



Ruchi Infrastructure Limited

38th Annual Report 2021-22

RUCHI INFRASTRUCTURE LIMITED

(CIN : L65990MH1984PLC033878)

ANNUAL REPORT 2021-22

Board of Directors

Ruchi Joshi Meratia
Krishna Das Gupta
Mohan Das Kabra
Ashutosh Pandey
Parag Choudhary - Whole-time Director
Narendra Shah - Executive Director

Chief Financial Officer

Ravindra Kumar Kakani

Company Secretary

Ashish Mehta

Statutory Auditors

SMAK & Co.
Chartered Accountants

Banker

South Indian Bank Ltd.

Registrar & Share Transfer Agent

Sarthak Global Limited
170/10, Film Colony,
R.N.T. Marg,
Indore - 452001
Tel: +91 731 4279626, 2523545
e-mail: investors@sarthakglobal.com

Registered Office

706, Tulsiani Chambers, Nariman Point,
Mumbai - 400021, Maharashtra
Tel: +91 22 49712051
e-mail: ruchiiinfrastructural@ruchiinfrastructure.com
Website : www.ruchiinfrastructure.com

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FORWARD LOOKING STATEMENT

In this Annual Report, we have disclosed forward looking information to enable investors to comprehend our prospects and take investment decisions. This report and other statements - written and oral - that we periodically make contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipates', 'estimates', 'expects', 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance.

We cannot guarantee that these forward-looking statements will be realized, although we believe we have been prudent in assumptions. The achievements of results are subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialize, or should underlying assumption prove inaccurate, actual results could vary materially from those anticipated, estimated, or projected. Readers should keep this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

Notice

Notice is hereby given that the Thirty Eighth Annual General Meeting of the members of Ruchi Infrastructure Limited will be held on Monday, September 26, 2022 at 3.30 pm through Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited stand-alone financial statements of the Company for the financial year ended March 31, 2022, the reports of Board of Directors and Auditors thereon; and the audited consolidated financial statements of the Company for the financial year ended March 31, 2022 and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT the stand-alone and consolidated Audited Financial Statements of the Company for the financial year ended March 31, 2022, the reports of Board of Directors and the Auditors thereon, be and are hereby received, considered and adopted."

2. To appoint a Director in place of Mr. Ashutosh Pandey (DIN: 07828687), who retires by rotation and being eligible, offers himself for re-appointment and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. Ashutosh Pandey (DIN: 07828687), Director of the Company, retiring by rotation at 38th Annual General Meeting of the Company, being eligible for re-appointment, be and is hereby re-appointed as Director of the Company, who shall be liable to retire by rotation."

Registered Office:

Ruchi Infrastructure Ltd.
706, Tulsiani Chambers,
Nariman Point, Mumbai – 400 021
Date : August 02, 2022
Place : Kolkata

By order of the Board of Directors

Ashish Mehta
Company Secretary

NOTES:

1. **The explanatory statement pursuant to Section 102(1) of the Companies Act, 2013 relating to a business to be transacted at the 38th AGM is annexed hereto.**
2. To take necessary precautions and to curb the spread of Covid-19 disease, the Ministry of Corporate Affairs (MCA) has vide General Circular No. 02/2022 dated May 5, 2022 read with General Circular No. 02/2021 dated January 13, 2021, General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, General Circular No. 10/2021 dated June 23, 2021 and General Circular No. 20/2021 dated December 8, 2021 (collectively "MCA Circulars"), permitted Companies to conduct Annual General Meeting (AGM) through video conferencing (VC) or other audio visual means (OAVM), subject to compliance of various conditions mentioned therein. In compliance with the MCA Circulars and applicable provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the 38th AGM of the Company is being convened and conducted through VC or OAVM, without the physical presence of the members at a common venue. Participation at the 38th AGM through VC or OAVM shall be allowed on a first-come-first-served basis.
3. Pursuant to the provisions of the Companies Act, 2013, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the 38th AGM and hence the proxy form and attendance slip are not annexed to this notice.
4. The Members can join the Meeting through VC/OAVM 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the Meeting through VC/OAVM will be made available to at least 1000 members on first come first served basis. However the participation of large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. are not restricted on first come first served basis.
5. Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Corporate Shareholders/Societies intending to authorize their authorized representative to attend the AGM through VC or OAVM are requested to send a duly certified copy of Board Resolution to the Company or upload it on the e-voting portal, authorizing their representative to attend and vote on their behalf electronically or otherwise in terms of provisions of Section 47 of the Companies Act, 2013. The said resolution shall be sent to the scrutinizer by email through

Notice (Contd.)

its registered email address to pddiwan@yahoo.co.in with a copy marked to ruchiiinfrastructural@ruchiinfrastructure.com and helpdesk.evoting@cdslindia.com.

7. Profile of Mr. Ashutosh Pandey, Director of the Company, who is available for re-appointment at the 38th AGM of the Company, is produced in explanatory statement to item no. 2 of the notice in terms of Secretarial Standard on General Meeting (SS-2) and Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended on date.
8. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 13, 2022, Notice of the 38th AGM (being part of the Annual Report for the financial year 2021-22) is being sent only through electronic mode to those members whose email addresses are registered with the Company/Depositories. Members may access the 38th Annual Report (inter-alia containing the Notice of 38th AGM and explanatory statement thereto) on the Company's website www.ruchiinfrastructure.com, websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively, and on the website of CDSL i.e. <https://www.evotingindia.com>.
9. To support the "Green Initiative", the members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.
10. In case of joint holders attending the meeting, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
11. Members seeking any information with regard to the accounts are requested to write to the Company Secretary at least seven days before the date of 38th AGM so as to enable the management to keep the information ready at the meeting.
12. **Members who wish to claim their dividends that remain unclaimed are requested to contact the Company or to the Registrar and Share Transfer Agent. The amount of dividend remaining unpaid or unclaimed for a period of seven years from the due date is required to be transferred to the Investor Education and Protection Fund (IEPF), constituted by the Central Government. It may be noted that dividend declared for the financial year 2014-15 which remain unpaid/unclaimed till October 28, 2022 shall be transferred to IEPF. Members who are yet to encash such dividend are requested to immediately contact the Company or its Registrar and Share Transfer Agent.**
13. **The members are requested to note that, equity shares on which dividend declared for the financial year 2014-15 remain unpaid or unclaimed till October 28, 2022 will also be transferred to the IEPF in terms of the provisions of Section 124 of the Companies Act, 2013 and the applicable rules made thereunder. Company has duly uploaded on its website, the requisite details of shareholders whose shares shall be liable to be transferred to IEPF account unless they encash their respective dividend declared for the financial year 2014-15. Shareholders whose name appear in aforesaid details, only need to submit request to claim aforesaid dividend alongwith a cancelled cheque (with name printed thereon) of his/her bank account and self-certified copy of client master (if duly updated with Aadhar Number/PAN) or self certified copies of Aadhar Card and PAN Card to the Company or its Registrar and Share Transfer Agent.**
14. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in physical form are requested to submit their PAN and Bank Account Details to Registrar and Share Transfer Agent of the Company by sending a duly signed letter along with self-attested copy of PAN Card and original cancelled cheque.
15. Members holding shares in physical form are requested to intimate changes pertaining to their bank account details, mandates, nominations, change of address, e-mail address etc., if any, to the Company or Company's Registrar and Share Transfer Agent. Members holding shares in electronic form must intimate the changes, if any, to their respective Depository Participants.
16. As per Regulation 40 of the SEBI Listing Regulations, as amended, securities of listed Companies can be transferred only in dematerialized form (including transmission or transposition of securities). In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrar and Share Transfer Agent for assistance in this regard.
17. The facility for making/varying/cancelling nominations is available for individual shareholders of the Company. Nominations can be made in Form SH-13 and any variation/cancellation thereof can be made by giving notice in Form SH-14, prescribed under the Companies (Share Capital and Debentures) Rules, 2014 for the purpose. The forms can be obtained from the Company/Registrar and Share Transfer Agent or from the Website of the Ministry of Corporate Affairs at www.mca.gov.in.
18. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by members during the annual general meeting. All documents referred to in the Notice will also be available for inspection on the basis of request of shareholder received by the Company.

Notice (Contd.)

19. In compliance with the provisions of Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended from time to time and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided facility to its members to exercise their right to vote at the 38th Annual General Meeting through the electronic voting (e-voting) service facilitated by the Central Depository Services (India) Limited (CDSL). The remote e-voting facility will also be made available from 9.00 am on Friday, September 23, 2022 to 5.00 pm on Sunday, September 25, 2022. The members who cast their votes by remote e-voting prior to the meeting may attend the meeting but shall not be entitled to cast their votes again at the meeting.
20. This AGM is being held through VC, therefore, the route map of venue is not annexed to this notice.

THE INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The remote e-voting period begins on Friday, September 23, 2022 at 9.00 am and ends on Sunday, September 25, 2022 at 5.00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. September 19, 2022, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in Demat mode (CDSL/NSDL) is given below:

| Type of shareholders | Login Method |
|--|---|
| Individual Shareholders holding securities in Demat mode with CDSL Depository | <ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. |

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| Type of shareholders | Login Method |
|--|---|
| | <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p> |
| Individual Shareholders holding securities in Demat mode with NSDL Depository | <p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> |
| Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP) | You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

| | |
|---|--|
| Individual Shareholders holding securities in Demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at Tollfree No. 1800225533. |
| Individual Shareholders holding securities in Demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30 |

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Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-voting and joining virtual meeting for **physical shareholders and shareholders other than individuals holding shares in demat form :-**

1. The shareholders should log on to the e-voting website www.evotingindia.com.
2. Click on "Shareholders" module.
3. Now enter your user ID :-
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Characters DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter folio number registered with the Company.
4. Next enter the Image Verification as displayed and click on Login.
5. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
6. If you are a first time user follow the steps given below:

| | For Physical shareholders & other than individual shareholders holding shares in Demat Form. |
|--|--|
| PAN | Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA. |
| Dividend Bank Details Or Date of Birth (DOB) | Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. <ul style="list-style-type: none"> If both the details are not recorded with the depository or Company, please enter the member id/folio number in the Dividend Bank details field. |

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for Ruchi Infrastructure Limited.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.

Notice (Contd.)

- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at ruchiinfrasecretarial@ruchiinfrastructure.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at ruchiinfrasecretarial@ruchiinfrastructure.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to the Sarthak Global Limited i.e. Registrar and Share Transfer Agent at investors@sarthakglobal.com with copy to the Company at ruchiinfrasecretarial@ruchiinfrastructure.com.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective **Depository Participant (DP)**.
3. **For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Senior Manager, Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, NM Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

Notice (Contd.)

EXPLANATORY STATEMENT

[Pursuant to provisions of Section 102(1) of the Companies Act, 2013]

Item No. 2

Mr. Ashutosh Pandey is 40 years old and holds Bachelor's Degree in Arts and various industry certifications in technical domain like Adword optimization, SEO, Content Strategy, Social Media Marketing, etc. Based out of Mumbai, he is the first-generation digital communications entrepreneur and is active in digital marketing domain since last fifteen years. He has spearheaded the digital communications mandates of leading companies across diverse industry verticals including, Agriculture, FMCGs, Finance, Banking and Polity. He speaks regularly on domestic and international forums on the importance of digital media and the leverage available for businesses. He is on the Board of Directors of the Company since August 21, 2020. The members appointed him as Director, liable to retire by rotation at the 36th Annual General Meeting of the Company. He retires by rotation at the 38th Annual General Meeting in accordance with provisions of Section 152 of the Companies Act, 2013 and being eligible offers himself for re-appointment.

He is not on the Board or Committees of any other listed Company. He is on the Board of Directors of Dwij Stearates Private Limited, Praddictability Media Sciences Private Limited and Great Indian Rhino Coffee Private Limited. He is not related to any Directors or Key Managerial Personnels of the Company. He does not hold equity share in the Company and is not disqualified from being re-appointed as a Director in terms of Section 164 of the Companies Act, 2013. He has given his consent to act as a Director. In the opinion of the Board, Mr. Ashutosh Pandey fulfils the conditions for his re-appointment as a Director as specified in the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. He has not received any remuneration from the Company except sitting fees of ₹ 36,000/- during the financial year 2021-22 for attending the meetings of Board of Directors of the Company and committee thereof. He has attended all five meetings of the Board held during the financial year 2021-22.

The above profile of Mr. Ashutosh Pandey has been provided to the members in terms of secretarial standard on general meeting (SS2) and regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Board recommends the resolution set forth in Item no. 2 of the Notice to be passed as an ordinary resolution.

None of the directors of the Company holds any equity shares of the Company.

Save and except Mr. Ashutosh Pandey and his relatives, none of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested, financially or otherwise, in the ordinary resolution set out at Item no. 2 of the Notice.

Registered Office:

Ruchi Infrastructure Ltd.
706, Tulsiani Chambers,
Nariman Point, Mumbai – 400 021
Date : August 02, 2022
Place : Kolkata

By order of the Board of Directors

Ashish Mehta
Company Secretary

Directors' Report

Dear Shareholders,

Your Directors have pleasure in presenting the Thirty Eighth Annual Report together with the Audited Financial Statements of the Company for the year ended March 31, 2022.

FINANCIAL RESULTS

(₹ in Crore)

| | 2021-22 | 2020-21 |
|---|---------------|---------|
| Revenue from operations | 41.63 | 38.80 |
| Other Income | 124.46 | 5.05 |
| Total Income | 166.09 | 43.85 |
| Profit before depreciation, tax and exceptional items | 62.86 | 12.88 |
| Exceptional items | - | - |
| Profit before depreciation and tax | 62.86 | 12.88 |
| Depreciation | 10.14 | 11.58 |
| Profit before taxation | 52.72 | 1.30 |
| Provision for taxation | 14.06 | 0.25 |
| Profit after taxation | 38.66 | 1.05 |
| Balance brought forward from previous year | (35.70) | (36.58) |
| Re-measurement of the defined benefit plans through other comprehensive income (net of tax) | 0.09 | (0.17) |
| Transfer from equity instruments through other comprehensive income | (0.83) | - |
| Balance as at end of year | 2.22 | (35.70) |

OPERATIONS AND STATE OF COMPANY'S AFFAIRS

The Company recorded revenue of ₹ 41.63 Crore from operations during the financial year under review as against ₹ 38.80 Crore in the previous financial year. Other income recorded during the year under review includes reversal of provisions against trade receivables of ₹ 41.49 Crore and write back of trade payables of ₹ 78.33 Crore. Other expenses (refer note no.33) include irrecoverable advances written off of ₹ 28.99 Crore and bad debts written off of ₹ 44.37 Crore. The profit before depreciation and tax during the year under review was ₹ 62.86 Crore as against profit of ₹ 12.88 Crore during the previous year. The profit after tax of the Company for the year under review was ₹ 38.66 Crore as against profit of ₹ 1.05 Crore recorded during the previous financial year. Management Discussion and Analysis Report may please be referred for specific information pertaining to the industry and the Company affecting the business of the Company and the market in which it operates. Refer note no.50 for detailed segment reporting and performance of the Company. There is no major variation in the revenue from operations of infrastructure business in the year under review as compared to that in previous year. There is no change in the nature of business during the year under review.

During the year under review, the Company has been able to successfully run its operations and generate revenue with certainty of receipts. Though there is no major impact on operations and business activity, it is difficult to assess the impact of COVID-19 on Company's profits and profitability with reasonable certainty. No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year under review and the date of this Report.

TRANSFER TO RESERVES

No amount is proposed to be transferred to any reserves.

DIVIDEND

The Directors did not recommend any dividend for the year under review.

DIRECTORS

As per the provisions of Section 152 of the Companies Act, 2013 (the Act), Mr. Ashutosh Pandey, Non-Executive Director of the Company retires by rotation at the 38th Annual General Meeting of the Company and being eligible, offers himself for re-appointment. The Board recommends to the members the resolution for re-appointment of Mr. Ashutosh Pandey as Director of the Company, liable to retire by rotation. Such resolution forms part of the Notice of 38th Annual General Meeting. Necessary information required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and Secretarial Standards in respect of the proposed re-appointment of Mr. Ashutosh Pandey (including his brief profile) at the ensuing 38th Annual General Meeting is given in such Notice.

Mr. Narendra Shah (DIN: 02143172) Executive Director of the Company was re-appointed as Executive Director for further period of three years with effect from April 8, 2022, by way of special resolution passed by the members of the Company through postal ballot on May 12, 2022.

All Independent Directors of the Company have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Act and regulation 16(1)(b) of Listing Regulations and that they have complied with Schedule IV of the Act and the Company's Code of Conduct.

Directors' Report (Contd.)

Mrs. Ruchi Joshi Meratia (DIN: 07406575) and Mr. Mohan Das Kabra (DIN: 07896243), Independent Directors of the Company were re-appointed as Independent Directors for second term of five consecutive years by way of special resolutions passed by the members of the Company through postal ballot on May 12, 2022. Such re-appointments are effective from September 27, 2022.

None of the Directors of your Company is disqualified for being appointed as Director, as specified in Section 164(2) of the Act, read with Rule 14(1) of the Companies (Appointment and Qualification of Directors) Rules, 2014 or barred by SEBI or any other authority from holding the office of director. During the year under review, Executive Director and Whole-time Director of the Company did not receive any remuneration or commission from any of its subsidiaries, except that the Whole-time Director of the Company has received remuneration of ₹ 3 lacs from Mangalore Liquid Impex Pvt. Ltd. (Subsidiary Company) for the financial year under review.

The details of programs for familiarization of Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company and related matters are available on the website of the Company i.e. www.ruchiinfrastructure.com. In the opinion of the Board, each of the Independent Directors has integrity, expertise, requisite experience and proficiency to perform his/her duties as an Independent Director.

KEY MANAGERIAL PERSONNEL

The Key Managerial Personnel of the Company are as follows:

Mr. Narendra Shah, Executive Director, Mr. Parag Choudhary, Whole-time Director, Mr. Ravindra Kumar Kakani, Chief Financial Officer and Mr. Ashish Mehta, Company Secretary.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Act, your directors confirm that:

- in the preparation of the annual accounts for the financial year ended March 31, 2022, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 as at March 31, 2022 and of the profit of the Company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis;
- the directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- 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.

PERFORMANCE EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS

The Board of Directors has carried out an annual evaluation of its own performance, board committees and individual directors in the manner as enumerated in the Nomination, Remuneration and Evaluation Policy as well as, in accordance with the provisions of the Act and the Listing Regulations. The performance of the Board of Directors was evaluated by it after seeking inputs from all the directors on the basis of criteria formulated by the Nomination and Remuneration Committee, including, the board composition and structure, effectiveness of board processes, information provided and functioning, etc. The performance of the committees was evaluated by the respective committees and the Board of Directors after seeking inputs from the committee members on the basis of selected criteria. Performance evaluation of Independent Directors was done by the entire Board, excluding the independent director being evaluated.

