association of India (ACMA) is registered u/s 8 (formerly section 25) of Companies Act, 2013. ACMA is the apex body representing the interest of the Indian Auto Component Industry. ACMA's charter is to develop globally competitive Indian Auto Component Industry and strengthen its role in national economic development and also to promote business through international alliances.

NOTE: 1 Significant Accounting Policies

1.01 ACCOUNTING CONVENTION

The accompanying financial statements have been prepared in accordance with the historical cost convention and in accordance with the mandatory applicable accounting standards prescribed by the Institute of Chartered Accountants of India. The association follows accrual basis of accounting.

1.02 USE OF ESTIMATES

The preparation of financial statements requires estimate and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and reported amount of revenues and expenses during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, the actual outcome may be different from the estimates. Difference between actual results and estimates are recognized in the period in which the results are known or materialized.

1.03 FIXED ASSETS

Fixed Assets (Tangible) are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the assets to its location and working conditions for its intended use.

1.04 DEPRECIATION

Depreciation has been provided on written-down-value method as per guidelines laid in Schedule III of the Companies Act, 2013.

1.05 REVENUE RECOGNITION

Income from events and various programs conducted by Association are being recognized based on arrangements / agreements with the concerned parties.

Membership Subscriptions are recognized on an accrual basis as and when subscriptions are due from its members.

Interest on Investments and deposits are accrued on a time proportion basis.

1.06 FOREIGN CURRENCY TRANSACTIONS AND TRANSLATIONS

Transactions in foreign currency are recorded at the rates of exchange prevailing on the date of the transaction.

1.07 CLASSIFICATION OF ASSETS AND LIABILITIES AS CURRENT AND NON-CURRENT

All assets and liabilities are classified as current or non-current as per the criteria set out in Schedule III to the Companies Act, 2013.

1.08 INVESTMENTS

Investments are classified as current and non-current as per criteria set out in Schedule III to the Companies Act 2013.

1.09 Pending Audit and finalization of accounts of Auto Expo Component Show 2023, CII has paid Rs.3 crore to ACMA as part payment of fee for rendering Services to CII as per Service Agreement. Balance Fee, if any, shall be accounted for as soon as it is determined.

Pending Audit and finalization of accounts of Auto Expo Motor Show 2023. ACMA has not received any sum from SIAM towards fee for rendering Services to SIAM as per Service Agreement. The Fee for Auto Expo Motor Show 2023 shall be accounted for as soon as it is determined.

1.10 PROVISION FOR DOUBTFUL DEBTS / ADVANCES

Provision for doubtful debts is made for all debts which are outstanding for a period more than one year and in some cases more than six months.

1.11 INCOME TAX

Taxes are accounted for in accordance with Accounting Standard 22 "Accounting for Taxes on Income". Taxes comprise both Current and Deferred Tax.

Current Tax is measured at the amount expected to be paid / recovered from the revenue authorities, using the applicable tax rates as per current law. The tax effect of the timing differences that results between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a Deferred Tax Asset or Deferred Tax Liability. Deferred Tax Assets and Liabilities are recognized for future tax consequences attributable to timing differences. They are measured using the substantively enacted tax rates and tax regulations. The carrying amount of Deferred Tax Liabilities at each Balance Sheet date is reduced to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which the Deferred Tax Liabilities can be realized.

1.12 **IMPAIRMENT OF ASSETS**

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. An asset is treated as impaired, when the carrying value of assets exceeds its recoverable value. Based on such assessment, impairment loss, if any, is recognized in the Statement of Income & Expenditure Accounts for the period in which the asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

1.13 **CONTINGENT LIABILITIES**

Liability Not Provided

There is a tax demand of Rs.7,80,04,930/- pertaining to assessment year 2009-10. The demand is being contested in appeal before the Honorable Tribunal.

1.14 **GOVERNMENT GRANTS**

- a) Government sanctioned a grant of Rs.587.98 lakh under MAI Scheme during the year, out of which Rs.416.06 lakh representing excess of expenditure over grant received were recoverable from Govt. Refer Note No. 6.5
- b) In FY 2022-23, the Association utilized Rs.142.72 lakh for UNIDO-ACMA-DHI Partnership Refer Note No. 2.3

1.15 **CASH AND CASH EQUIVALENTS**

Cash and cash equivalents for the purpose of Cash Flow Statement comprises cash in hand, bank balances and fixed deposits with banks.

1.16 **EMPLOYEE BENEFITS**

The Association has classified various employee benefits as under:

- a) **Defined Contribution Plans**
 - i) **Provident Fund**
The Provident Fund is operated by the Regional Provident Fund Commissioner and contributions to Superannuation Fund (based on percentage of salary) is managed by Life Insurance Corporation of India (LIC).
 - ii) **Superannuation Fund**
- b) **Defined Benefit Plans**
 - i) **Gratuity**
 - ii) **Compensated Absences**
The Association has arrangement with Life Insurance Corporation of India for future payment of gratuities. Annual Gratuity contributions are made as determined by LIC.

Compensated Absences

Compensated absence payments are made to the employees on retirement / resignation from service. The liability is actuarially ascertained centrally for the employees of ACMA with actuarial valuation carried out as at the Balance Sheet date. Short term employee benefits are recognized on an undiscounted basis whereas long term employee benefits are recognized on discounted basis.

DEFINED BENEFIT PLAN

The Employee's Gratuity Fund Scheme which is Defined Benefit Plan, is maintained by Life Insurance Corporation of India (LIC). The present value of obligation is based on Actuarial Valuation using Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employees retirement and measures each unit separately to build up the final obligation.

Retirement Benefits

Disclosures in respect of defined benefit obligations (Gratuity)

Reconciliation of opening and closing balances of the present value of defined benefit obligation

Particulars	As at March 31, 2023	As at March 31, 2022
Opening defined benefit obligation	21,658,241	23,517,365
Current service cost	889,224	887,464
Past service cost	--	--
Interest Cost	1,563,725	1,599,181
Actuarial (gain) / loss	1,499,123	(945,380)
Benefits paid	(4,687,445)	(3,400,389)
Closing defined benefit obligation	20,922,868	21,658,241

ii) Reconciliation of opening and closing balances of fair value of plan assets :

Particulars	As at March 31, 2023	As at March 31, 2022
Opening fair value of plan assets	12,086,890	12,361,483
Expected return on plan assets	872,673	845,525
Actuarial Gain / (Loss)	380,793	39,180
Contribution by Employer	8,289,674	2,241,091
Benefits Paid	(4,687,445)	(3,400,389)
Closing fair value of plan assets	16,942,585	12,086,890

iii) Assets and liabilities recognized in the Balance Sheet

Particulars	As at March 31, 2023	As at March 31, 2022
Present Value of funded obligation	20,922,868	21,658,241
Fair value of plan assets	16,942,585	12,086,890
Net liability recognized in the Balance Sheet	(3,980,283)	(9,571,351)

iv) Expenses recognized in the Income and Expenditure Account

Particulars	As at March 31, 2023	As at March 31, 2022
Current Service Cost	889,224	887,464
Past Service Cost	--	--
Interest on obligation	1,563,725	1,599,181
Expected return on plan assets	(872,673)	(845,525)
Net actuarial (gain)/ loss recognized during the year	1,118,330	(984,560)
Expense recognized	2,698,606	656,560

v) Major categories of plan assets as a percentage of fair value of the total plan assets:

Particulars	As at March 31, 2023	As at March 31, 2022
Administered by Life Insurance Corporation of India	100%	100%

vi) Principal actuarial assumptions :

Particulars	As at March 31, 2023	As at March 31, 2022
Discount Rate	7.38%	7.22%
Expected rate of return of plan assets	7.38%	7.22%
Expected salary increase rate	6.00%	6.00%
Mortality table	IALM (2012-14)	IALM (2012-14)

vii) Information in respect of year ended as on March 31, 2023 and last 4 years are as follows :

Particulars	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020	March 31, 2019
Defined benefit obligation	20,922,868	21,658,241	2,35,17,365	2,20,79,868	1,86,06,661
Fair value of plan assets	16,942,585	12,086,890	1,23,61,483	1,23,92,994	1,19,47,642
Net Liability	(3,980,283)	(9,571,351)	(1,11,55,882)	(96,86,874)	(66,59,019)