MEETINGS OF THE BOARD

The Board of Directors of the Company met five times during the financial year 2021-22. The meetings were held on June 9, 2021, June 28, 2021, August 12, 2021, November 11, 2021 and February 11, 2022.

ANNUAL RETURN

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at web-link www.ruchiinfrastructure.com.

AUDITOR AND AUDITORS' REPORT

STATUTORY AUDITORS

M/s. SMAK & Co., Chartered Accountants (Firm Registration No. 020120C) were appointed as Statutory Auditors of the Company for a term of 5 (five) consecutive years at the 36th Annual General Meeting of the Company held on 26th September, 2020. The notes on financial statements referred to in the Auditors' Report on the financial statements for the year ended March 31, 2022 are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer.

Directors' Report (Contd.)

COST AUDITORS

The Company is not required to maintain cost record as per the Companies (Cost Records and Audit) Amendment Rules, 2014 for the year under review.

SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Act, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Secretarial Audit Report for the financial year ended March 31, 2022 issued by Mr. Prashant Diwan, Practising Company Secretary is annexed herewith as **Annexure I** and is self-explanatory. The Company has advised the promoters and promoter group to comply with provisions of Regulation 31 of the Listing Regulations, pertaining to dematerialization of their shareholding. Pursuant to provisions of Regulation 24A of Listing Regulations, the Secretarial Audit Reports of material unlisted subsidiaries are attached as Annexure I and Annexure II to the Corporate Governance Report (being part of this Annual Report).

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

Your Company has three subsidiaries as at March 31, 2022 i.e. Mangalore Liquid Impex Pvt. Ltd., Peninsular Tankers Pvt. Ltd. and Ruchi Renewable Energy Pvt. Ltd. The Company does not have any joint venture or associate Company during the year under review, however financials of an associate partnership firm, namely, Narang & Ruchi Developers have been consolidated in terms of applicable Accounting Standards. No company became or ceased to be subsidiary during the year under review.

The statement containing salient features of the financial statements and performance of subsidiaries and associate partnership firm and their contribution to the overall performance of the Company during the period is attached with the audited financial statements in form AOC-1. The audited financial statements of each of the subsidiaries have also been placed on the website of the Company at www.ruchiinfrastructure.com. The policy for determining material subsidiary as approved by the Board of Directors of the Company is available on the website of the Company at www.ruchiinfrastructure.com.

PARTICULARS OF LOANS/ADVANCES, GUARANTEES, INVESTMENTS AND SECURITIES

Particulars of loans/advances, investments, guarantees made and securities provided during the year as required under the provisions of Section 186 of the Act and Schedule V of the Listing Regulations, are provided in the notes to the standalone financial statements (Please refer note 41, 43 and 44 to the standalone financial statements).

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All related party transactions were entered into by the Company with the prior approval of the Audit Committee. During the financial year under review, all the transactions with related parties were entered into at arm's length and in the ordinary course of business and none of such related party transactions required the approval of the Board of Directors or the Shareholders in terms of the provisions of Section 188 of the Act or Regulation 23 of the Listing Regulations. Further, there were no materially significant related party transactions that may have potential conflict of interests of the Company at large. All related party transactions were placed before the Audit Committee for review and approval.

Pursuant to the amendment in Regulation 23 of the Listing Regulations, made effective from April 1, 2022, the Company sought prior approval of shareholders by way of resolution passed through postal ballot on May 12, 2022 for entering into proposed transactions during the financial year 2022-23, which are material in nature and may exceed the stipulated limits as specified under said regulation.

The policy on materiality of related party transactions and on dealing with related party transactions as approved by the Audit Committee and the Board of Directors may be accessed on the Company's website at www.ruchiinfrastructure.com. Your directors draw attention of the members to Note 51 to the standalone financial statements which set out related party disclosures in terms of the provisions of the Listing Regulations.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company is engaged in service industry and no major expenses have been incurred during the year under review towards technology absorption/capital investments on energy conservation equipments. Relevant information under section 134(3)(m) of the Act, read with rule 8 of the Companies (Account) Rules, 2014 is provided in Management Discussion and Analysis Report forming part of this Directors' Report and 38th Annual Report.

There was no foreign exchange earning or outgo during the financial year under review and the previous financial year.

INTERNAL CONTROL SYSTEM AND ADEQUACY THEREOF

The Company has an adequate internal control system commensurate with the size and nature of its business. These controls ensure that the transactions are authorized, recorded and reported correctly and assets are safeguarded and protected against the loss from unauthorized use or disposition. In addition, there are operational controls and fraud risk controls, augmenting the internal control mechanism.

An internal audit programme covering various activities and periodical reports are submitted to the management as well as Audit Committee of the Board. The Audit Committee, comprises of professionally qualified directors, who interact with the statutory auditors, internal auditors and management on the matters within its terms of reference. Effective policies, guidelines

Directors' Report (Contd.)

and procedures are in place for effective management of internal financial controls. To maintain its objectivity and independence, the Internal Auditor has access to the Chairperson of the Audit Committee of the Board. The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of Internal Auditor, process owners undertake corrective action in their respective areas and thereby strengthen the controls.

The internal auditors also perform an independent check of effectiveness of key controls in identified areas of internal financial control reporting. The Statutory Auditors Report includes a report on the internal financial controls over financial reporting. The Audit Committee and the Board are of the opinion that the Company has sound Internal Financial Control commensurate with the nature and size of its business operations and operating effectively. During the year, no reportable material weakness in the design or operation of internal control system or their inadequacy was observed.

RISK MANAGEMENT

Risk Management is a strategic business discipline and a continuous process that supports to achieve the Company's objectives by addressing the full spectrum of its risks and managing the impact of those risks. The Company uses the risk management framework as a key tool to proactively identify, assess, treat, monitor and report risks as well as to create a risk-aware culture within the Company. The Board regularly reviews the risk management strategy of the Company with focused approach towards risk associated with core business of storage infrastructure and renewable energy. The Audit Committee of the Board monitors effectiveness of risk management systems. The detailed analysis of risk and concerns of the Company is provided in the Management Discussion and Analysis Report forming part of this Directors' Report and 38th Annual Report.

CORPORATE GOVERNANCE

The Company adheres to the corporate governance requirements set out by the Securities and Exchange Board of India (SEBI) and considers Corporate Governance as an instrument to maximize value for all Stakeholders i.e. investors, employees, shareholders, customers, suppliers, environment and the community at large. Good governance practices emerge from the culture and mind-set of the organization. The Company has adopted fair and transparent governance and disclosure practices. A separate report on Corporate Governance forms an integral part of this Annual Report. Certificate of Practising Company Secretary regarding compliance of conditions of Corporate Governance as stipulated under Schedule V of the Listing Regulations, is annexed herewith as **Annexure II** to this Report.

PARTICULARS OF EMPLOYEES

The information required under Section 197(12) of the Act, read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is annexed herewith as **Annexure III** to this Report.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has Whistle Blower Policy and has established the necessary Vigil Mechanism in accordance with the provisions of Section 177(9) of the Act, and the Listing Regulations. The Company's Vigil Mechanism/Whistle Blower Policy aims to provide the appropriate platform and protection for whistle blowers to report instances of unethical practices, violation of applicable laws and regulations. All employees and Directors have access to the Chairperson of the Audit Committee and the policy also provides adequate safeguards against victimization of persons who use such mechanism and makes provisions for direct access to the Vigilance Officer. The Vigil Mechanism/Whistle Blower Policy is uploaded on the website of the Company at www.ruchiinfrastructure.com. However, no complaint is received and pending during the year.

NOMINATION, REMUNERATION AND EVALUATION POLICY

The Nomination, Remuneration and Evaluation Policy of the Company as recommended by the Nomination and Remuneration Committee has been approved by the Board of Directors of the Company in accordance with the provisions of Section 178 of the Act and the Listing Regulations, and is available on the website of the Company i.e. www.ruchiinfrastructure.com. The salient features of the policy are:

- (a) It applies to the Board of Directors (the "Board"), Key Managerial Personnel (the "KMP") and the Senior Management Personnel of the Company. The primary objective of the Policy is to provide a framework and set standards for the selection, nomination, remuneration and evaluation of the Directors, Key Managerial Personnel and officials comprising the senior management.
- (b) It deals with functions, responsibilities and Composition of Nomination and Remuneration Committee.
- (c) It sets guidelines/principles for recruitment/appointment of Directors/KMPs/Senior Officials and remuneration thereof.
- (d) It deals with evaluation/assessment of Directors/KMPs/Senior Officials of the Company.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Company has a duly constituted Corporate Social Responsibility (CSR) Committee, which is responsible for fulfilling the CSR objectives of the Company. The Committee comprises of Mr. Mohan Das Kabra (Chairman), Mrs. Ruchi Joshi Meratia and Mr. Parag Choudhary, as members. The CSR Committee has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) which was approved by the Board and is available on the website of the Company at www.ruchiinfrastructure.com.

Directors' Report (Contd.)

During the year under review, the Company was not obliged to spend any amount on CSR activities/ programs for want of average net profits calculated in terms of the provisions of Section 135 read with Section 198 of the Act. Accordingly, no other information is provided under CSR Reporting requirements of the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended on date.

AUDIT COMMITTEE AND OTHER COMMITTEES OF THE BOARD

Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee have been duly constituted by the Board and the Board has approved their terms of reference/role in compliance with the provisions of the Act and Listing Regulations. The Audit Committee comprises of Mr. Mohan Das Kabra, as the Chairman, Mr. Krishna Das Gupta and Mr. Narendra Shah as the members. The details of the role and composition of these Committees, including the number of meetings held during the financial year under review and attendance at the meetings, are provided in the Corporate Governance Report forming part of this Annual Report.

SECRETARIAL STANDARDS

The Company has duly complied with the applicable 'Secretarial Standards on Meetings of the Board of Directors - SS 1' and 'Secretarial Standards on General Meetings - SS 2' during the year under review.

TRANSFERS TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

During the year under review, the Company has transferred the unpaid dividend of ₹ 15,009/- (declared for financial year 2013-14) and 13,633 corresponding equity shares to IEPF as per applicable Rules. Out of dividend declared for financial year 2014-15, an amount of ₹ 27,798.30 is unpaid and is liable to be transferred to IEPF by October 28, 2022. Corresponding equity shares on unpaid dividend shall also be transferred to IEPF by such date. The details of concerned shareholders are available on website of the Company. The concerned shareholders have also been sent individual notices, through e-mail and registered post, to timely claim their unpaid dividend.

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

Your Company maintains a safe and healthy work environment, where every employee is treated with respect and is able to work without fear of discrimination, prejudice, gender bias or any form of harassment. Your Company has in place a Prevention of Sexual Harassment Policy in accordance with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules made thereunder to uphold the objectives of the said Act. The policy covers all employees irrespective of their nature of employment and also applicable in respect of all allegations of sexual harassment made by an outsider against an employee. An Internal Complaints Committee (ICC) has also been set up to redress complaints received on sexual harassment. No complaint was pending at beginning of the year and none has been received during the year under review.

GENERAL DISCLOSURES

Your Directors state that no disclosure or reporting is required in respect of the following matters as there were no transactions pertaining to such matters during the year under review:

1. Details relating to deposits covered under Chapter V of the Act.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
4. No significant or material orders were passed by the Regulators/Courts/Tribunals/any other authority impacting the going concern status of the Company and its operations in future.
5. No instances of fraud were reported by the Statutory Auditors under Section 143(12) of the Act and the rules framed thereunder either to the Company or to the Central Government.
6. No instance of default in repayment of loan or payment of interest thereon was observed during the year under review and no application has been made under the provisions of the Insolvency and Bankruptcy Code, 2016 against the Company.

ACKNOWLEDGEMENT

Your Directors place on record their gratitude for the valued support and assistance extended to the Company by the Shareholders, Banks, Government Authorities and other stakeholders of the Company and look forward to their continued support. Your directors also express their appreciation for the dedicated and sincere services rendered by employees of the Company.

For and on behalf of the Board of Directors

Place : Kolkata
Date : August 02, 2022

Narendra Shah
Executive Director
DIN: 02143172

Krishna Das Gupta
Chairman
DIN:00374379

Directors' Report (Contd.)

ANNEXURE I TO THE DIRECTORS' REPORT

SECRETARIAL AUDIT REPORT

Form No. MR-3

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2022

[Pursuant to section 204 (1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
Ruchi Infrastructure Limited
706, Tulsiani Chambers
Nariman Point
Mumbai -400021

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Ruchi Infrastructure Limited** having CIN: L65990MH1984PLC033878 (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company through digital mode for the financial year ended 31st March, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; and
 - (c) The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

As per the representations made by the management and relied upon by me, during the period under review, provisions of the following regulations were not applicable to the Company:

- (i) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment and External Commercial Borrowings.
- (ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (c) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
 - (d) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
 - (e) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; and
 - (f) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013;

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards 1 & 2 issued by the Institute of Company Secretaries of India under the Companies Act, 2013.
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to this report to the extent applicable, except ***the shareholdings of promoter(s) and promoter group are not 100% in dematerialized form as required under Regulation 31(2) of The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.***

Directors' Report (Contd.)

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non – Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is generally given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through and as informed, there were no dissenting members' views and hence not recorded as part of the minutes.

I further report that as per the explanations given to me and representations made by the management and relied upon by me there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

As per the explanations given to me and representations made by the management and relied upon by me, I further report that, during the audit period there were no other specific events / actions took place, having a major bearing on the Company's affairs, in pursuance of the above referred laws, rules, regulations, guidelines, etc.

CS Prashant Diwan
Practicing Company Secretary
FCS: 1403 CP: 1979

PR: 1683/2022
UDIN: F001403D000730681

Date: 02.08.2022
Place: Mumbai

This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.

Annexure "A"

To
The Members
Ruchi Infrastructure Limited
706, Tulsiani Chambers
Nariman Point
Mumbai – 400 021

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of Accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate, Specific and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. I have not carried out the physical verification of any records due to prevailing conditions of COVID 2019 in the country. I have relied on the records as made available by the Company through digital mode as well as I have also relied on the Management representation made by the Company.

CS Prashant Diwan
Practicing Company Secretary
FCS: 1403 CP: 1979

PR: 1683/2022
UDIN: F001403D000730681

Date: 02.08.2022
Place: Mumbai

Directors' Report (Contd.)

ANNEXURE II TO THE DIRECTORS' REPORT

CERTIFICATE ON CORPORATE GOVERNANCE

To the Members,

Ruchi Infrastructure Limited

I have examined the compliance of conditions of Corporate Governance by **Ruchi Infrastructure Limited** for the year ended **31st March 2022**, as stipulated in the Regulation 17 to 27, clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 and paragraph C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanation given to me and based on the representations made by the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Regulation 17 to 27, clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 and paragraph C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

I have carried out the online verification of the records through digital mode as well as relied upon the Management representation made by the Company due to prevailing conditions of COVID-19 in the country.

CS Prashant Diwan

Practicing Company Secretary

FCS No.: 1403 / CP No.: 1979

PR: 1683/2022

UDIN: F001403D000730692

Date: 02.08.2022

Place: Mumbai

ANNEXURE III TO THE DIRECTORS' REPORT

The information pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are as given below:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:

| | |
|--|--------------|
| Mr. Narendra Shah, Executive Director | 16.34 : 1.00 |
| Mr. Parag Choudhary, Whole-time Director | 9.45 : 1.00 |

The other Directors are non-executive and independent Director and hence were paid only sitting fee.
2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;

| | |
|--|-------|
| Mr. Narendra Shah, Executive Director | 6.0% |
| Mr. Parag Choudhary, Whole-time Director | 6.1% |
| Mr. Ashish Mehta, Company Secretary | 6.1% |
| Mr. Ravindra Kumar Kakani, Chief Financial Officer | 32.7% |
3. The percentage increase in the median remuneration of employees in the financial year: 7.86%
4. The number of permanent employees on the rolls of Company: 134 as on March 31, 2022.
5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

| | |
|----------------|--------|
| Managerial | (4.16) |
| Non-managerial | 5.31 |
6. Affirmation that the remuneration is as per the remuneration policy of the Company:

The remuneration is as per the Nomination, Remuneration and Evaluation policy of the Company.

None of the employees has received remuneration equal to or in excess of the limit specified in Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Management Discussion and Analysis Report

INDUSTRY STRUCTURE AND DEVELOPMENT

Company is primarily engaged in the business of storage infrastructure and renewable energy, viz.

- (a) Liquid storage facilities for handling bulk storage of liquid commodities such as edible oils, petroleum products, bitumen, paraffins, liquid chemicals, with transfer via pipeline etc.
- (b) Warehousing facilities including storing agri commodities such as wheat, maize, soybean, cotton, chana etc. as well as extending customised warehousing facility for various industries dealing in FMCG, E-commerce, cement, white goods, soap, adhesive, paint etc. and
- (c) Renewable Energy – The company has set up wind energy projects in MP including through 100% subsidiary. The Company is also evaluating opportunities for expansion in this sector.

In recent times, Indian warehousing market has been on a high growth trajectory. Also, since the outbreak of COVID-19, the usage of warehousing facilities by e-commerce platforms has risen sharply as demand for goods has been at an unprecedented high, boosting the e-commerce market and warehousing space requirements alike. This kind of demand has got focus and attention of many domestic and international investors. Growth of new segments like organized food delivery, quick grocery delivery has also fueled because of the pandemic, resulting in incremental demand for customized warehousing space.

As a result of such demands, the warehousing industry has emerged as a resilient asset class and continues to show an uptrend within the real estate sector. A lot of capital is also being allocated to the technological infrastructure of the warehouse, to ensure automation and efficient operations.

As per the information and reports available in public domain, it is estimated that the annual warehousing transactions for the top eight Indian cities (primary markets) will grow at a compound annual growth rate (CAGR) of 19% to 76.2 mn sq ft (7.08 mn sq m) by the financial year 2025-26 from 31.7 mn sq ft (2.95 mn sq m) in financial year 2021-22. For the next 5 years, the e-commerce segment is expected to take up significant space estimated to be 98 mn sq ft (9.1 mn sq m) approximately registering an increase of 165% from the preceding five years. Thus, there is wonderful growth opportunity in all the sub-verticals of Warehousing and Storage business. The annual investments in the logistic sector are expected to reach \$500 billion by 2025-26.

Thrust to infrastructure development across sectors such as roads, ports, economic corridors, affordable housing, solar and wind energy is identified by the Government as an important lever to generate growth and employment. The government's impetus to the national infrastructure pipeline (NIP) is one of the examples. The Government has rightly recognized the need to lessen the burden of the budgetary support for the vast amount of funds required for infrastructure sector. Income tax exemption to attract investment by sovereign wealth fund into infrastructure, increasing the FPI limits for investment in corporate bonds, withholding tax relief for ECB investors are steps in the right direction. The Government has emphasized the role of private investment and the PPP route for funding the developmental of infrastructural initiatives.