1.17 Key Financial Ratio Analysis

Particulars	Formula	FY 22-23	FY 21-22	% Variance	Detailed Explanation of Ratios:
Current Ratio	Current Assets / Current Liability	1.91	1.97	-3%	Explanation not required as variation in the ratio is below 25%.
Receivables turnover	Revenue from Operations / Accounts Receivable	11.39	8.52	34%	Receivables Turnover has increased due to receipts of past year receivables.
Trade Payable Turnover Ratio	Cost of Services / Accounts Payable	7.62	3.68	107%	Trade Payable Turnover Ratio has increased due to heavy increase in Cost of Services.
Net Capital Turnover Ratio	Revenue from Operations/ Avg. Working Capital	2.40	1.37	75%	Net Capital Turnover Ratio has increased due to significant increase in revenue.
Net Profit Margin Ratio (%)	Excess of Income over Expenditure (excl. Tax)/Total Income	22.80%	8.84%	158%	Net Profit Margin Ratio has improved due to significant increase in turnover and net margin in current year.

Following Ratios are not applicable as the Company is an industry association rendering service to its members having no Share Capital, no Debt and no Inventory.

- Debt to Equity Ratio
- Debt Service Coverage Ratio
- Return on Equity Ratio
- Inventory Turnover
- Return on Capital Employed
- Return on Investment

1.18 Both current year and previous year figures have been re-grouped and re-arranged, wherever necessary, to conform to the present classification.

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Particulars	Rs. In Thousands	
	As at 31.03.2023	As at 31.03.2022
EQUITY AND LIABILITIES		
Note - 2 FUNDS		
2.1 General		
As per last Balance Sheet	884,597	868,673
Add:		
Surplus for the year transferred from Income and Expenditure Account	49,361	15,924
Total (Rs.)	933,958	884,597
2.2 Earmarked Fund		
Fund for Cluster Projects		
As per last Balance Sheet	5,533	6,886
Less:		
Amount Utilised during the year	5,533	1,353
Total (Rs.)	-	5,533
2.3 Notified U/s 11(2)		
As per last Balance Sheet	-	-
Add :		
Additions during the year	31,000	-
Total (Rs.)	31,000	-
2.4 Govt. Grant for UNIDO-ACMA-DHI Partnership Program		
As per last Balance Sheet	14,272	34,699
Add:		
Grant received during the year	-	-
	14,272	34,699
Less:		
Grant utilised during the year	14,272	20,426
Total (Rs.)	-	14,272

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Particulars	Rs. In Thousands	
	As at 31.03.2023	As at 31.03.2022
Note - 3 NON CURRENT LIABILITIES		
Provisions		
Provision for Taxation	612	36,613
Provision for Gratuity	1,282	8,915
Provision for Compensated Absences	13,042	13,025
Total (Rs.)	14,936	58,552

Note - 4 CURRENT LIABILITIES

4.1 Trade Payables

Dues to Micro and Small Enterprises **	2,951	6,441
Dues to Others	28,409	27,718
Total (Rs.)	31,360	34,159

** Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. The entire closing balance represents the principal amount payable to these enterprises. There is no interest due or outstanding on the same.

Trade payable aging schedule March 31, 2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade Payables					
MSME	2,952	-	-	-	2,952
Other than MSME	24,906	466	456	2,580	28,408
Disputed Trade Payables					
MSME	-	-	-	-	-
Other than MSME	-	-	-	-	-
Total	27,858	466	456	2,580	31,360

Trade payable aging schedule March 31, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade Payables					
MSME	6,441	-	-	-	6,441
Other than MSME	23,727	1,117	1,410	1,464	27,718
Disputed Trade Payables					
MSME	-	-	-	-	-
Other than MSME	-	-	-	-	-
Total	30,168	1,117	1,410	1,464	34,159

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Rs. In Thousands

Particulars	As at 31.03.2023	As at 31.03.2022
4.2 Other Current Liabilities		
Advance Membership Subscription	3,090	1,857
Contribution from participating companies for ACMA-UNIDO Skilling Project	21,775	27,429
Employee Related Dues	122	403
Statutory Dues	5,827	5,707
Expenses Payable	7,217	-
Advance Collections for Projects / Reports	67,327	13,398
GST Due on Output Services	474	1,284
Total (Rs.)	105,832	50,078
4.3 Short Term Provisions		
Provision for Taxation	12,500	7,500
Provision for Gratuity	2,699	657
Provision for Compensated Absences	661	1,111
Total (Rs.)	15,860	9,268