The Indian warehousing industry accounts for around 15% of the total logistics market in globe. It is the second most important component after transportation and also expected to add 270-300 MT in next two-three years. The industry structure is highly fragmented especially the industrial warehousing segment with the un-organised players accounting for 70 to 75 percent of the total warehousing space. However, the logistics industry faces challenges such as under-developed material handling infrastructure, fragmented warehousing, multiple regulatory & policy making bodies, lack of seamless movement of goods across modes, minimal integrated IT infrastructure. In order to develop this sector, focus on new technology, improved investment, skilling, removing bottlenecks, improving inter-modal transportation, automation, single window system for giving clearances, and simplifying processes are being considered. The industry believes that the concerns are in process of being addressed.

In the same manner, Renewable Energy is also accorded priority in the Energy sector in the country for past years. As a part of its Paris Agreement commitments, the Government of India has set an ambitious target of achieving 175 GW of renewable energy capacity by 2022. These include 100 GW of solar capacity addition and 60 GW of wind power capacity. In 2021-22, India added 13.54 GW of renewable energy capacity, up 128% from 2020-21. In 2021-22, India added 10.21 GW of utility-scale solar capacity, 1.11 GW of wind power, and 2.22 GW of rooftop solar capacity.

INDUSTRY OUTLOOK

The Indian warehousing industry is set to grow at a CAGR of 8 to 10 percent and modern warehousing at 25 to 30 percent over the next five years due to various factors including anticipated increase in global demand, growth in organized retail coupled with increasing manufacturing facilities, presence of extremely affordable and desirable e-commerce options and growth in international trade. Agri spot market is on growing trend on all exchanges, including NCDEX, MCX and BSE's portal. The pandemic has prompted the industry to build future-ready infrastructure that can respond to any disruption more swiftly. Going forward, a responsive supply chain will be a combination of speed, cost and efficiency. Market and demand patterns are changing very rapidly and the ultimate strategy would be opting for agile supply chain management.

Edible oil and chemicals are mostly stored in commercial tank farms. Demand for liquid storage is increasing in India amid increasing traffic and limited existing capacities. Currently, the utilization of commercial farm tanks in India is around 80 percent.

Bitumen is used as a binder in road construction and in roofing and waterproofing applications. Almost 90% of the bitumen is used in India in road construction with the balance of 10% shared for roofing and waterproofing, adhesives, insulation, etc. In the construction and industrial sector, bitumen is an important raw material for manufacturing road, water tanks, dams, and bridges due to its high viscosity, stickiness, and water-resistance properties. According to government data, highway construction works are done on an average to 25 kms per day but due to the pandemic impact it fell to 21.3 kms in the last fiscal year.

Management Discussion and Analysis Report (Contd.)

Government of India under its flagship schemes- Sagarmala Project, Bharatmala Project, Parvatmala Project, etc. aims to enhance the logistics sector by building new mega ports, connecting waterways to coastline and make an alternative to conventional roads in difficult hilly areas. The goal is to improve commuter connectivity and convenience while also promoting tourism.

India is the one of the largest importers of Bitumen and imports most of its Bitumen from United Arab Emirates, Iraq and Belgium. It is sure that in coming times, demand and supply for Bitumen Storage will enhance. Capacity to store Bitumen is limited in India as it requires insulated tanks, pipelines & allied infrastructure and skilled labour. Company is well placed to capitalize by initiating construction of tanks dedicated for storage of Bitumen.

Tank Farm Industry is on the threshold of phenomenal growth in India. There is a good demand for SS tanks, Floating Roof Tanks, storage tanks for specialized products like Bitumen & Coal Tar and bunkering fuels supply.

The factors influencing the aggregate demand are as follows:

1. Consumption led demand by per capita income, booming e-commerce industry and Fast Moving Consumer Goods market gaining traction.
2. Manufacturing led demand -Make in India campaign is expected to increase the manufacturing activities in India, entailing demand for warehousing. The warehousing segment is expected to attract an investment of close to ₹150 billion in the next five years. The "Make in India initiative" is expected to boost the manufacturing sector to 10 percent growth. The manufacturing sector spends 2 to 20 percent of its revenue on logistics.
3. Growth in Agriculture and allied businesses in spite of pandemic.
4. Improvement in International trade (Export and Import).
5. Emergence of organized retail and E-commerce and other online delivery modules.
6. Increasing private and foreign investments in infrastructure and logistics.
7. Easing of Government regulations in Agriculture sector.
8. Implementation of GST and other tax reforms.
9. Rapid expansion of highway and expressway infrastructure

The new growth drivers such as organised retail, information technology (IT), telecommunications and health care can be considered as high potential sectors. The growth of these drivers, backed by the advent of technological advancements, is likely to rise the demand for organised and automated warehouses going forward.

The industry is trying to address the structural limitations of the warehousing industry viz. lack of alignment of capacity, absence of appropriate scale to support value-oriented pricing, low capital and operating efficiencies, in-appropriate level of automation. Established players are also bringing in new technologies in the market. This is leading to focus on mechanization and better cost management.

From a mere combination of transportation and storage services, logistics is fast emerging as a strategic function that involves end to end value added solutions to improve the efficiency of the supply chain and to offer better value to the consumers of the services. Growing demand for better services at lower costs has led to the emergence of organized warehousing in the country. Appropriate size of storage, locational factors to facilitate better connectivity between the provider, aggregator and end user, Efficient inventory management systems, Modern storage solutions, automation of warehouses for the effective utilization of space and MIS implementation are key differentiating factors which would be considered in future investments in the sector for the organized players, keeping in view the long term and sustainable advantage.

It is believed that the following initiatives would contribute towards creating a sustainable roadmap for the growth of the logistics sector in the years to come:

(a) Infrastructure enablement

The government has reiterated its steadfast commitment to modernizing the functionalities of Indian logistics with a key focus on infrastructure development. Further Central Government's grant of 'Infrastructure Status' to the logistic sector including warehousing, had also proved to be catalyst. The ambitious Delhi Mumbai Industrial corridor is passing through MP and some of existing and planned warehouses are falling on strategic locations near corridor. The Sagarmala initiative is a key step in doubling India's coastal shipping share in the country's broader modal mix and aims at formulating a comprehensive shipping policy and optimizing the country's maritime assets. The high-speed, freight-only Dedicated Freight Corridor Project aims at decongesting a heavily saturated road network and reducing freight transit times from industrial heartlands in north India to ports on the eastern and western coast of the country.

(b) Regulatory support

Key reform measures and policy interventions like the unveiling of the Goods and Services Tax, (GST), relaxed FDI regulations and granting of infra status has boosted the core competencies of the Indian logistics industry. The ongoing trade policy related matters between the US and China presents India with the key opportunity to expand its export trade and correct its trade imbalances with the Asian economic powerhouse. There are also some reforms being implemented in mandi operations in Madhya Pradesh, the state in which the warehouses of the Company are located, with the objective of creating environment of ease of doing business. Further, Government plan to create buffer stock in various states is going to give boost to warehousing demand.

Management Discussion and Analysis Report (Contd.)

(c) Technological leverage

The emergence of new-age empowering technologies like artificial intelligence, internet of things and machine learning will disrupt the conventional workings of the country's logistics sector. The impact of these technologies is anticipated to enhance productivity across the supply chain spectrum and streamline operational processes thus resulting in boosting efficiencies of supply networks, reduce wastages and lead to supply chain optimization.

The above growth will have a positive cascading impact on the growth of storage infrastructure opportunities in India. The Company is in the process of developing capabilities to customize the set up for existing and potential customers to derive mutual benefits. Several initiatives like online monitoring, digital stock management etc are the systems being implemented already.

BUSINESS STRATEGY; OPPORTUNITIES AND THREATS

(a) **Liquid Storage Business Vertical :** Your company has storage infrastructural facilities at strategic locations across the country. Your Company is exploring a number of options to leverage the strengths of the company viz. being the major player in the bulk liquid storage industry, having experienced and well-trained manpower and a strong track record in terms of strategic alliance with third parties. Your company focuses on further expanding and optimizing its network of storage terminals, providing specialist logistic concepts and entering into strategic alliances that provide related logistic services.

(b) **Warehouse Storage Business :** This vertical of the company has achieved around 25% + CAGR for past 4 years. Company in the middle of complete Business Transformation and in last 12-14 quarters it has established itself as one of the leading warehouse and service provider in MP and your company has generated annual revenue of ₹ 12.15 crore in financial year 2021-22 and highest ever EBDIA of ₹ 6.98 crore in financial year 2021-22 despite of Covid-19 pandemic. Further, your company is poised to generate even higher annual profitability in the financial year 2022-23. Construction of two new warehouses was started in Q4 of financial year 21-22 and in Q1 of financial year 22-23. The revenue impact of the same will be seen in H2 of financial year 22-23. The company has not only enlarged the product portfolio to include storage of various non-agriproducts but also has successfully started construction of customized warehouse for the prospective customers. This will enable the company to utilize the facilities efficiently, unlock the potential value, from time to time, due to better economies of scale and visibility in the growing space with better connect with the existing and potential consumer base. Company is gearing up to counter the prevailing challenges and convert these to opportunities, which has resulted into diversified portfolio of customer and visible growth in revenue.

Considering the long term outlook of the storage industry, the Company is evaluating various opportunities to formulate strategic plans for a sustainable growth of the company. This will entail investments, strengthening of the existing systems, strategic partnerships/alliances etc. to cater to growing supply chain dynamics. The competition in this industry is, however, increasing due to many factors including technological factors, capacity orientation, efficiency in costs, dynamic changes in the needs of user industry apart from seasonality. Your company is aware of the changing nature of the storage industry and reviewing action plans to be constantly relevant to the user industry and facilitate value addition.

(c) **Renewable Energy :** Your Company has 10.8 MW wind power project which has been in operations for around 13 years and the project is Debt free. Also a 14.7 MW wind project in successful operation in its 100% subsidiary. In this project also the debt is almost reduced to half and the generation and revenue is at par with the expectations with clear visibility of next 18 years. Both the projects are running successfully. With seasoned and experienced team and good network, your company is now exploring opportunity to enter into Solar power as well.

RISKS AND CONCERNS

Government policies have always played very important role. Despite that the policies are progressive in the infrastructure segment owing to various factors including infrastructural needs, demand-supply gap, economic growth, technological advancement to achieve operational/cost efficiencies and equitable view towards various stakeholders, the Company is keenly tapping the private market to minimize the risks associated with changes in government policies. Still the portion of business which is being done with Government brings in the risk of delayed payment. Company is concerned with duty structure of the imported edible oil which changes the business dynamics even when there is slightest change in the duty structure. The management reviews the potential risk factors on an ongoing basis and appropriate measures are taken to mitigate the risks.

Construction costs have increased due to rising material prices such as crude oil, steel, aluminum, cement, labour, equipment rental costs, and costs of plumbing and fixtures. Additionally, Covid-19 has caused a significant shift in construction costs, resulting in slightly higher material costs and supply chain disruptions.

INTERNAL CONTROL SYSTEM AND ADEQUACY THEREOF

The Company's internal control systems are adequate and ensure that all corporate policies are strictly adhered to and that transparency is maintained at all levels and functions throughout the organization. Systems have been put in place at all levels to ensure optimum usage of resources and to minimize risks across all activities undertaken by the Company. The internal control systems are designed to ensure the safety of all assets of the Company and also to ensure that all transactions are carried out as per the documented policies, guidelines and procedures. Detailed framework of internal financial controls and adequacy thereof is included in the Directors' Report.

Management Discussion and Analysis Report (Contd.)

ENERGY CONSERVATION

Your Company is focused towards the energy conservation at macro as well as micro level. Its renewable energy business is already generating approximately 40 million green energy units (including generation of subsidiary company) which is sufficient to light up around 15000 homes for a year. Further, at micro level and as a continuous process company is actively pursuing towards reducing its carbon footprint by way taking small measures including but not limiting to discontinuation of usage of CFL bulbs and switching towards LED, usage of only 5 star components/equipment in office space.

KEY FINANCIAL RATIOS ANALYSIS

| | 2021-22 | 2020-21 | Change (in %) |
|---------------------------------|---------|---------|---------------|
| Debtors Turnover (Days) | 85 | 113 | 25 |
| Inventory Turnover (Days) | 50 | 48 | (4) |
| Interest Coverage Ratio (Times) | 13.06 | 1.23 | 963 |
| Current Ratio (Times) | 1.54 | 0.75 | 105 |
| Debt Equity Ratio (Times) | 0.56 | 0.85 | 34 |
| Operating Profit Margin (%) | (1.62) | 0.05 | (3,340) |
| Net Profit Margin (%) | 0.23 | 0.02 | 1,050 |
| Return on Net Worth (%) | 0.25 | 0.01 | 2,400 |

- (1) Debtors Turnover ratio has improved in financial year 2021-22 as compared to the previous year due to better recoveries.
- (2) Inventory turnover ratio has been relatively same in financial year 2021-22 as compared to previous year.
- (3) Interest coverage ratio has improved in current year as compared to the previous year due to higher profit and lower finance cost.
- (4) Current Ratio has improved due to lower trade payables.
- (5) Debt Equity ratio has improved due to reduction of debt in the current year.
- (6) Operating profit margin has reduced due to increase in other expenses on account of bad debts.
- (7) Net Profit margin and has improved due to lower finance cost, increase in other income.
- (8) Return on net-worth has improved due to higher profit in current year.

For more ratio analysis refer Note No. 38 to the stand alone financial statements of the Company.

SEGMENT PERFORMANCE

The detailed analysis of operations and financial results is provided in the Directors' Report. The financial statements have been prepared in accordance with notified Ind AS. The detailed segment-wise performance is given in Note No. 50 to the stand alone financial statements of the Company. There were no material changes/developments in human resources requirement during the year under review.

Corporate Governance Report

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate governance aims to create and enhance long-term sustainable value for the stakeholders through ethically driven business process. At Ruchi Infrastructure Limited ('the Company' or 'RIL'), it is imperative that our company affairs are managed in a fair and transparent manner. We, at RIL, ensure that we evolve and follow the corporate governance guidelines and best practices. We consider it our inherent responsibility to disclose timely and accurate information regarding governance of the Company. The Company strives to conduct its affairs, with the objective of enhancing the value for all of its stakeholders. RIL believes that improvement in business processes and practices is a continuous process which facilitates companionship among the stakeholders and calls for fair, transparent and prudent corporate actions and behavior.

BOARD OF DIRECTORS

Composition of the Board

Board of Directors of RIL ('The Board') comprises of six directors. Mr. Krishna Das Gupta, Non-Executive Independent Director is the Chairperson of the Board. Mr. Mohan Das Kabra and Mrs. Ruchi Joshi Meratia are the other Non-Executive Independent Directors. Mr. Narendra Shah and Mr. Parag Choudhary are respectively the Executive Director and Whole-time Director of the Company. Mr. Ashutosh Pandey is a Non-Executive Director. There is no institutional or nominee or government director on the Board.

Mr. Narendra Shah was re-appointed as Executive Director of the Company for a further period of three years with effect from 8th April, 2022 upon recommendation of Board of Directors and Nomination and Remuneration Committee of the Board at their respective meetings held on 5th April, 2022. Such re-appointment was approved by way of special resolution passed by the members of the Company through postal ballot on May 12, 2022.

In the opinion of the Board, the independent directors fulfill the conditions specified in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and are independent of the management. None of the Directors is debarred from holding the office of Director by virtue of any order of SEBI or any other authority. They possess rich and varied experience with skills in critical areas like governance, finance, entrepreneurship, management etc. The terms and conditions of appointment of Independent Directors are listed down in the letters of appointment, available on the Company's website at www.ruchiinfrastructure.com.

Independent Directors Meeting

During the year under review, a separate meeting of the Independent Directors was held on August 11, 2021 without the attendance of Non-Independent Directors and Management Personnel. Various matters were discussed by the Independent Directors at the said meeting, including, inter alia, matters as prescribed in the Schedule IV of the Companies Act, 2013 (the Act) and Listing Regulations, viz. review of the performance of Non-Independent Directors and the Board as whole, review of the performance of the Chairman, assessment the quality, quantity and timeliness of flow of information between the Company's management and the Board, that is necessary for the Board to effectively and reasonably perform its duties. None of the Independent Directors resigned during the year under review.

Meetings of the Board

The maximum gap between any two meetings of the Board was less than 120 days. All material information was circulated to all the Directors before the meeting or placed at the meeting, including minimum information required to be made available to the Board as prescribed under Part A of Schedule II of the Listing Regulations. The necessary quorum was present in each of the Board meetings. In case of urgent business need, the Board's approval was obtained by way of circular resolutions in accordance with the Act. The Board met five times during the financial year under review. The dates of board meetings are June 9, 2021, June 28, 2021, August 12, 2021, November 11, 2021 and February 11, 2022.

| Name of Director | DIN | Category | Number of Board meetings during the financial year 2021-22 | | Whether attended the last AGM | Number of Directorship in other Public Companies as on March 31, 2022 | | No. of Committees position in other Public Companies on March 31, 2022 | |
|--------------------------|----------|---|--|----------|-------------------------------|---|--------|--|--------|
| | | | Held | Attended | | Chairman | Member | Chairman | Member |
| Mr. Krishna Das Gupta | 00374379 | Independent (Non-executive) Chairperson | 5 | 5 | Yes | - | 3* | 2 | 5 |
| Mr. Mohan Das Kabra | 07896243 | Independent (Non-executive) | 5 | 5 | Yes | - | - | - | - |
| Mr. Narendra Shah | 02143172 | Executive Director | 5 | 5 | Yes | - | 2 | - | - |
| Mr. Parag Choudhary | 07845977 | Whole-time Director | 5 | 5 | Yes | - | 1 | - | - |
| Mrs. Ruchi Joshi Meratia | 07406575 | Independent (Non-executive) | 5 | 4 | Yes | - | 2 | - | 1 |
| Mr. Ashutosh Pandey | 07828687 | Non-Independent (Non-executive) | 5 | 5 | Yes | - | - | - | - |

*Mr. Krishna Das Gupta is Independent Director of following listed Companies: PTC Industries Ltd. and Ema India Ltd.

No other director is on the Board of any other listed entity. Private Limited and Section 8 Companies (if any) as defined under the Act, where the Directors of the Company are directors, have been excluded for the above purpose. Further, as per the Listing Regulations, chairman/membership of Audit Committees and Stakeholders Relationship Committees only are considered for the purpose of Committee positions.

Corporate Governance Report (Contd.)

All the directors of the Company are well complied with the obligations and provisions as to maximum number of directorships, committee memberships, etc. as envisaged under Regulation 17A and 26 of the Listing Regulations. None of the Directors of the Company holds any equity share or convertible Instruments in the Company as on March 31, 2022. None of the directors of the Company is related to any of the other directors of the Company.

In terms of Section 150 of the Act read with Rule 6 of Companies (Appointment and Qualification of Directors) Rules, 2014, all the Independent Directors are enrolled in the Independent Director's Data Bank maintained with the Indian Institute of Corporate Affairs. Details of Familiarization Programmes imparted to Independent Directors may be accessed at www.ruchiinfrastructure.com.

The Board of Directors has identified the following skills/competencies for its effective functioning:

- (a) Leadership/Corporate Strategy & Management – Mr. Narendra Shah and Mr. Parag Choudhary.
- (b) Corporate Governance and Disclosure - Mr. Krishna Das Gupta and Mrs. Ruchi Joshi Meratia.
- (c) Financial Literacy - Mr. Krishna Das Gupta, Mr. Mohan Das Kabra, Mr. Ashutosh Pandey, Mrs. Ruchi Joshi Meratia and Mr. Narendra Shah.
- (d) Social and Environmental Accountability - Mr. Mohan Das Kabra, Mr. Parag Choudhary and Mrs. Ruchi Joshi Meratia.
- (e) Training and Education – Mr. Narendra Shah, Mr. Ashutosh Pandey and Mr. Parag Choudhary

Code of Conduct

The Board of Directors has an important role in ensuring good corporate governance and has laid down a comprehensive Code of Conduct for Directors and Senior Management of the Company. The Code has also been posted on the website of the Company. All Directors and Senior Management personnel have affirmed the compliance thereof for the year ended March 31, 2022. A declaration pursuant to Regulation 26(3) read with Para D of Schedule V of the Listing Regulations, signed by the Executive Director of the Company is attached to this Report (as Annexure I).

AUDIT COMMITTEE

The objective of the Audit Committee is to keep a vigil and oversight on the Management's financial reporting process with a view to ensure timely and transparent disclosures in the financial statements.

The terms of reference of the Committee are extensive and meet the requirements as mandated in terms of provision of Section 177(4) of the Act. The role of the Committee includes meticulous review and monitoring the financial reporting system within the Company and considering un-audited and audited financial results, as may be applicable, for the relevant quarters and year before being adopted by the Board. The Committee generally reviews internal audit reports, approval of transactions with related parties, scrutiny of inter corporate loans, review and evaluation of internal financial controls, review of independence of Auditors, legal compliance reporting system, presentation of segment-wise reporting, review of internal control systems, major accounting policies and practices, compliance with accounting standards and risk management.

The Company Secretary acts as the Secretary to the Committee. The Committee meetings were also attended by Chief Financial Officer, Business heads, Accounts and Finance executives, Statutory Auditors and Internal Auditor of the Company on need basis.

Constitution and Composition

The Audit Committee comprises of Mr. Mohan Das Kabra, as the Chairman, Mr. Krishna Das Gupta and Mr. Narendra Shah as the members. Mr. Mohan Das Kabra, the Chairman of the Committee is an Independent, Non-executive Director and has a strong financial and accounting background. He attended 37th AGM held on September 17, 2021 to address shareholder queries. All the members of the Committee are financially literate and the composition of Committee is in accordance with the Regulation 18 of Listing Regulations, and Section 177 of the Act.

Meeting and attendance during the year

During the financial year under review, the Audit Committee met six times on following dates : June 9, 2021, June 28, 2021, June 29, 2021, August 12, 2021, November 11, 2021 and February 11, 2022. The meetings were scheduled in advance. Mr. Krishna Das Gupta, Mr. Mohan Das Kabra and Mr. Narendra Shah attended all the audit committee meetings.

NOMINATION AND REMUNERATION COMMITTEE

The brief terms of reference of the Nomination and Remuneration Committee are as follows:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board of Directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
2. For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
 - a) use the services of an external agencies, if required;
 - b) consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c) consider the time commitments of the candidates.

Corporate Governance Report (Contd.)

3. Formulation of criteria for evaluation of Independent Directors and the Board of Directors;
4. Devising a policy on diversity of Board of Directors;
5. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommended to the Board of Directors for their appointment and removal.
6. Whether to extend or continue the terms of appointment of the independent Directors, on the basis of the report of performance evaluation of independent Director.
7. Recommend to the board, all remuneration, in whatever form, payable to senior management

Constitution and composition

The Nomination and Remuneration Committee comprises of Mrs. Ruchi Joshi Meratia, Non-Executive and Independent Director as the Chairperson of the Committee alongwith other two non-executive and Independent Directors, viz. Mr. Mohan Das Kabra and Mr. Krishna Das Gupta. The composition of Committee is in compliance with Regulation 19 of Listing Regulations and Section 178 of the Act.

Meeting and attendance during the year

During the financial year under review, the Nomination and Remuneration Committee met on August 12, 2021 and February 11, 2022. Mrs. Ruchi Joshi Meratia, Chairperson, Mr. Mohan Das Kabra and Mr. Krishna Das Gupta, Members of the Committee attended both the meetings held during the financial year.

Performance Evaluation criteria for Independent Directors

Performance evaluation criteria for Directors, KMPs and the senior officials of the Company are included in Nomination, Remuneration and Evaluation Policy of the Company. The same is available on the website of the Company at www.ruchiinfrastructure.com. The Nomination and Remuneration Committee has formulized various criteria to assess director's performance, which are not exhaustive and include:

- a) Director's ability to maintain utmost standards of ethics, integrity, confidentiality and objectivity in the decision making process at the Board/Committees level.
- b) Director's preparedness and ability to be well-informed and focused at the corporate governance level in meetings of the Board of Directors and Committees thereof.
- c) Director's willingness to devote time and effort to understand Company's business and operations and his/her contribution in upkeeping corporate governance level aligned with regulatory, fiduciary and ethical standards and benchmarks.

REMUNERATION OF DIRECTORS

(a) Remuneration of the Executive Director/Whole-time Director

The remuneration paid by the Company to Mr. Narendra Shah, Executive Director and Mr. Parag Choudhary, Whole-time Director during the financial year under review are ₹ 62.42 and ₹ 34.33 lacs respectively. Mr. Parag Choudhary, Whole-time Director of the Company also received remuneration of ₹ 3.00 lacs from Mangalore Liquid Impex Pvt. Ltd. (Subsidiary Company) for the financial year under review.

(b) Remuneration of Non-Executive Directors

Except the payment of sitting fees, no other remuneration, commission, fee, etc. is paid/payable for the year to the non-executive directors. As approved by the Board of Directors and in accordance with the Articles of Association of the Company, the non-executive directors are paid ₹ 4,000/- for each meeting of Board or Committee thereof attended by them.

The following table shows the amount of sitting fees paid to the non-executive directors for the financial year under review:

| Sr. No. | Name of Directors | Sitting fees (in ₹) |
|---------|--------------------------|----------------------|
| 1 | Mrs. Ruchi Joshi Meratia | 32,000 |
| 2 | Mr. Mohan Das Kabra | 60,000 |
| 3 | Mr. Krishna Das Gupta | 56,000 |
| 4 | Mr. Ashutosh Pandey | 36,000 |

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Committee considers and resolves the grievances of the shareholders of the Company, including complaints related to transfer of shares, non-receipt of annual report and non-receipt of declared dividends, etc., made directly to Company or its Registrar or made through Centralized Web-based SEBI Complaint Redressal System (SCORES) and reviews other matters, measures and activities pertaining to investors services, as per the terms of reference of the Committee aligned with statutory and regulatory requirements of the Listing Regulations and the Act.

Corporate Governance Report (Contd.)

Constitution and composition

The Stakeholders Relationship Committee of the Board comprises of Mrs. Ruchi Joshi Meratia, Non-Executive Independent Director and Chairperson, Mr. Narendra Shah, Executive Director and Mr. Ashutosh Pandey, Non-Executive Director. The composition of committee is in compliance with Regulation 20 of Listing Regulations and Section 178 of the Act. Mr. Ashish Mehta, Company Secretary is the Compliance Officer of the Company.

Meeting and attendance

During the financial year under review, the Stakeholders' Relationship Committee met on June 9, 2021, August 12, 2021, November 11, 2021 and February 11, 2022. Both the members attended all the four meetings held during the year and chairperson attended all the meetings, except that held on August 12, 2021. No complaint was received during the year under review and no complaint was pending as on March 31, 2022.

INFORMATION ON GENERAL BODY MEETINGS

Annual General Meetings

The venue, dates and time of holding the last three Annual General Meetings and particulars of special resolutions passed thereat are as under:

35th AGM held on September 3, 2019 at 11.15 AM

Venue: Rangswar Hall, Chavan Centre, Yashwantrao Chavan Pratishthan, Gen. J.B. Marg, Mumbai –400021.

The following special resolutions were passed:

- Approval of the re-appointment of Mr. Narendra Shah, as the Executive Director of the Company.
- Continuation of directorship of Mr. Krishna Das Gupta as Non-Executive Independent Director of the Company.

36th AGM held on September 26, 2020 at 11.45 AM

Through Video Conferencing/Other Audio Visual Means.

The following special resolutions were passed:

- Approval of appointment of Mr. Parag Choudhary, as Whole-time Director of the Company.
- Approval of re-appointment of Mr. Krishna Das Gupta as Non-Executive Independent Director of the Company.

37th AGM held on September 17, 2021 at 3.30 PM

Through Video Conferencing/Other Audio Visual Means.

No special resolution was passed.

Extra-ordinary General Meeting

No extra-ordinary general meeting of members of the Company was convened during the financial year under review.

Resolution passed by way of Postal Ballot :

No resolution was passed by way of postal ballot during the financial year under view. Further, approval of members of the Company was accorded by passing the under-mentioned resolutions by way of postal ballot on May 12, 2022:

- a) Special Resolution - Re-appointment of Mr. Narendra Shah (DIN: 02143172) as Executive Director of the Company.
- b) Special Resolution - Re-appointment of Mr. Mohan Das Kabra (DIN: 07896243) as Independent Director of the Company for the second term.
- c) Special Resolution - Re-appointment of Mrs. Ruchi Joshi Meratia (DIN: 07406575) as Independent Director of the Company for the second term.
- d) Ordinary Resolution - Approval of Material Related Party Transactions with Ruchi Soya Industries Limited.
- e) Special Resolution - Approval for loan to Mangalore Liquid Impex Private Limited.

SHAREHOLDERS' COMMUNICATION

Your Company focuses on prompt, continuous and efficient communication to all its stakeholders. The Company constantly interacts with shareholders through multiple channels of communication such as circulation of annual report through e-mails, updating the information on Company's website, publication of quarterly and annual financial results and other notices for stakeholders in English and regional (Marathi) language newspapers, i.e., Free Press and Navshakti.

The Company's website i.e. www.ruchiinfrastructure.com is updated from time to time with relevant information, including quarterly results, subsidiary financials, policies of the Company, shareholding patterns, corporate governance reports, Annual Reports, etc., apart from other regular and timely disclosures to the concerned stock exchanges.

GENERAL SHAREHOLDERS' INFORMATION

The financial year of the Company under review is from April 1, 2021 to March 31, 2022.

38th Annual General Meeting

Date : Monday, September 26, 2022.

Time : 3.30 pm

Venue : The 38th Annual General Meeting is being convened through Video Conferencing (VC) or Other Audio Visual Means (OAVM), without the physical presence of members of the Company at a common venue.

Cut-off date for the purpose of ascertaining voting rights: September 19, 2022.

Corporate Governance Report (Contd.)

Listing on Stock Exchanges and Stock Codes:

The ISIN of Equity Shares of the Company is INE413B01023 and such shares are listed on the following Stock Exchanges:

- | | Stock Code |
|---|-------------------|
| (a) BSE Ltd. (BSE) P.J. Tower, Dalal Street, Mumbai - 400 001. | 509020 |
| (b) National Stock Exchange of India Limited (NSE) Exchange Plaza, C-1, Block G, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051. | RUCHINFRA |

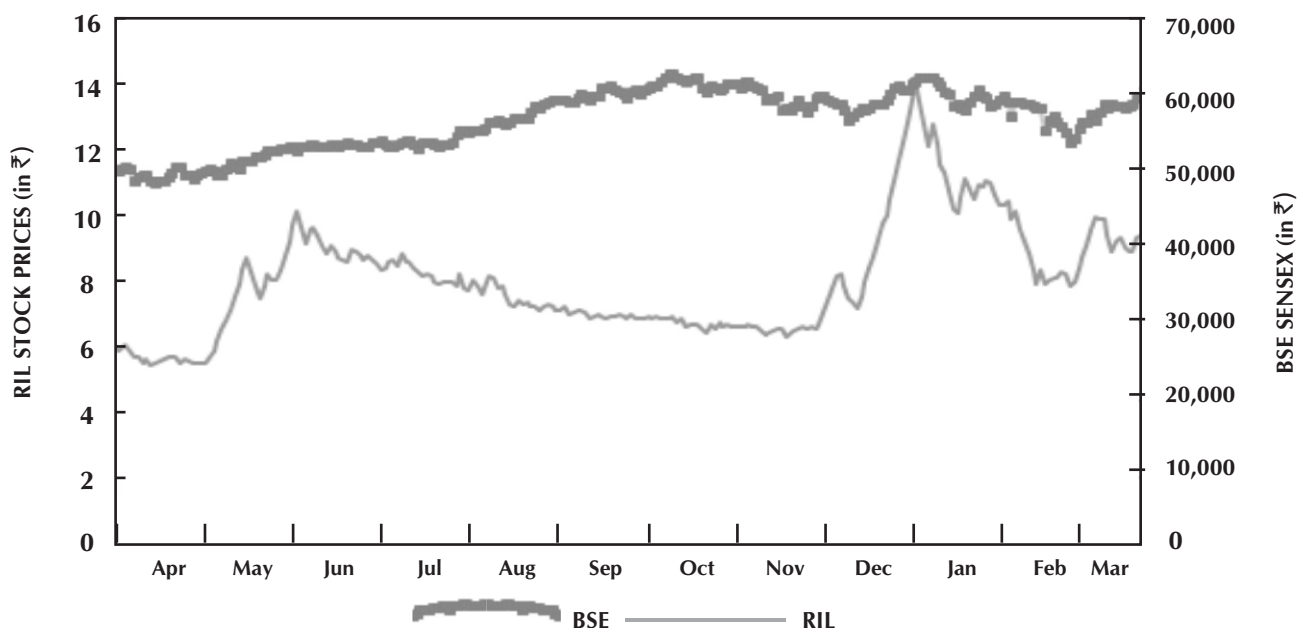
The Company has duly paid the annual listing fee for the financial years 2021-22 and 2022-23 to the National Stock Exchange of India Limited and BSE Ltd.

MARKET PRICE DATA

The monthly high and low quotations at the BSE during the financial year 2021-22 are as follows:

| Period | High (₹) | Low (₹) |
|-----------------|----------|---------|
| April, 2021 | 6.34 | 5.42 |
| May, 2021 | 9.18 | 5.50 |
| June, 2021 | 10.45 | 7.90 |
| July, 2021 | 9.10 | 7.81 |
| August, 2021 | 8.59 | 7.12 |
| September, 2021 | 7.64 | 6.73 |
| October, 2021 | 7.24 | 6.37 |
| November, 2021 | 6.97 | 6.29 |
| December, 2021 | 10.23 | 6.40 |
| January, 2022 | 14.74 | 9.67 |
| February, 2022 | 11.50 | 7.62 |
| March, 2022 | 10.29 | 7.65 |

Comparison of stock performance of the Company (RIL) with BSE Sensex during financial year 2021-22.



Corporate Governance Report (Contd.)

Registrar and Share Transfer Agent

Sarthak Global Limited, 170/10, Film Colony, R. N. T. Marg, Indore - 452 001, Tel : +91 731 4279626, 2523545 and email: investors@sarthakglobal.com.

Share Transfer System

The transfer of equity shares in physical form are not allowed with effect from April 1, 2019. In respect of equity shares held in dematerialized mode, the transfer takes place instantaneously between the transferor and transferee at the depository participant(s) through which electronic debit/credit of the accounts are involved.

Shareholding Pattern as on March 31, 2022:

| Category | Particulars | | No. of Shares held | % of holding |
|---|---|-----------|--------------------|--------------|
| Promoters' holding | 1 Promoters | | | |
| | Indian Promoters | | 12,72,60,984 | 62.01 |
| | Foreign Promoters | | 76,00,000 | 3.70 |
| | 2 Persons acting in concert | | - | - |
| | | Sub-total | 13,48,60,984 | 65.71 |
| Non-Promoters' Holding | 1 Institutions | | | |
| | a) MFs/UTI | | - | - |
| | b) Banks/FIs/Insurance Companies | | - | - |
| | c) Central/State Govt. Institutions/Non-Govt. | | 98,809 | 0.05 |
| | d) FIs | | - | - |
| | e) Any Other | | 2,18,41,112 | 10.64 |
| | | Sub-total | 2,19,39,921 | 10.69 |
| | 2 Non Institutions | | | |
| | Bodies Corporate | | 2,03,50,227 | 9.92 |
| | Individuals holding nominal capital upto ₹ 2.00 Lakh | | 2,66,01,458 | 12.96 |
| | Individuals holding nominal capital more than ₹ 2.00 Lakh | | - | - |
| | HUF | | 8,08,510 | 0.39 |
| | Non Resident Indians | | 5,16,651 | 0.25 |
| | Any other (Clearing Members) | | 1,62,191 | 0.08 |
| | | Sub-total | 4,84,39,037 | 23.60 |
| Custodian (depository for shares underlying GDRs) | | | - | - |
| | | Total | 20,52,39,942 | 100.00 |

Distribution of shareholding as on March 31, 2022:

| Range of Shares | No. of Shareholders | % of Shareholders | No. of Shares held | % of Share holding |
|-----------------|---------------------|-------------------|--------------------|--------------------|
| 001- 2500 | 29,097 | 93.63 | 1,03,45,117 | 5.04 |
| 2501-5000 | 1,099 | 3.54 | 41,20,979 | 2.01 |
| 5001-10000 | 497 | 1.60 | 38,37,711 | 1.87 |
| 10001-20000 | 195 | 0.63 | 28,15,962 | 1.37 |
| 20001-30000 | 71 | 0.23 | 17,74,254 | 0.86 |
| 30001-40000 | 26 | 0.08 | 8,96,352 | 0.44 |
| 40001-50000 | 12 | 0.04 | 5,28,324 | 0.26 |
| 50001-100000 | 35 | 0.11 | 23,89,899 | 1.16 |
| 100001 & Above | 43 | 0.14 | 17,85,31,344 | 86.99 |
| TOTAL | 31,075 | 100 | 20,52,39,942 | 100 |

Corporate Governance Report (Contd.)

Dematerialization of equity shares and liquidity

The trading in equity shares of the Company are under compulsory demat segment. The Company is listed on BSE and NSE. The Company's equity shares are available for trading in the depository systems of both NSDL and CDSL. 17,13,07,241 equity shares of the Company, equal to 83.47% of total issued equity share capital of the Company as on March 31, 2022 were in dematerialized form.