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Note - 5 NON-CURRENT ASSETS

5.1 Property, Plant and Equipment consisting of the following:

Rs. In Thousands

Description	Gross Block at Cost			Depreciation / Amortisation			Net Block	
	As at 31.03.2022	Additions	Deletions	As at 31.03.2022	Additions	Deletions	As at 31.03.2023	As at 31.03.2022
1. Tangible Assets								
Buildings	116,096	-	-	66,299	2,425	-	68,724	49,797
Furniture & Fixtures	16,447	-	-	12,736	890	-	13,626	3,711
Vehicles	13,825	4,004	6,928	7,675	2,657	5,648	4,684	6,151
Office Equipment	25,857	165	517	21,625	1,932	499	23,059	4,232
Office Renovation	11,533	258	-	9,251	558	-	9,809	2,282
Computers	11,678	2,081	1,470	9,778	1,791	1,384	10,186	1,899
	195,437	6,508	8,914	127,365	10,254	7,531	130,088	68,072
2. INTANGIBLE ASSETS								
Software	9,244	124	-	8,237	448	-	8,685	1,007
Website	1,439	-	-	1,374	-	-	1,374	65
	10,683	124	-	9,611	448	-	10,059	1,072
Total	206,119	6,632	8,914	136,976	10,702	7,531	140,147	69,143
Previous year	206,595			126,608			126,608	79,987

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Particulars	Rs. In Thousands	
	As at 31.03.2023	As at 31.03.2022
5.2 Non-Current Investments		
Fixed Deposits with HDFC	133,500	92,000
Fixed Deposits with LIC Housing Finance Ltd.	78,000	87,000
Fixed Deposits with PNB Housing Finance Ltd.	90,000	113,000
Deposit with Govt.of India 8% Taxable Bond	29,000	106,000
Fixed Deposits with ICICI Home Finance Ltd.	88,480	61,000
Fixed Deposits with Can Fin Home Finance Ltd.	107,251	107,251
Fixed Deposits with Cent Bank Home Finance Ltd	54,500	-
Fixed Deposits with Bajaj Finance Ltd.	62,100	-
REC Capital Gain Bond	5,000	5,000
Deposit in Tax Free Bonds IRFC	588	588
Deposit in Tax Free Bonds NABARD	501	501
	648,920	572,340
5.3 Other Non-Current Assets		
Unsecured, considered good, unless otherwise stated		
Security Deposits	4,629	4,629
Rent Deposits	575	575
	5,204	5,204
Others		
Tax Payments	65,310	99,764
	65,310	99,764
Total (Rs.)	70,514	104,969
Note - 6 CURRENT ASSETS		
6.1 Current Investments		
Deposits with HDFC	-	5,000
Total (Rs.)	-	5,000
6.2 Trade Receivables		
Unsecured		
Trade receivables - considered good	34,828	27,447
Less : Allowance for doubtful trade receivable	555	3,626
Total (Rs.)	34,273	23,821

Trade receivable aging schedule March 31, 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade Receivables						
- Considered good	30,920	862	2,502	277	267	34,828
- Which have significant increase in credit risk	-	-	-	-	-	-
- Credit impaired	-	-	-	-	-	-
(ii) Disputed Trade Receivables						
- Considered good	-	-	-	-	-	-
- Which have significant increase in credit risk	-	-	-	-	-	-
- Credit impaired	-	-	-	-	-	-
Total	30,920	862	2,502	277	267	34,828
Less: Allowance for doubtful trade receivables						555
Adjusted Total						34,273

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Trade receivable aging schedule March 31, 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade Receivables						
- Considered good	22,379	1,102	1,107	2,207	653	27,447
- Which have significant increase in credit risk	-	-	-	-	-	-
- Credit impaired	-	-	-	-	-	-
(ii) Disputed Trade Receivables						
- Considered good	-	-	-	-	-	-
- Which have significant increase in credit risk	-	-	-	-	-	-
- Credit impaired	-	-	-	-	-	-
Total	22,379	1,102	1,107	2,207	653	27,447
Less: Allowance for doubtful trade receivables						3,626
Adjusted Total						23,821