Outstanding convertible instruments

During the year under review, the Company has not issued any convertible Instruments. As on March 31, 2022, there were no outstanding GDRs/ADRs/Warrants or any other convertible instruments.

Commodity Price Risk/Foreign Exchange Risk and Hedging Activities

The core business of storage infrastructure and renewable energy are not prone to commodity price risk/foreign exchange risk. Accordingly, the Company adopts adhoc hedging tools on need basis for transactions involving foreign exchange.

Plant location of the Company

Ruchi Infrastructure Limited, Village Sejwaya, Ghatabillod, Dist. Dhar, Madhya Pradesh – 454773.

Address for correspondence

The shareholders may send their communications, queries, suggestions and grievances to the Compliance Officer at the following address: Mr. Ashish Mehta, Company Secretary, 706, Tulsiani Chambers, Nariman Point, Mumbai – 400021.

Email address: ashish_mehta@ruchiinfrastructure.com.

The shareholders may also e-mail their queries, suggestions and grievances at 'ruchiinfrasecretarial@ruchiinfrastructure.com'.

OTHER DISCLOSURES

(a) Transactions with related parties

The Company has not entered into any transaction of material nature with related parties that may have any potential conflict with the interest of the Company. The Policy on materiality of related party transactions and dealing with related party transaction as approved by the Board may be accessed on the Company's website at www.ruchiinfrastructure.com. The Company is duly complying with requirements of Regulation 23 of the Listing Regulations.

(b) Compliance by the Company

The Company has generally complied with the requirement of stock exchanges, SEBI and other statutory authorities on matters related to capital markets during last three years. However, entire equity shareholding of Company's promoters group is not in demat form, which is not in compliance with Regulation 31(2) of the Listing Regulations. The Company has advised Promoter(s) and promoter group to ensure due compliance.

(c) Vigil Mechanism and Whistle Blower Policy

The Company promotes ethical behavior and has in place mechanism for reporting and redressal of illegal and unethical behavior. The Company has vigil mechanism and Whistle Blower Policy for due protection of whistle blowers. No employee has been denied access to the Audit Committee or Chairperson thereof.

The Company has complied with all mandatory and most of the discretionary requirements as per Regulation 27 of the Listing Regulations.

(d) Credit Rating

The Company has neither issued any debt instruments nor undertaken any fixed deposit programme or any scheme or proposal involving mobilisation of funds, whether in India or abroad except the term loan from South Indian Bank Limited. The Company has been rated "BB-" by Care Ratings Limited, on September 27, 2021, without any revision.

(e) Fees paid to Statutory Auditors

Total fees paid by the Company and its subsidiaries, on a consolidated basis to the auditors are given below:

| S.No. | Entity | Statutory Auditors | Amount Paid (₹ in lacs) |
|-------|----------------------------------|---------------------------------|-------------------------|
| 1 | Ruchi Infrastructure Limited | M/s. SMAK & Co. | 9.06 |
| 2 | Ruchi Renewable Energy Pvt. Ltd. | M/s. Jain Gautam & Co. | 2.54 |
| 3 | Peninsular Tankers Pvt. Ltd. | M/s. Ashok Khasgiwala & Co. LLP | 0.42 |
| 4 | Mangalore Liquid Impex Pvt. Ltd. | M/s. Prakash H. Shah & Co. | 0.38 |

Corporate Governance Report (Contd.)

(f) Certificates from Executive Director and Chief Financial Officer

Mr. Narendra Shah, Executive Director and Mr. Ravindra Kakani, Chief Financial Officer of the Company have provided certification on financial reporting and internal controls to the Board as required under Regulation 17(8) of the Listing Regulations, copy of which is attached to this Report (as **Annexure II**). The Executive Director and the Chief Financial Officer also give quarterly certification on financial results while placing the financial results before the Board of Directors in terms of Regulation 33(2) of the SEBI Listing Regulations.

(g) Certificates from Practising Company Secretary

The Company has received a certificate from Mr. Prashant D Diwan, Practising Company Secretary to the effect that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of the Company by the Ministry of Corporate Affairs or any other statutory authority. Certificate issued by him on compliance of Corporate Governance is annexed to Directors Report as Annexure-II. The Secretarial Audit Reports of material unlisted subsidiaries i.e. Peninsular Tankers Pvt. Ltd. and Ruchi Renewable Energy Pvt. Ltd. are attached as **Annexure III** and **Annexure IV** to this Report.

(h) Web link

Policy for determination of material subsidiary is available on website of the company: www.ruchiinfrastructure.com. The other disclosures in terms of Regulation 46(2) are also made available in the said website.

(i) Demat suspense account

There are no unclaimed shares/securities of the Company in terms of Listing Regulations.

(j) Disclosures on compliance with corporate governance

The Company is compliant with the applicable mandatory requirements of Regulations 17 to 27 and Regulation 46 of the Listing Regulations. The Company has also complied with the requirements of the Corporate Governance Report as provided in Part C of Schedule V of the Listing Regulations. Provisions of Regulation 21 of the Listing Regulations regarding Risk Management Committee are not applicable to the Company.

The Company has not raised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32(7A). No complaint has been received or pending during the financial year in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The details of loans and advances given by the Company to its subsidiary (in which directors of the Company are Directors) is provided in Note No. 43 & 44 to the Standalone Financial Statements. The Outstanding of loan given by subsidiaries of the Company to fellow subsidiary (in which Directors of respective subsidiaries are Director) is Nil at March 31, 2022. Due disclosures have been made in accordance with the applicable provisions of the Act and the Listing Regulations.

For Ruchi Infrastructure Limited

Place : Kolkata
Date : August 02 , 2022

Narendra Shah
Executive Director
DIN:02143172

Corporate Governance Report (Contd.)

Annexure I to the Corporate Governance Report

Date : 4th April, 2022

To,
The Board of Directors
Ruchi Infrastructure Ltd.
706, Tulsiani Chambers, Nariman Point,
Mumbai - 400021

Declaration pursuant to Regulation 26(3) read with Para D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir(s),

This is with reference to Regulation 26(3) read with Para D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management and individual certificates on compliance of code of conduct have been received by the Company from each of the director and senior management for the year ended 31st March, 2022.

**Thanking you,
Yours faithfully**

**Narendra Shah
(DIN : 02143172)**

Annexure II to the Corporate Governance Report

Date : 27th May, 2022

To,
The Board of Directors
Ruchi Infrastructure Limited
706, Tulsiani Chambers, Nariman Point,
Mumbai - 400021

Dear Sir(s),

We, the undersigned, do hereby certify that:

- a. We have reviewed financial statements and the cash flow statement of Ruchi Infrastructure Limited ("the Company") for the year ended on 31st March, 2022 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps taken or proposed to be taken to rectify these deficiencies.
- d. We have indicated to the auditors and the Audit Committee:
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**Thanking you,
Yours faithfully,
For Ruchi Infrastructure Limited**

**(Narendra Shah)
Executive Director
(DIN: 02143172)**

**(Ravindra Kakani)
Chief Financial Officer**

Corporate Governance Report (Contd.)

Annexure III to the Corporate Governance Report

SECRETARIAL AUDIT REPORT

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2022

To,
The Members
Ruchi Renewable Energy Private Limited
706, Tulsiani Chambers Nariman Point,
Mumbai (MH) 400021

I have conducted the Secretarial Audit of the Compliances of applicable statutory provisions and the adherence to good corporate practices by **Ruchi Renewable Energy Private Limited** having CIN: U40104MH2008PTC185366 (hereinafter called 'The Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

I state that during the period under review and in terms of provisions of section 204 of the Companies Act, 2013 and rules made there under, it is not mandatory for the Company to undergo secretarial audit, however SEBI Circular CIR/CFD/CMD1/27/2019 dated 08th February, 2019, SEBI mandated for every listed entity and its material unlisted Indian subsidiary to undertake secretarial audit with effect from the year ended 31st March, 2019. **Ruchi Renewable Energy Private Limited** (CIN: U40104MH2008PTC185366) being a material unlisted Indian subsidiary of **Ruchi Infrastructure Limited** (Listed Entity) having CIN: L65990MH1984PLC033878, has been subjected to the Secretarial Audit for the financial year 2021-22.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives, during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2022, complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company on test basis for the financial year ended on 31st March, 2022 according to the provisions of:

- 1) The Companies Act, 2013 ('the Act') and the rules made there under;
- 2) Secretarial Standards issued by The Institute of Company Secretaries of India were applicable during the year.

I further report that during the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I have relied upon the representation made by the company, its officers and on the report by designated professionals and authorities for the system and processes formed by the company to monitor and ensure compliances under other applicable acts, regulation and laws to the company.

I further report that the compliances of applicable financial, cost and tax laws has not been reviewed in this audit since the same have been subject to review by statutory financial auditor and other designated professionals.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Directors. The changes in the Board of Directors that took place during the period under review were carried out in compliances with the provisions of the Act.

Adequate notices is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

Based on the information, representation, clarifications and reports provided by the Company, its Board of Directors, its designated officers, and authorized representatives during the conduct of audit, I further report that, adequate systems and processes and control mechanism exist in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Laws, Rules and Regulations, guidelines and happening of events etc. to the Company.

For Ritesh Gupta & Co.
Company Secretaries

Date: 26/05/2022
Place: Indore

Ritesh Gupta
CP:3764|FCS:5200
UDIN: F005200D000367815

Note: This report to be read with our letter of even date which is annexed as 'Annexure-A' and forms part of this report.

Corporate Governance Report (Contd.)

'Annexure-A' to the Secretarial Audit Report

To,
The Members,
Ruchi Renewable Energy Private Limited

My report of even date is to be read along with this letter.

1. Maintenance of secretarial and other statutory records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practice and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company since the same have been subject to review by Statutory Financial Auditor, Cost Auditor and other designated professionals.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future liability of the Company nor of the efficiency of effectiveness with which the management has conducted the affairs of the Company.

For Ritesh Gupta & Co.
Company Secretaries

Date: 26/05/2022
Place: Indore

Ritesh Gupta
CP:3764 | FCS:5200
UDIN: F005200D000367815

Annexure IV to the Corporate Governance Report

SECRETARIAL AUDIT REPORT

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]
FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2022

To,
The Members
M/S. Peninsular Tankers Private Limited
706, Tulsiani Chambers Nariman Point,
Mumbai (MH) 400021

I have conducted the Secretarial Audit of the Compliances of applicable statutory provisions and the adherence to good corporate practices by **Peninsular Tankers Private Limited** having CIN: **U35100MH2007PTC176717** (hereinafter called 'The Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

I state that during the period under review and in terms of provisions of section 204 of the Companies Act, 2013 and rules made there under, it is not mandatory for the Company to undergo secretarial audit, however SEBI Circular CIR/CFD/CMD1/27/2019 dated 08th February, 2019, SEBI mandated for every listed entity and its material unlisted Indian subsidiary to undertake secretarial audit. Peninsular Tankers Private Limited (CIN: U35100MH2007PTC176717) being a material unlisted Indian subsidiary of Ruchi Infrastructure Limited (Listed Entity) having CIN: L65990MH1984PLC033878 the Company has been subjected to the Secretarial Audit.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives, during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-Processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

Corporate Governance Report (Contd.)

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company, on test basis for the financial year ended on 31st March, 2022, according to the provisions of:

- 1) The Companies Act, 2013 ('the Act') and the rules made there under;
- 2) Secretarial Standards issued by The Institute of Company Secretaries of India as applicable during the year.

I further report that during the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I have relied upon the representation made by the company, its officers and on the report by designated professionals and authorities for the system and processes formed by the company to monitor and ensure compliances under other applicable acts, regulation and laws to the company.

I further report that the compliances of applicable financial, cost and tax laws has not been reviewed in this audit since the same have been subject to review by statutory auditor and other designated professionals.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Directors. The changes in the Board of Directors that took place during the period under review were carried out in compliances with the provisions of the Act.

Adequate notices were given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decisions were carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

Based on the information, representation, clarifications and reports provided by the Company, its Board of Directors, its designated officers, and authorized representatives during the conduct of audit, I further report that, adequate systems and processes and control mechanism exist in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Laws, Rules and Regulations, guidelines and happening of events etc. to the Company.

For Ritesh Gupta & Co.
Company Secretaries

Date: 25/05/2022
Place: Indore

Ritesh Gupta
CP:3764 | FCS:5200
UDIN: F005200D000367727

Note: This report to be read with our letter of even date which is annexed as 'Annexure-A' and forms part of this report.

'Annexure-A' to the Secretarial Audit Report

To,
The Members,
Peninsular Tankers Private Limited

My report of even date is to be read along with this letter.

1. Maintenance of secretarial and other statutory records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practice and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company since the same have been subject to review by Statutory Financial Auditor, Cost Auditor and other designated professionals.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future liability of the Company nor of the efficiency of effectiveness with which the management has conducted the affairs of the Company.

For Ritesh Gupta & Co.
Company Secretaries

Date: 25/05/2022
Place: Indore

Ritesh Gupta
CP:3764 | FCS:5200
UDIN: F005200D000367727

Independent Auditors Report

To,
The Members of
Ruchi Infrastructure Limited
Report on the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Ruchi Infrastructure Limited** ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Act in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2022, and its profit, total comprehensive income, the changes in equity 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 Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Attention is drawn to note 1(4) of the financial statement with regards to expiry of lease term of lease hold land at Chennai, on which the Company has storage terminal having written down value of ₹ 227.01 lacs. Management is persuing to renew the lease period. Our opinion is not modified in respect of this matter.

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.

| Key Audit Matters | Auditor's Response |
|--|---|
| Evaluation of uncertain tax positions The Company operates in multiple jurisdictions and is subject to periodic challenges by local tax authorities on a range of tax matters during the normal course of business including direct and indirect tax matters. These involve significant management judgment to determine the possible outcome of the uncertain tax positions, consequently having an impact on related accounting and disclosures in the financial statements. | Our audit procedures include the following substantive procedures: <ul style="list-style-type: none">• Obtained understanding of key uncertain tax positions; and• We along with our internal tax experts –<ul style="list-style-type: none">- Read and analysed select key correspondences, external legal opinions/consultations by management for key uncertain tax positions;- Discussed with appropriate senior management and evaluated management's underlying key assumptions in estimating the tax provisions; and assessed management's estimate of the possible outcome of the disputed cases. |

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, 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 during the course of our 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.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India,

Independent Auditors Report (contd.)

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- a. 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.
- b. Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. 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.
- e. 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 standalone 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 standalone 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 a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

Independent Auditors Report (contd.)

- 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 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st 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".
- 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:
- The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 34 to the financial statements;
 - The Company did not have any long term contract including derivative contract for which there were any material foreseeable losses.
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - The management has represented that, to the best of its knowledge and belief, 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
 - The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
 - directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and
 - Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (iv) (1) and (iv) (2) contain any material mis-statement.
 - The company has not declared or paid dividend during the year. The Company is in compliance with Section 123 of the Act.
- h. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

For SMAK & Co.
Chartered Accountants
(Firm Reg. No. 020120C)

CA Atishay Khasgiwala
(Partner)
M.No.417866

Place : Indore
Date : May 27, 2022
UDIN : 22417866AJTEFR9908

Independent Auditors Report (contd.)

Annexure A to Independent Auditor's Report

Referred to in paragraph (1) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of Ruchi Infrastructure Limited on the standalone financial statements for the year ended 31st March, 2022.

i. **In respect of its Fixed Assets :**

- a. A. The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.
B. The Company is maintaining proper records showing full particulars of intangible assets.
- b. The Property, plant and equipment of the Company have been physically verified by the management during the year, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
- d. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, plant and equipment (including Right-of-use assets) or intangible assets during the year.
- e. According to the information and explanations given to us and as explained to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

- ii. a. The inventories has been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification.
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has no working capital limits during the year at any point of time. Hence in our opinion the provision of para 3 (ii) (b) of the Order is not applicable to the company.

- iii. In respect of Investments in, provided any guarantee or security or granted any loans and advances in nature of loans, secured or unsecured, to companies, Limited Liability Partnerships or any other parties :

- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any secured loans or secured or unsecured advances in the nature of loans, to companies, firms, limited liability partnerships or any other parties during the year. The Company has provided guarantee, made investments in, and granted unsecured loans and advances in the nature of loans to companies and other parties in respect of which the requisite information is as below. (₹ in lacs)

| Particulars | Guarantee | Loans | Investment |
|---|-----------|----------|------------|
| Aggregate amount granted/provided/invested during the year | | | |
| (i) Associate Entity | - | - | 31.63 |
| (ii) Subsidiary | - | 919.00 | - |
| Balance outstanding as at year end in respect of above | | | |
| (i) Associate Entity | - | - | 1,025.84 |
| (ii) Subsidiary | 7,200.00 | 1,389.00 | - |

- b. According to the information and explanation given to us, in our opinion, the investments made, guarantee given and the terms and condition of the loans granted are, prima facie, not prejudicial to the interest of the Company.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, in our opinion the repayment of principal and payment of interest has been stipulated and the receipts have been regular.
- d. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans given
- e. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan or advance in the nature of loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to same parties.
- f. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

Independent Auditors Report (contd.)

- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made and guarantee given.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules, framed there under. As informed to us no Order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.
- vi. We have broadly reviewed the cost records maintained by the Company pursuant to the rules made by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 and are of the opinion that prima facie the prescribed records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. a. According to the information and explanations given to us and the records of the Company examined by us, in our opinion the Company is generally regular in depositing undisputed statutory dues including Goods and Services tax, provident fund, employee's state insurance, income tax, service tax, duty of customs, cess and any other statutory dues with the appropriate authorities. There were no undisputed statutory dues in arrears, as at 31st March, 2022 for a period of more than six months from the date they became payable.
- b. According to the information and explanations given to us, there are no dues of sales tax, value added tax, income tax, service tax which have not been deposited with appropriate authorities on account of any dispute except as follows :

| Name of the Statute | Nature of Liability | Amount (₹ in lacs) | Related Period | Forum where dispute is pending |
|----------------------------------|---------------------|--------------------|----------------------|--|
| Sales Tax / VAT Acts | Sales Tax /Vat | 4508.07 | 2013-14 & 2014-15 | Gujarat VAT Tribunal |
| Sales Tax / VAT Acts | Sales Tax /Vat | 14,957.19 | 2015-2016 | Gujarat VAT Tribunal |
| Sales Tax / VAT Acts | Sales Tax /Vat | 1945.26 | 2016-2017 | Gujarat VAT Tribunal |
| Sales Tax / VAT Acts | Sales Tax /Vat | 25.41 | 2017-2018 | Gujarat VAT Tribunal |
| Sales Tax / VAT Acts | Entry Tax | 70.54 | 2013-2014 | The High Court, Kolkata |
| Sales Tax / VAT Acts | Entry Tax | 134.41 | 2008-09, 2011-12 | The High Court, Kolkata |
| Sales Tax / VAT Acts | Sales Tax /Vat | 126.88 | 2012-13 to 2015-16 | The Commissioner Appeals Cuttack |
| Sales Tax / VAT Acts | Sales Tax /Vat | 16.52 | 2002-03 | Tamilnadu commercial tax deptt., Chennai |
| Sales Tax / VAT Acts | Sales Tax /Vat | 175.00 | 2012-13 | UP commercial tax deptt., Kanpur |
| Sales Tax / VAT Acts | Sales Tax /Vat | 3.15 | 2016-17 | UP commercial tax deptt., Kanpur |
| Goods & Services Tax Act | GST | 12.28 | 2017-18 | Asstt. Commissioner, SGST, Mumbai |
| Central Excise & Service Tax Act | Service Tax | 238.74 | 2009-2010 to 2014-15 | CESTAT , New Delhi |
| Central Excise & Service Tax Act | Service Tax | 117.89 | 2011-12 & 2012-13 | The High Court New Delhi |
| Central Excise & Service Tax Act | Service Tax | 5.49 | 2013-2014 to 2014-15 | CESTAT , New Delhi |
| Central Excise & Service Tax Act | Service Tax | 98.92 | 2014-15 to 2016-17 | The Commissioner Indore |
| Income Tax Act | Income Tax | 5.78 | 2007-2008 to 2009-10 | CIT (Appeals) Mumbai |
| Income Tax Act | Income Tax | 33.83 | 2017-18 | CIT (Appeals) Mumbai |
| Income Tax Act | Income Tax | 334.46 | 2013-14 | CIT (Appeals) Mumbai |

- viii. According to the information and explanations given to us and the records of the Company examined by us, in our opinion there is no transaction which has not been recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. a. According to the records of the company examined by us and as per the information and explanations given to us, the Company has not defaulted in repayment of loans and borrowings or in payment of interest thereon to any lender.
- b. According to the information and explanations given to us and the records of the Company examined by us, in our opinion company is not declared a willful defaulter by any bank or financial institution or other lender.
- c. According to the information and explanations given to us and the records of the Company examined by us, the Company has not raised any term loan during the year.
- d. According to the information and explanations given to us and the records of the Company examined by us, funds raised for short term basis have not been utilized for long term purpose.
- e. According to the information and explanations given to us and the records of the Company examined by us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, joint ventures or associate companies.
- f. According to the information and explanations given to us and the records of the Company examined by us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

Independent Auditors Report (contd.)

- x. a. In our opinion and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instruments).
- b. 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.
- xi. a. During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the company by the officers or employees, noticed or reported during the year, nor have we been informed of such case by the management.
- b. During the year, no report under sub-section (12) of section 143 of the companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c. According to the information and explanations given to us, the company has not received any whistle-blower complaints.
- xii. In our opinion and according to information and explanation given to us, the company is not a Nidhi Company therefore, the provision of para 3 (xii) of the Order is not applicable to the company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. a. According to the information and explanations given to us and based on our examination of the records of the Company, the company has an internal audit system commensurate with the size and nature of its business.
- b. The reports of the Internal Auditors for the period under audit has been considered by us in determining nature, timing and extent of our audit procedure.
- xv. In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him during the year, hence the provision of para 3 (xv) of the Order is not applicable to the company.
- xvi. a. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 therefore, the provision of para 3 (xvi) (a) of the Order is not applicable to the company for the year under audit.
- b. The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c. The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Therefore, the provision of para 3 (xvi) (c) of the Order is not applicable to the company.
- d. The Group has no CIC.
- xvii. According to the information and explanations given to us and the records of the Company examined by us, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year.
- xix. In our opinion and knowledge of the Board of Directors and management plans, on the basis of financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, no material uncertainty exists on the date of the audit report and the 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. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The provision of section 135(5) of the Companies Act, 2013 are not applicable to the Company. Hence Company does not required to transfer any amount under sub-section (5) of section 135 of the Companies Act.
- xxi. According to the information and explanations given to us and the records of the Company examined by us, there has not been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) order (CARO) reports of the companies included in the consolidated financial statements.

For SMAK & Co.
Chartered Accountants
(Firm Reg. No. 020120C)

CA Atishay Khasgiwala
(Partner)
M.No.417866

Place : Indore
Date : May 27, 2022
UDIN : 22417866AJTEFR9908

Independent Auditors Report (contd.)

Annexure B To the Independent Auditor's Report of even date on the Standalone Financial Statements of Ruchi Infrastructure Limited 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 Ruchi Infrastructure 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 established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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, 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, 2022, 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.

**For SMAK & Co.
Chartered Accountants
(Firm Reg. No. 020120C)**

**CA Atishay Khasgiwala
(Partner)
M.No.417866**

**Place : Indore
Date : May 27, 2022
UDIN : 22417866AJTEFR9908**

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

BALANCE SHEET AS AT MARCH 31, 2022

(₹ in lacs)

| Particulars | Notes | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------|-------------------------|-------------------------|
| I. ASSETS | | | |
| (1) Non-current assets | | | |
| (a) Property, Plant and Equipment | 1 | 15,978.45 | 16,766.85 |
| (b) Capital work-in-progress | 1 | 392.92 | 93.58 |
| (c) Intangible Assets | 1 | 98.34 | 114.75 |
| (d) Right of use Assets | 2 | 630.91 | 689.46 |
| (e) Financial Assets | | | |
| (i) Investments | 3 | 4,229.11 | 4,010.39 |
| (ii) Others | 4 | 646.79 | 590.46 |
| (f) Other non-current assets | 5 | 1,165.75 | 577.37 |
| Total Non-current assets | | 23,142.27 | 22,842.86 |
| (2) Current assets | | | |
| (a) Inventories | 6 | 27.83 | 18.43 |
| (b) Financial Assets | | | |
| (i) Trade receivables | 7 | 689.71 | 1,248.43 |
| (ii) Cash and cash equivalents | 8 | 501.82 | 303.00 |
| (iii) Bank balances other than (ii) above | 9 | 92.30 | 88.68 |
| (iv) Loans | 10 | 1,389.00 | 1,861.00 |
| (v) Others | 11 | 397.81 | 3,273.40 |
| (c) Other Current Assets | 12 | 485.12 | 548.65 |
| Total Current assets | | 3,583.59 | 7,341.59 |
| (3) Assets held for sale | 48 | 82.59 | 82.59 |
| Total Assets | | 26,808.45 | 30,267.04 |
| II. EQUITY AND LIABILITIES | | | |
| Equity | | | |
| (a) Equity share capital | 13 | 2,052.40 | 2,052.40 |
| (b) Other Equity | 14 | 13,754.77 | 9,878.05 |
| Total Equity | | 15,807.17 | 11,930.45 |
| LIABILITIES | | | |
| Non-Current Liabilities | | | |
| (1) Financial Liabilities | | | |
| (i) Borrowings | 15 | 7,443.44 | 8,886.43 |
| (ia) Lease Liabilities | 16 | 55.84 | 85.65 |
| (b) Provisions | 17 | 122.79 | 124.96 |
| (c) Deferred Tax Liabilities (Net) | 18 | 175.59 | (1,012.31) |
| (d) Other non-current liabilities | 19 | 514.44 | 432.56 |
| Total Non-Current Liabilities | | 8,312.10 | 8,517.29 |
| (2) Current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 20 | 1,445.84 | 1,195.84 |
| (ia) Lease Liabilities | 21 | 29.81 | 37.21 |
| (ii) Trade payables | 22 | - | - |
| (a) Total Outstanding Dues of Micro, Small & Medium Enterprises | | - | - |
| (b) Total Outstanding Dues of creditors other than Micro, Small & Medium Enterprises | | 8.39 | 7,928.74 |
| (iii) Other financial liabilities | 23 | 257.89 | 252.84 |
| (b) Other current liabilities | 24 | 484.10 | 303.59 |
| (c) Provisions | 25 | 42.36 | 43.08 |
| (d) Current Tax Liabilities (Net) | 26 | 58.73 | - |
| Total Current liabilities | | 2,327.12 | 9,761.30 |
| (3) Liabilities directly associated with Assets held for sale | 48 | 362.06 | 58.00 |
| Total Equity and Liabilities | | 26,808.45 | 30,267.04 |
| General information and significant accounting policies | A-B | | |
| The accompanying notes to accounts forming an integral part to the financial statement | 1 to 57 | | |

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022

(₹ in lacs)

| Particulars | Notes | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|---|----------------|--------------------------------------|--------------------------------------|
| INCOME | | | |
| I Revenue from Operations | 27 | 4,163.44 | 3,879.52 |
| II Other Income | 28 | 12,446.12 | 505.34 |
| III Total Income (I + II) | | 16,609.56 | 4,384.86 |
| IV EXPENSES | | | |
| Cost of material's consumed | 29 | 133.07 | 150.27 |
| Changes in inventories of finished goods, work-in-progress and stock in trade | 30 | (0.23) | 13.93 |
| Employee Benefits Expense | 31 | 925.90 | 888.00 |
| Finance Costs | 32 | 437.31 | 567.39 |
| Depreciation and amortisation Expenses | 1 | 1,014.25 | 1,157.95 |
| Other Expenses | 33 | 8,827.28 | 1,477.09 |
| Total Expenses | | 11,337.58 | 4,254.63 |
| V Profit/(loss) before exceptional items and tax (III-IV) | | 5,271.98 | 130.23 |
| VI Exceptional Items | | - | - |
| VII Profit/(loss) before tax (V-VI) | | 5,271.98 | 130.23 |
| VIII Tax expense | | | |
| Current Tax | | 245.73 | 79.84 |
| Deferred Tax | 18 | 1,184.29 | (54.39) |
| Tax Expense for earlier year | | (24.17) | - |
| IX Profit/(loss) after tax for the year (VII-VIII) | | 3,866.13 | 104.78 |
| X Other Comprehensive Income | | | |
| (i) Items that will not be reclassified to statement of profit and loss | | | |
| Remeasurement of defined benefit obligation | | 12.04 | (23.87) |
| Tax thereon | | (3.35) | 6.64 |
| Gain/(Loss) on change in fair value of equity instrument other than subsidiaries | | 2.14 | 51.67 |
| Tax thereon | | (0.24) | (5.75) |
| (ii) Items that will be reclassified to statement of profit and loss | | - | - |
| Total other comprehensive income | | 10.59 | 28.69 |
| XI Total comprehensive income for the year (IX + X) | | 3,876.72 | 133.47 |
| XII Earnings per equity share of face value of ₹ 1 each | 42 | | |
| a Basic (in ₹) | | 1.72 | (0.11) |
| b Diluted (in ₹) | | 1.72 | (0.11) |
| General information and significant accounting policies | A-B | | |
| The accompanying notes to accounts forming an integral part to the financial statement | 1 to 57 | | |

As per our report of even date attached.

For SMAK & Co.
Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

STATEMENT OF CHANGE IN EQUITY (SOCIE) FOR THE YEAR ENDED MARCH 31, 2022

(₹ in lacs)

A. Equity share capital

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------------|----------------------|
| | Amount | Amount |
| Balance at the beginning of the reporting period | 2,052.40 | 2,052.40 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance at the beginning of the current reporting period | 2,052.40 | 2,052.40 |
| Changes in equity share capital during the current year | - | - |
| Balance at the end of the reporting period | 2,052.40 | 2,052.40 |

B. Other Equity

(i) As at March 31, 2022

| Particulars | Reserves and Surplus | | | | Equity Instruments through Other Comprehensive Income | Total |
|--|----------------------|--------------------|-----------------|-------------------|---|-----------|
| | Capital Reserve | Securities Premium | General Reserve | Retained Earnings | | |
| Balance at the beginning of the current reporting period | 3,378.73 | 1,179.04 | 8,906.41 | (3,570.01) | (16.12) | 9,878.05 |
| Profit/(Loss) for the year | - | - | - | 3,866.13 | - | 3,866.13 |
| Other Comprehensive Income for the year (net of tax) | - | - | - | 8.69 | 1.90 | 10.59 |
| Transfer to retained earnings | - | - | - | - | 83.20 | 83.20 |
| Transfer from Equity Instruments through other | - | - | - | (83.20) | - | (83.20) |
| Comprehensive Income | - | - | - | - | - | - |
| Total comprehensive income for the year | - | - | - | - | - | 3,876.72 |
| Balance at the end of the reporting period | 3,378.73 | 1,179.04 | 8,906.41 | 221.61 | 68.98 | 13,754.77 |

(ii) As at March 31, 2021

| Particulars | Reserves and Surplus | | | | Equity Instruments through Other Comprehensive Income | Total |
|--|----------------------|--------------------|-----------------|-------------------|---|----------|
| | Capital Reserve | Securities Premium | General Reserve | Retained Earnings | | |
| Balance at the beginning of the reporting period | 3,378.73 | 1,179.04 | 8,906.41 | (3,657.56) | (62.04) | 9,744.58 |
| Profit/(Loss) for the year | - | - | - | 104.78 | - | 104.78 |
| Other Comprehensive Income for the year (net of tax) | - | - | - | (17.23) | 45.92 | 28.69 |
| Total comprehensive income for the year | - | - | - | - | - | 133.47 |
| Balance at the end of the reporting period | 3,378.73 | 1,179.04 | 8,906.41 | (3,570.01) | (16.12) | 9,878.05 |

General information and significant accounting policies A-B

The accompanying notes to accounts forming an integral part to the standalone financial statement 1 to 57

As per our report of even date attached.

For SMAK & Co.
Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | (₹ in lacs) | |
|---|--------------------------------------|--------------------------------------|
| | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
| Cash Flow from operating activities | | |
| Profit/(loss) before tax | 5,271.98 | 130.23 |
| Adjustments for : | | |
| Depreciation | 1,014.25 | 1,157.95 |
| Net (gain)/Loss on Sale of Property, plant & Equipment | (6.43) | (0.26) |
| Employee benefit charged to OCI | 12.04 | (23.87) |
| Guarantee Commission | (100.80) | (100.80) |
| Share in (profit)/loss of partnership firm | 0.28 | - |
| Government Grant Income | (19.52) | (20.51) |
| Loss/(Gain) on Sale of Investment | (11.71) | - |
| Provision for doubtful debts | (4,149.46) | 5.07 |
| Interest Income | (276.45) | (275.24) |
| Finance Costs | 437.31 | 567.39 |
| Operating Profit Before Working Capital Changes | 2,171.49 | 1,439.96 |
| Working Capital Adjustments | | |
| (Increase)/Decrease in Inventories | (9.40) | 18.80 |
| (Increase)/Decrease in Trade and other receivables | 7,647.15 | (18.87) |
| Increase/(Decrease) in Trade and other payables | (7,737.07) | (156.30) |
| Cash Generated from operations | 2,072.17 | 1,283.59 |
| Income Tax (Paid)/ Refund | (80.72) | (7.80) |
| NET CASH FLOW FROM OPERATING ACTIVITIES | 1,991.45 | 1,275.79 |
| Cash Flow from Investing Activities | | |
| Purchase of Property, Plant & Equipment (Including Capital WIP and Capital advance) | (1,123.89) | (85.47) |
| Proceeds from Sale of Property, Plant & Equipment | 9.60 | 1.59 |
| Advance received against assets held for sale | 304.06 | (11.00) |
| Purchase of Investment | (31.63) | (9.50) |
| Sale of Investment | 28.36 | - |
| Interest Received | 271.71 | 336.50 |
| Share in profit/(loss) of partnership firm | (0.28) | - |
| Loan recovered from/(given to) Subsidiary | 472.00 | (394.00) |
| Change in Investment in Fixed Deposits | (55.05) | (14.90) |
| NET CASH FLOW FROM INVESTING ACTIVITIES | (125.12) | (176.78) |
| Cash Flow from Financing Activities | | |
| Repayment of borrowings | (1,192.99) | (454.47) |
| Repayment of Lease liability | (37.21) | (66.68) |
| Finance Costs | (437.31) | (613.56) |
| NET CASH FLOWS FROM FINANCING ACTIVITIES | (1,667.51) | (1,134.71) |
| Net increase/(decrease) in Cash and Cash Equivalents | 198.82 | (35.70) |
| Cash & Cash Equivalents at the beginning of the year | 303.00 | 338.70 |
| Cash & Cash Equivalents at the end of the year | 501.82 | 303.00 |
| Cash & Cash Equivalents comprises : | | |
| Balance with Banks in Current Accounts | 496.99 | 298.43 |
| Cash on Hand | 4.83 | 4.57 |
| | 501.82 | 303.00 |

As per our report of even date attached.

For SMAK & Co.
Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

NOTE : A - B

A. GENERAL INFORMATION

Ruchi Infrastructure Ltd (the Company) is a Public Limited Company (CIN : L65990MH1984PLC033878) incorporated on 28th August, 1984 in India under the provision of the Companies Act, 1956 having its registered office at 706, Tulsiani Chambers, Nariman Point, Mumbai- 400021. The Company is engaged in the business of infrastructure viz. storage of liquid commodities, Agri Warehousing Facilities, Wind power generation, trading of various commodities and manufacturing of soap. Its equity shares are listed on National Stock Exchange of India Ltd. (NSE) and BSE Ltd. (BSE).

B. SIGNIFICANT ACCOUNTING POLICIES

i. Statement of compliance

The separate financial statements have been prepared in accordance with Indian Accounting standards ("Ind AS") notified, under section 133 of the Companies Act, 2013 ('Act') read with the rules notified under the relevant provisions of the Act.

ii. Basis of Preparation

The financial statements have been prepared on accrual basis and under the historical cost convention except for certain financial instruments which are measured at fair value at the end of each reporting period, as explained in the accounting policies mentioned below.

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 Schedule III to the Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

Functional and presentation currency

These separate financial statements are presented in Indian rupees, which is the Company's functional currency. All amounts have been rounded to the nearest Rupees in lacs unless otherwise indicated.

iii. Use of Estimates, Judgments and Assumptions

The preparation of financial statements in accordance with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle of twelve months and other criteria set out in Schedule III to the Companies Act, 2013.

Significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have significant effect on amount recognized in the financial statements are:

- i. Allowance for bad and doubtful trade receivable.
- ii. Recognition and measurement of provision and contingencies.
- iii. Depreciation/Amortisation and useful lives of Property, plant and equipment/ Intangible Assets.
- iv. Recognition of deferred tax asset & liability
- v. Income Taxes.
- vi. Measurement of defined benefit obligation.
- vii. Impairment of Non-financial assets and financial assets.
- viii. Fair value of financial instruments

iv. Revenue

Recognition

The company recognised revenue i.e. account for a contract with a customer only when all of the following criteria are met:

- (a) the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

- (b) the entity can identify each party's rights regarding the goods or services to be transferred;
- (c) the entity can identify the payment terms for the goods or services to be transferred;
- (d) the contract has commercial substance (ie the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- (e) it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer. In evaluating whether collectability of an amount of consideration is probable, an entity shall consider only the customer's ability and intention to pay that amount of consideration when it is due. The amount of consideration to which the entity will be entitled may be less than the price stated in the contract if the consideration is variable because the entity may offer the customer a price concession.