Particulars	As at 31.03.2023	As at 31.03.2022
6.3 Cash and Cash Equivalents		
Balance with Banks		
In Current & Saving Bank Account	43,202	66,794
In Deposit with the maturity period of upto 12 months	60,500	54,910
In Deposit with the maturity period of over 12 months	91,300	31,400
Cash on hand	36	45
Total (Rs.)	1,95,038	1,53,149
6.4 Short Term Loans and Advances		
Unsecured, considered good, unless otherwise stated		
Loans and Advances to Employees	516	652
Prepaid Expenses	1,411	1,322
Other Advances	12,446	1,705
Total (Rs.)	14,373	3,679
6.5 Other Current Assets		
Interest Accrued on Deposits	57,011	91,481
GST Input Tax Credit	-	8,983
Grant Receivable from Ministry of Commerce & Industry under MAI Scheme:		
(i) excess of utilisation over grant received under MAI Scheme	41,606	13,785
Total (Rs.)	98,617	1,14,249

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Rs. In Thousands

Particulars	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022
Note - 7 Revenue from Operations		
Revenue from Services Provided		
Subscription	69,410	51,238
Exhibitions		
Overseas	81,878	10,422
Domestic	55,808	17,925
Study Mission	1,920	-
Seminars, Conferences & Other Activities	115,928	63,985
Advertisement Receipts	1,738	243
Annual Awards	4,860	5,985
Cluster Projects	50,487	45,048
ACMA Centre of Excellence	8,248	8,021
Total (Rs.)	390,277	202,867
Note - 8 Other Income		
Interest Income	56,896	48,969
Publications	852	317
Bad Debt Recovery	-	15
Profit on Sale of Assets	533	170
Accounts Payable Written-Back	35	29
Other Non-operating income	1,694	2,571
Total (Rs.)	60,010	52,071
Note - 9 Cost of Service		
Exhibitions		
Overseas	75,584	9,479
Domestic	23,398	15,514
Study Mission	1,212	-
Seminars, Conferences & Other Activities	96,387	57,275
Annual Awards	1,580	2,099
Cluster Projects	35,903	33,789
ACMA Centre of Excellence	4,956	7,634
Total (Rs.)	239,020	125,790
Note - 10 Employee Benefits Expenses		
Salaries and Wages	29,663	36,916
Contribution to		
Provident and other Funds	5,108	5,143
Superannuation Scheme	5,747	5,863
Gratuity Fund Contribution to LIC	-	42
ESI Contribution	16	34
Staff Welfare Expenses	884	1,091
Gratuity Expenses	4,521	657
Leave Encashment Provision	661	1,111
Total (Rs.)	46,600	50,857

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2023

Rs. In Thousands

Particulars	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022
Note - 11 Other Expenses		
Publications	1,819	395
Rent & Taxes	6,365	2,392
Travelling & Conveyance	1,765	568
Insurance Charges	166	198
Repair & Maintenance	2,916	2,485
Legal and Professional Charges	2,227	1,895
Audit Fee	500	450
Administrative Expenses	13,771	13,604
Retainership Fee	17,329	17,346
Study on Additional Scope for Vision 2047 Documents	-	500
Study on Localisation Roadmap for Indian Automotive Sector	1,400	-
Advertisement Expenses	1,755	-
Provision for Doubtful Debts	75	1,828
Accounts Receivable Written-off	547	92
Income Tax Refund Recoverable Written-off	-	231
Assets Written-off	79	13
Bank Charges	34	84
Miscellaneous Expenses	548	124
Total (Rs.)	51,296	42,205

As per our Report of even date attached

For K.K. Khanna & Co.

Chartered Accountants

Firm Regn No.: 002221 N

sd/-

(SAMEEP KHANNA)

Partner

Membership No.: 500371

sd/-

(VINNIE MEHTA)

Secretary

DIN 08112007

sd/-

(SHRADHA SURI MARWAH)

Vice President

DIN 00176902

sd/-

(SUNJAY KAPUR)

President

DIN 00145529

Place : Noida

Date : 20th July, 2023

UDIN : 23500371BGPWKX7397



Automotive Component Manufacturers Association of India

The Capital Court, 6th Floor

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