Measurement

When (or as) a performance obligation is satisfied, company recognise as revenue the amount of the transaction price (which excludes estimates of variable consideration that are constrained) that is allocated to that performance obligation.

The transaction price is the amount that the entity expects to be entitled to in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties (for example, some taxes on sales). The consideration promised may include fixed amounts, variable amounts, or both.

i) Sale of goods

Revenue is recognised upon transfer of control of promised goods to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those goods. Revenue from the sale of goods is recognised at the point in time when control is transferred to the customer which is usually on dispatch / delivery of goods, based on contracts with the customers. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions, incentives, and returns, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government. Due to the short nature of credit period given to customers, there is no financing component in the contract.

ii) Sale of Services

Revenue from services rendered is recognised as the services are rendered and is booked based on agreements/arrangements with the concerned parties.

iii) Interest and Dividend

Interest income is recognized on accrual basis using the effective interest method. Dividend income is recognised in profit or loss on the date on which the company's right to receive payment is established.

v. Inventories

Inventories are valued at lower of cost and net realizable value, except by-product/scrap is valued at net realizable value. Cost of inventory is arrived at by using Weighted Average Price Method. Cost of inventory is generally comprises of cost of purchases, cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

vi. Property, Plant and Equipment

a. Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses (if any). Freehold land is measured at costs.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, acquisition or construction cost including borrowing costs, any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

Items such as spare parts, stand-by equipments and servicing that meets the definition of property, plant and equipment are capitalised at cost and depreciated over the useful life.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in statement of profit or loss.

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

b. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the item will flow to the company and cost of the item can be measured reliably.

c. Depreciation

Depreciation on property, plant and equipment is provided using Written down value method (WDV) on depreciable amount as per the useful life of the assets in the manner as specified in Schedule II to the Companies Act, 2013. The estimated useful life of assets and estimated residual value is taken as prescribed under Schedule II to the Companies Act, 2013.

Depreciation on additions during the year is provided on pro rata basis with reference to date of addition/ installation. Depreciation on assets disposed/discarded is charged up to the date on which such asset is sold.

The estimated useful lives, residual value and depreciation method are reviewed at the end of each balance sheet date, any changes therein are considered as changes in estimate and accordingly accounted for prospectively.

d. Biological Assets

Biological assets are classified as Bearer biological assets and Consumable biological assets. Bearer Biological Assets which are held to bear agricultural produce are classified as Bearer plants. Consumable biological assets are those that are to be harvested.

Bearer plants are recognised under Property, Plant and Equipment on fulfilment of the following condition :

1. Is used in the production or supply of agricultural produce;
2. Is expected to bear produce for more than one period; and has a remote likelihood of being sold as agricultural produce, except for incidental scrap sales.

Pomegranate Plants are recognised as Bearer biological assets. These are classified as mature Bearer Plants and Immature Bearer Plants. Mature Bearer Plants are those that have attained harvestable stage. Cost incurred for new plantations and immature areas are capitalised. Cost includes cost of land preparation, new planting and maintenance till maturity. The cost of areas coming into bearing is transferred to mature plantations and depreciated over their estimated useful lives. Pomegranate Plants attain a harvestable stage in about 1.5 years.

Bearer biological assets are carried at cost less accumulated depreciation and accumulated impairment loss, if any. Subsequent expenditure on bearer assets are added to its book value only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Mature bearer plants are depreciated over their estimated useful life. Immature bearer plants are tested for impairment/ obsolescence. The estimated useful life of mature bearer plants are approximately 24 years.

e. Capital Work In progress

Assets under erection/installation are shown as "Capital work in progress", Expenditure during construction period are shown as "pre-operative expenses" to be capitalized on erection/installations of the assets.

vii. Intangible Assets

Identifiable intangible assets are recognised when it is probable that future economic benefits attributed to the asset will flow to the Company and the cost of the asset can be reliably measured. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

Recognition and measurement

Computer software and Jetty rights have finite useful lives and are measured at cost less accumulated amortisation and any accumulated impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it future economic benefits embodied in the specific asset to which it relates flow to the company and cost can be measured reliably. All other expenditure, including expenditure on internally generated goodwill and brands, when incurred is recognised in statement of profit or loss.

Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in statement of profit or loss. Computer software are amortised over their estimated useful life of 3 years. Jetty Rights are amortised over the life mentioned in the agreement entered with Gujarat Maritime Board.

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted, if required.

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

viii. Employee benefits

i. Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii. Defined benefit plans

The liability for gratuity a defined benefit plan is determined annually by a qualified actuary using the projected unit credit method.

The company pays gratuity to the employees who have completed five years of service with company at the time when the employee leaves the company as per the payment of gratuity act 1972.

The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees.

Remeasurement of the net defined benefit plans in respect of post-employment are charged to other comprehensive income. Net interest expense and other expenses related to defined benefit plans are recognised in statement of profit and loss.

iii. Other employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of obligation as at the Balance sheet date determined based on an actuarial valuation.

iv. Defined Contribution Plan

The company's payments to the defined contribution plans are recognized as expenses during the period in which the employees perform the services that payment covers. Defined contribution plan comprise of contribution to the employees' provident fund with government, Employees' State Insurance and Pension Scheme.

ix. Income Tax

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to other comprehensive income or a business combination, or items recognised directly in equity.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax also includes any tax arising from dividends.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

ii. Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of deferred tax assets and liabilities are reviewed at the end of each reporting period.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with the asset will be realised.

Deferred tax assets and liabilities are offset only if:

- a) the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

x. Foreign currency transactions

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

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Difference arising on settlement of monetary items are recognised in statement of profit and loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets which are capitalized as cost of assets.

Non-monetary items that are measured based on historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Exchange difference arising out of these transactions are generally recognised in statement of profit and loss.

xi. Borrowing cost

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset are capitalised as part of the cost of that asset till the date it is ready for its intended use or sale. Qualifying asset are the assets that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to the statement of profit and loss in the period in which they are incurred.

xii. Cash and Cash Equivalent

Cash and cash equivalent includes the cash and Cheques in hand, bank balances, demand deposits with bank and other short term, highly liquid investments with original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Bank overdraft are shown within borrowings in current liabilities in the balance sheet and forms part of financing activities in the cash flow statement. Book overdraft are shown within other financial liabilities in the balance sheet and forms part of operating activities in the cash flow statement.

xiii. Cash Flow Statement

Cash flows are reported using indirect method, whereby profit/(loss) before tax is adjusted for the effect of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments and items of income or expenses associated with investing or financing cash flow. The cash flow from operating, investing and financing activities of the company is segregated based on the available information.

xiv. Earning Per Share

- i. Basic earnings per shares is arrived at based on net profit/(loss) after tax available to equity shareholders divided by Weighted average number of equity shares, adjusted for bonus elements in equity shares issued during the year (if any) and excluding treasury shares.
- ii. Diluted earnings per shares is calculated by dividing Profit attributable to equity holders after tax divided by Weighted average number of shares considered for basic earning per shares including potential dilutive equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Potential ordinary shares shall be treated as dilutive when, and only when, their conversion to ordinary shares would decrease earnings per share or increase loss per share from continuing operations.

xv. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when there is a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

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FORMING PART OF THE FINANCIAL STATEMENTS

A contingent asset is a possible asset that arises from past events and whose existence 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. Contingent assets are not recognized, but its existence is disclosed in the financial statements

xvi. Leases

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As per the requirements of Ind AS 116 the company evaluates whether an arrangement qualifies to be a lease. In identifying a lease the company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. The Company revises the lease term if there is a change in the non-cancellable period of a lease.

Company as a lessee

The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

Right of Use Assets

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located.

The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the lease term. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable and impairment loss, if any, is recognised in the statement of profit and loss.

Lease Liability

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications. The company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in statement of profit and loss.

The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

Operating leases

The Company has also used the practical expedient provided by the standard when applying Ind AS 116 to leases previously classified as operating leases under Ind AS 17 and therefore, has not reassessed whether a contract, is or contains a lease, at the date of initial application, relied on its assessment of whether leases are onerous, applying Ind AS 37 immediately before the date of initial application as an alternative to performing an impairment review,

Notes

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excluded initial direct costs from measuring the right-of-use asset at the date of initial application and used hindsight when determining the lease term if the contract contains options to extend or terminate the lease. The Company has used a single discount rate to a portfolio of leases with similar characteristics.

On transition, the Company recognised a lease liability measured at the present value of the remaining lease payments. The right-of-use asset is recognised at its carrying amount as if the standard had been applied since the commencement of the lease, but discounted using the lessee's incremental borrowing rate as at April 1, 2019.

Company as a lessor

At the inception of the lease the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income on a straight-line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease. If an arrangement contains lease and non-lease components, the Company applies Ind AS 115 Revenue from contracts with customers to allocate the consideration in the contract.

The Company is not required to make any adjustments on transition to Ind AS 116 for leases in which it acts as a lessor.

xvii. Asset Held for Sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable.

A sale is considered as highly probable when decision has been made to sell, assets are available for immediate sale in its present condition, assets are being actively marketed and sale has been agreed or is expected to be concluded within 12 months of the date of classification. Non-current assets held for sale are neither depreciated nor amortised.

Non current Assets classified as held for sale are measured at the lower of their carrying amount and fair value less cost to sale and are presented separately in the Balance Sheet.

xviii. Impairment of Non-Financial Assets

The company assesses at each reporting date whether there is any objective evidence that a non-financial asset or a group of non-financial assets are impaired. If any such indication exists, the company estimates the amount of impairment loss.

For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or group of assets is considered as cash generating unit.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in statement of profit and loss and reflected in an allowance account. When the company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, then the previously recognized impairment loss is reversed through profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been in place had there been no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in Statement of Profit and Loss, taking into account the normal depreciation/amortization.

xix. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options; and embedded derivatives in the host contract.

i. Financial assets

Classification

The Company classifies financial assets in the following measurement categories :

- a. Those measured at amortised cost and
- b. Those measured subsequently at fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

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Initial recognition and measurement

All financial assets are recognised initially at fair value plus transaction costs that are attributable to the acquisition of the financial asset, in the case of financial assets not recorded at fair value through profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the company commits to purchase or sell the asset.

Measured at amortised cost

A financial asset is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss. This category generally applies to trade and other receivables.

Measured at fair value through other comprehensive income (FVOCI)

A financial asset is measured at FVOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Financial assets included within the FVOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to profit and loss. Interest earned whilst holding FVOCI debt instrument is reported as interest income using the EIR method.

Financial Asset at fair value through profit or loss (FVTPL)

FVTPL is a residual category for financial asset. Any financial asset, which does not meet the criteria for categorization as at amortized cost or as FVOCI, is classified as at FVTPL.

In addition, the group company may elect to classify a financial asset, which otherwise meets amortized cost or FVOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a company of similar financial assets) is primarily derecognised (i.e. removed from the company's balance sheet) when:

- i. The rights to receive cash flows from the asset have expired, or
- ii. The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the company has transferred substantially all the risks and rewards of the asset, or (b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- iii. When the company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the company continues to recognise the transferred asset to the extent of the company's continuing involvement. In that case, the company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the company has retained.

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- iv. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the company could be required to repay.

Impairment of financial assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- b) Trade receivables.

The Company follows 'simplified approach for recognition of impairment loss allowance on:

- i. Trade receivables which do not contain a significant financing component.
The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.
- ii. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

ii. Financial liabilities

Classification

The Company classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or amortised costs.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The company's financial liabilities include trade and other payables, loans and borrowings, financial guarantee contracts and derivative financial instruments.

Financial liabilities at fair value through profit or loss.

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the group that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to P&L. However, the company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to interest-bearing loans and borrowings.

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Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Derivative financial instruments

The company uses derivative financial instruments, such as forward currency contracts, interest rate swaps and forward commodity contracts, to hedge its foreign currency risks, interest rate risks and commodity price risks, respectively. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Offsetting

Financial assets and financial liabilities are offset and the net amount is presented in the balance sheet when and when the company has a legally enforceable right to set off the amount and it intends either to settle then on a net basis or to realize the asset and settle the liability simultaneously.

Measurement of fair values

The Company's accounting policies and disclosures require the measurement of fair values, for financial instruments.

The Company has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

xx. Government Grants

Government Grants and subsidies from Government are recognised when there is reasonable certainty that the grant/subsidy will be received and all attaching conditions will be complied with. Government grant related to income are recognised in the Statement of Profit & Loss on a systematic basis over the period in which the Company recognizes as expenses the related costs for which the grant is intended to compensate.

Where the Grant relates to an asset value, it is recognised as deferred income, and amortised over the expected useful life of the asset.

xxi. Guarantee Commission

In respect of Corporate Guarantees given by the Company on behalf of its Subsidiaries on the Ind As transitional date, notional income is booked at rate prevalent in market for similar guarantee and the income is amortised over the period of the guarantee. The notional income for guarantees given in subsequent periods is treated as deemed investment, added to the carrying cost of investment in Subsidiary and amortised over the period of the guarantee.

xxii. Standards issued but not yet effective

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2022.

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NOTE 1 - PROPERTY, PLANT AND EQUIPMENT

(₹ in lacs)

I. Property, Plant and Equipment

| Particulars | Freehold land | Buildings | Plant & Equipment | Furniture & Fixture | Vehicles | Office Equipment | Biological Assets | Total |
|---|---------------|-----------|-------------------|---------------------|----------|------------------|-------------------|-----------|
| a. Gross carrying amount | | | | | | | | |
| As at April 1, 2020 | 4,778.16 | 2,505.32 | 3,341.71 | 1,091.83 | 232.10 | 319.79 | 25.02 | 12,293.93 |
| Additions | - | 0.64 | 28.03 | 0.22 | 16.68 | 11.98 | - | 57.55 |
| Deduction/Adjustments | - | - | 11.51 | - | 0.41 | 0.75 | - | 12.67 |
| Transfer from/(to) assets given on lease | - | (279.45) | (178.54) | - | - | - | - | (457.99) |
| As at March 31, 2021 | 4,778.16 | 2,226.51 | 3,179.69 | 1,092.05 | 248.37 | 331.02 | 25.02 | 11,880.82 |
| Additions | - | 40.78 | 39.94 | 0.05 | 61.02 | 12.27 | - | 154.06 |
| Deduction/Adjustments | - | - | 12.01 | 0.02 | 21.06 | 1.75 | - | 34.84 |
| Transfer from/(to) assets given on lease | - | (417.49) | 9.28 | - | - | - | - | (408.21) |
| As at March 31, 2022 | 4,778.16 | 1,849.80 | 3,216.90 | 1,092.08 | 288.33 | 341.54 | 25.02 | 11,591.83 |
| b. Accumulated depreciation and impairment | | | | | | | | |
| As at April 1, 2020 | - | 445.34 | 1,067.61 | 675.44 | 169.13 | 260.24 | 3.21 | 2,620.97 |
| Depreciation charge for the year | - | 99.08 | 298.73 | 101.08 | 15.16 | 29.48 | 1.92 | 545.45 |
| Deduction/Adjustments | - | - | 10.24 | - | 0.39 | 0.71 | - | 11.34 |
| Transfer from/(to) assets given on lease | - | (165.66) | (35.83) | - | - | - | - | (201.49) |
| As at March 31, 2021 | - | 378.76 | 1,320.27 | 776.52 | 183.90 | 289.01 | 5.13 | 2,953.59 |
| Depreciation charge for the year | - | 85.29 | 254.67 | 74.92 | 17.61 | 20.42 | 1.69 | 454.60 |
| Deduction/Adjustments | - | - | 11.11 | 0.02 | 18.97 | 1.57 | - | 31.67 |
| Transfer from/(to) assets given on lease | - | 38.25 | 14.44 | - | - | - | - | 52.69 |
| As at March 31, 2022 | - | 502.30 | 1,578.27 | 851.42 | 182.54 | 307.86 | 6.82 | 3,429.21 |
| c. Net Carrying Amount | | | | | | | | |
| As at March 31, 2021 | 4,778.16 | 1,847.75 | 1,859.42 | 315.53 | 64.47 | 42.01 | 19.89 | 8,927.23 |
| As at March 31, 2022 | 4,778.16 | 1,347.50 | 1,638.63 | 240.66 | 105.79 | 33.68 | 18.20 | 8,162.62 |

II. ASSETS GIVEN ON LEASE

| Particulars | Freehold land | Buildings | Plant & Equipment | Furniture & Fixture | Vehicles | Office Equipment | Biological Assets | Total |
|---|---------------|-----------|-------------------|---------------------|----------|------------------|-------------------|-----------|
| a. Gross carrying amount | | | | | | | | |
| As at April 1, 2020 | - | 8,446.02 | 1,142.01 | - | - | - | - | 9,588.03 |
| Additions | - | 130.77 | - | - | - | - | - | 130.77 |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | 279.45 | 178.54 | - | - | - | - | 457.99 |
| As at March 31, 2021 | - | 8,856.24 | 1,320.55 | - | - | - | - | 10,176.79 |
| Additions | - | - | - | - | - | - | - | - |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | 417.49 | (9.28) | - | - | - | - | 408.21 |
| As at March 31, 2022 | - | 9,273.73 | 1,311.27 | - | - | - | - | 10,585.00 |
| b. Accumulated depreciation and impairment | | | | | | | | |
| As at April 1, 2020 | - | 1,315.95 | 300.10 | - | - | - | - | 1,616.05 |
| Depreciation charge during the year | - | 357.48 | 162.15 | - | - | - | - | 519.63 |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | 165.66 | 35.83 | - | - | - | - | 201.49 |
| As at March 31, 2021 | - | 1,839.09 | 498.08 | - | - | - | - | 2,337.17 |
| Depreciation charge for the year | - | 352.10 | 132.59 | - | - | - | - | 484.69 |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | (38.25) | (14.44) | - | - | - | - | (52.69) |
| As at March 31, 2022 | - | 2,152.94 | 616.23 | - | - | - | - | 2,769.17 |
| c. Net Carrying Amount | | | | | | | | |
| As at March 31, 2021 | - | 7,017.15 | 822.47 | - | - | - | - | 7,839.62 |
| As at March 31, 2022 | - | 7,120.79 | 695.04 | - | - | - | - | 7,815.83 |
| GRAND TOTAL (I + II) | | | | | | | | |
| Net Carrying Amount | | | | | | | | |
| As at March 31, 2021 | 4,778.16 | 8,864.90 | 2,681.89 | 315.53 | 64.47 | 42.01 | 19.89 | 16,766.85 |
| As at March 31, 2022 | 4,778.16 | 8,468.29 | 2,333.67 | 240.66 | 105.79 | 33.68 | 18.20 | 15,978.45 |

Notes

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III. Capital Work in Progress

(₹ in lacs)

| Particulars | Freehold land | Buildings | Plant & Equipment | Furniture & Fixture | Vehicles | Office Equipment | Biological Assets | Total |
|---|---------------|-----------|-------------------|---------------------|----------|------------------|-------------------|--------|
| As at April 1, 2020 | - | 194.19 | 3.86 | - | - | - | - | 198.05 |
| Additions | - | 16.42 | 0.49 | - | - | - | - | 16.91 |
| Less: Transfer to Property, plant and equipment | - | 117.52 | 3.86 | - | - | - | - | 121.38 |
| As at March 31, 2021 | - | 93.09 | 0.49 | - | - | - | - | 93.58 |
| Additions | - | 336.39 | 1.11 | - | - | - | - | 337.50 |
| Less: Transfer to Property, plant and equipment | - | 38.16 | - | - | - | - | - | 38.16 |
| As at March 31, 2022 | - | 391.32 | 1.60 | - | - | - | - | 392.92 |

Capital Work In Progress ageing schedule as at March 31, 2022

| | Amount in CWIP for a period of | | | | Total |
|--------------------------------|--------------------------------|-------------|-----------|-------------------|---------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 337.50 | 0.49 | - | - | 337.99 |
| Projects temporarily suspended | - | - | - | 54.93 | 54.93 |
| TOTAL | 337.50 | 0.49 | - | 54.93 | 392.92 |

Capital Work In Progress ageing schedule as at March 31, 2021

| | Amount in CWIP for a period of | | | | Total |
|---|--------------------------------|--------------|-----------|-------------------|--------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 16.92 | 21.73 | - | - | 38.65 |
| Projects temporarily suspended [Refer note (3) below] | - | - | - | 54.93 | 54.93 |
| TOTAL | 16.92 | 21.73 | - | 54.93 | 93.58 |

Capital Work In Progress completion schedule as at March 31, 2022

| | To be completed in | | | | Total |
|---|--------------------|--------------|-----------|-------------------|---------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 337.99 | - | - | - | 337.99 |
| Projects temporarily suspended [Refer note (3) below] | - | 54.93 | - | - | 54.93 |
| TOTAL | 337.99 | 54.93 | - | - | 392.92 |

Capital Work In Progress completion schedule as at March 31, 2021

| | To be completed in | | | | Total |
|--------------------------------|--------------------|--------------|-----------|-------------------|--------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 38.65 | - | - | - | 38.65 |
| Projects temporarily suspended | - | 54.93 | - | - | 54.93 |
| TOTAL | 38.65 | 54.93 | - | - | 93.58 |

IV. INTANGIBLE ASSETS

| Particulars | Jetty Rights | Computer Software | Total |
|------------------------------------|--------------|-------------------|--------|
| a. Gross carrying amount | | | |
| As at March 31, 2020 | 293.79 | 11.63 | 305.42 |
| Additions | - | 2.99 | 2.99 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2021 | 293.79 | 14.62 | 308.41 |
| Additions | - | - | - |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2022 | 293.79 | 14.62 | 308.41 |
| b. Accumulated Amortisation | | | |
| As at March 31, 2020 | 168.54 | 6.78 | 175.32 |
| Amortisation charged for the year | 16.04 | 2.30 | 18.34 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2021 | 184.58 | 9.08 | 193.66 |
| Amortisation charged for the year | 13.91 | 2.50 | 16.41 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2022 | 198.49 | 11.58 | 210.07 |
| c. Net Carrying Amount | | | |
| As at March 31, 2021 | 109.21 | 5.54 | 114.75 |
| As at March 31, 2022 | 95.30 | 3.04 | 98.34 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

- Notes :** (1) Refer note 15 for details of Property, Plant, Machinery Charged/Mortgaged.
 (2) The ownership of jetty ₹ 293.79 lacs (At Cost) (Previous Year ₹ 293.79 lacs) rests with the Gujarat Maritime Board.
 (3) The Company has purchased 42.97 acre of land (cost as per books ₹ 1190.25 lacs as at March 31, 2022, ₹ 1190.25 lacs as at March 31, 2021) at Industrial Park, Pantapalam, A.P on January 1, 2015 from Andhra Pradesh Industrial Infrastructure Corporation Ltd ("APIICL"). Due to alleged non compliance of certain terms and conditions of the allotment, APIICL has cancelled the allotment of the land and has asked the Company to surrender the land. The Company has filed a writ petition in the Andhra Pradesh High Court, Hyderabad against the demand for surrender of the land and same is under progress.
 (4) The lease of the land on which the Storage terminal of the Company at Chennai is partly constructed has expired during the year. The WDV of the tanks and pipelines constructed on this land is ₹ 227.01 Lacs. The Company is negotiating for renewal of the lease with the land owner. Pending renewal, the company is operating on short term lease by paying monthly rentals.
 (5) There was no borrowing cost to be capitalised during the year (Previous Year ₹ Nil).

NOTE -2 : RIGHT OF USE ASSETS

| Particulars | Leasehold land | Buildings | Total |
|---|----------------|-----------|----------|
| a. Gross carrying amount | | | |
| As at April 1, 2020 | 690.95 | 331.22 | 1,022.17 |
| Additions | - | 28.63 | 28.63 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2021 | 690.95 | 359.85 | 1,050.80 |
| Additions | - | - | - |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2022 | 690.95 | 359.85 | 1,050.80 |
| b. Accumulated depreciation and impairment | | | |
| As at April 1, 2020 | 37.82 | 248.99 | 286.81 |
| Depreciation charge for the year | 25.53 | 49.00 | 74.53 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2021 | 63.35 | 297.99 | 361.34 |
| Depreciation charge for the year | 25.53 | 33.02 | 58.55 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2022 | 88.88 | 331.01 | 419.89 |
| c. Net Carrying Amount | | | |
| As at March 31, 2021 | 627.60 | 61.86 | 689.46 |
| As at March 31, 2022 | 602.07 | 28.84 | 630.91 |

Note : The Company's storage tank terminal at Haldia is located on 10117 Sq Mtrs of land leased from Kolkata Port Trust, Haldia Dock Complex ("HDC"). The lease of the said plot expired on 15th March 2018. "HDC" has renewed the lease for a further period of 30 years. The execution of the lease agreement is in under progress.

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 3 - NON CURRENT INVESTMENTS | | |
| A Investment in Equity Instruments: measured at cost | | |
| a) In Subsidiary companies | | |
| Unquoted | | |
| i) 70,00,000 (Previous Year 70,00,000) Equity shares of ₹10/- each fully paid up in Peninsular Tankers Pvt Ltd. | 378.00 | 378.00 |
| Add/(Less): Impairment of Investments | (378.00) | (378.00) |
| | - | - |
| ii) 92,29,990 (Previous Year 92,29,990) Equity Shares of ₹10/- each fully paid up in Ruchi Renewable Energy Pvt. Ltd. (Refer note 40) | 3,141.30 | 2,939.70 |
| iii) 9,800 (Previous Year 9,800) Equity Shares of ₹10/- each fully paid up in Mangalore Liquid Impex Pvt Ltd. | 0.98 | 0.98 |
| Total | 3,142.28 | 2,940.68 |
| B Investment in Partnership Firm (Associate entity) | | |
| Narang & Ruchi Developers (Refer note 41) | 1,025.84 | 994.21 |
| Total | 1,025.84 | 994.21 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| C Investment in Equity Instruments - Other than in subsidiary, associate and Joint Venture companies (measured at fair value through Other Comprehensive Income (FVOCI)) Quoted) | | |
| i) 13,71,800 (Previous Year 13,71,800) Equity Shares of ₹10/- each fully paid up in National Steel & Agro Industries Ltd. | 60.77 | 58.71 |
| ii) 11,700 (Previous Year 11,700) Equity Shares of ₹10/- each fully paid up in IMEC Services Ltd. | 0.22 | 0.14 |
| iii) Nil (Previous Year 2,596) Equity Shares of ₹2/- each fully paid up in Ruchi Soya Industries Ltd. | - | 16.65 |
| Total | 60.99 | 75.50 |
| Grand Total | 4,229.11 | 4,010.39 |
| Aggregate amount of quoted investments and market value thereof | 60.99 | 75.50 |
| Aggregate amount of unquoted investments - Cost | 4,546.12 | 4,312.89 |
| Aggregate provision for diminution in value of investments | 378.00 | 378.00 |
| NOTE: 4 - OTHER FINANCIAL ASSETS - NON CURRENT | | |
| a. Interest Accrued but not due on Fixed Deposits With Bank | 15.73 | 10.70 |
| b. Balance with Banks in Deposit Accounts having maturity over 12 months (Earmarked as security for Guarantees issued by Bank) | 631.06 | 579.76 |
| | 646.79 | 590.46 |
| NOTE: 5 - OTHER NON - CURRENT ASSETS | | |
| Capital Advances | 782.99 | 112.50 |
| Balance with Government Authorities | 67.94 | 67.94 |
| Advance Income-Tax (Net of Provision) | 314.82 | 396.93 |
| | 1,165.75 | 577.37 |
| NOTE: 6 - INVENTORIES | | |
| Raw Materials (including packing material) | 27.13 | 17.96 |
| Work-in-progress | 0.70 | 0.47 |
| Finished goods | - | - |
| | 27.83 | 18.43 |
| i) Inventories are valued at lower of cost and net realisable value. | | |
| ii) The cost of inventories recognised as an expense include nil (Previous Year Nil) in respect of write down of inventory to net realisation value. | | |
| NOTE: 7 - TRADE RECEIVABLES | | |
| Unsecured, considered good * | 737.25 | 1,252.33 |
| Significant increase in credit risk | - | - |
| Credit impaired | 1.82 | 4,194.93 |
| | 739.07 | 5,447.26 |
| Less: Allowance for doubtful debts/expected credit loss | 49.36 | 4,198.83 |
| | 689.71 | 1,248.43 |

*The above includes debts due from firms/private companies in which director is a partner/director ₹Nil [Previous Year ₹5.27 lacs]

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

Trade receivables ageing schedule as at 31st March, 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 | 581.75 | 100.69 | 54.81 | - | - | 737.25 |
| (ii) Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) Undisputed Trade Receivables - credit impaired | - | - | 1.82 | - | - | 1.82 |
| (iv) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (v) Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |

Trade receivables ageing schedule as at 31st March, 2021

| 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 | 628.34 | 242.34 | 2.65 | 7.34 | 372.26 | 1252.93 |
| (ii) Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) Undisputed Trade Receivables - credit impaired | - | - | - | - | 4,194.33 | 4,194.33 |
| (iv) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (v) Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|----------------------|----------------------|
| NOTE: 8 - CASH AND CASH EQUIVALENTS | | |
| Balances with Banks | | |
| In Current Accounts | 496.99 | 298.43 |
| Cash on hand | 4.83 | 4.57 |
| | 501.82 | 303.00 |
| NOTE: 9 - BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS | | |
| Earmarked Balances with Banks | | |
| a. Unpaid Dividend | 0.28 | 0.41 |
| b. In Deposit Accounts with maturity less than or equal to 12 months | 92.02 | 88.27 |
| | 92.30 | 88.68 |
| NOTE: 10 - LOANS | | |
| Unsecured, considered good | | |
| Loans to Subsidiaries | 1,389.00 | 1,861.00 |
| | 1,389.00 | 1,861.00 |
| NOTE: 11 - OTHER FINANCIAL ASSETS - CURRENT | | |
| Security Deposits | 273.86 | 250.22 |
| Interest Accrued but not due | | |
| On Fixed Deposits with Banks | 2.36 | 2.65 |
| On Other deposits | 36.21 | 36.21 |
| Other Receivables* | 85.38 | 2,984.32 |
| | 397.81 | 3,273.40 |

*Represents export incentive receivable, other recoverable.(Refer note 39)

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 12 - OTHER CURRENT ASSETS | | |
| Advance against supply | 4.43 | 7.83 |
| Balance with Government Authorities | 367.01 | 421.70 |
| Other receivable** | 113.68 | 119.12 |
| | 485.12 | 548.65 |
| ** Represents prepaid expenses, advance to employees etc. | | |
| NOTE: 13 - SHARE CAPITAL | | |
| (a) Authorised | | |
| i. Equity Shares | | |
| 50,00,00,000 (Previous Year 50,00,00,000) Equity shares of ₹1/- each | 5,000.00 | 5,000.00 |
| ii. Preference Shares | | |
| 2,00,00,000 (Previous Year 2,00,00,000) | 20,000.00 | 20,000.00 |
| Non Convertible, Cumulative, Redeemable Preference shares of ₹100/- each | | |
| | 25,000.00 | 25,000.00 |
| (b) Issued, Subscribed and paid-up | | |
| 20,52,39,942 (Previous Year 20,52,39,942) Equity shares of ₹1/- each fully paid up | 2,052.40 | 2,052.40 |
| | 2,052.40 | 2,052.40 |

(a) The reconciliation of the number of shares and amount outstanding is set out below:

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|-----------------|----------------------|-----------------|
| | No. of Shares | Amount | No. of Shares | Amount |
| Equity Shares : | | | | |
| Equity Shares at the beginning of the year | 20,52,39,942 | 2,052.40 | 20,52,39,942 | 2,052.40 |
| Add: Shares issued during the year | - | - | - | - |
| Equity Shares at the end of the year | 20,52,39,942 | 2,052.40 | 20,52,39,942 | 2,052.40 |

(b) **Terms/Rights attached to Equity Shares :**

The company has one class of equity shares having a par value of ₹1 per share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors (if any) is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend which is paid as and when declared by the Board of Directors. In the event of liquidation, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding.

(c) **The details of shareholders' holding more than 5% Shares.**

| Equity Shares | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|--------------|----------------------|--------------|
| | No. of Shares | % of holding | No. of Shares | % of holding |
| Ruchi Soya Industries Ltd | 2,73,24,239 | 13.31 | 2,73,24,239 | 13.31 |
| Forbes EMF | 1,98,15,812 | 9.65 | 1,98,15,812 | 9.65 |
| Suyash Shahra (Trustee of Shashwat Trust) | 1,80,00,000 | 8.77 | - | - |
| Umesh Shahra (Trustee of Shashwat Trust) | - | - | 1,80,00,000 | 8.77 |
| Mahakosh Holding Pvt Ltd | 1,50,57,840 | 7.34 | 1,50,57,840 | 7.34 |
| Pradeep C Limdi (Trustee of Indivar Foundation) | 1,50,00,000 | 7.31 | 1,50,00,000 | 7.31 |

(d) For the period of five years immediately preceeding the date at which the Balance Sheet is prepared, i.e. 31.03.2022 the Company has not allotted any shares pursuant to Contract(s) without payment being received in Cash or by way of bonus shares or bought back any shares/class of shares.

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(e) Promoters shareholding and changes.

| Particulars | | As at March 31, 2022 | | | As at March 31, 2021 | | |
|-------------|--|----------------------|-------------------|--------------------------|----------------------|-------------------|--------------------------|
| Sr. No. | Promoter Name | No. of Shares | % of total shares | % change during the year | No. of Shares | % of total shares | % change during the year |
| 1 | Ruchi Soya Industries Ltd | 2,73,24,239 | 13.31 | - | 2,73,24,239 | 13.31 | - |
| 2 | Suyash Shahra (Trustee of Shashwat Trust) | 1,80,00,000 | 8.77 | - | 1,80,00,000 | 8.77 | - |
| 3 | Mahakosh Holdings Private Limited | 1,50,57,840 | 7.34 | - | 1,50,57,840 | 7.34 | - |
| 4 | Pradeep C. Limdi (Trustee of Indivar Foundation) | 1,50,00,000 | 7.31 | - | 1,50,00,000 | 7.31 | - |
| 5 | Ankesh Shahra | 76,00,000 | 3.70 | - | 76,00,000 | 3.70 | - |
| 6 | Soyumm Marketing Private Limited | 73,53,305 | 3.58 | - | 73,53,305 | 3.58 | - |
| 7 | Santosh Shahra | 72,00,000 | 3.51 | - | 72,00,000 | 3.51 | - |
| 8 | Mahakosh Papers Private Limited | 60,00,000 | 2.92 | - | 60,00,000 | 2.92 | - |
| 9 | Manish Shahra | 48,02,000 | 2.34 | - | 48,02,000 | 2.34 | - |
| 10 | Vishesh Shahra | 47,99,990 | 2.34 | - | 47,99,990 | 2.34 | - |
| 11 | Dinesh Khandelwal (Trustee of Disha Foundation) | 35,05,610 | 1.71 | - | 35,05,610 | 1.71 | - |
| 12 | Ruchi Shahra | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 13 | Aditi Shahra | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 14 | Sunaina Shahra | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 15 | Bhavna Goel | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 16 | Sarthak Industries Limited | 19,50,700 | 0.95 | - | 19,50,700 | 0.95 | - |
| 17 | Shahra Brothers Private Limited | 14,70,000 | 0.72 | - | 14,70,000 | 0.72 | - |
| 18 | Ushadevi Shahra | 12,00,000 | 0.58 | - | 12,00,000 | 0.58 | - |
| 19 | Sureshchandra Shahra HUF | 12,00,000 | 0.58 | - | 12,00,000 | 0.58 | - |
| 20 | Nutrela Marketing Private Limited | 12,00,000 | 0.59 | - | 12,00,000 | 0.59 | - |
| 21 | Mrudula Shahra | 11,97,300 | 0.58 | - | 11,97,300 | 0.58 | - |
| 22 | Neha Sarraf | 4,00,000 | 0.20 | - | 4,00,000 | 0.20 | - |
| 23 | Viksit Engineering Limited | - | - | - | - | - | (1.17) |
| 24 | Kailash Chandra Shahra | - | - | - | - | - | - |
| 25 | Savitridevi Shahra | - | - | - | - | - | - |
| 26 | Sarvesh Shahra | - | - | - | - | - | - |
| 27 | Umesh Shahra | - | - | - | - | - | - |
| 28 | Amisha Shahra | - | - | - | - | - | - |
| 29 | Neeta Shahra | - | - | - | - | - | - |
| | Total | 13,48,60,984 | 65.71 | - | 13,48,60,984 | 65.71 | (1.17) |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 14 - OTHER EQUITY | | |
| A Capital Reserve | 3,378.73 | 3,378.73 |
| B Securities Premium | 1,179.04 | 1,179.04 |
| C General Reserve | 8,906.41 | 8,906.41 |
| D Equity Instruments through Other Comprehensive Income (Refer note D below) | 68.98 | (16.12) |
| E Retained Earnings (Refer note E below) | 221.61 | (3,570.01) |
| TOTAL | 13,754.77 | 9,878.05 |
| A Capital Reserve | | |
| Balance as at the beginning of the year | 3,378.73 | 3,378.73 |
| Less: Transfer during the year | - | - |
| Balance as at the end of the year | 3,378.73 | 3,378.73 |
| B Securities Premium | | |
| Balance as at the beginning of the year | 1,179.04 | 1,179.04 |
| Balance as at the end of the year | 1,179.04 | 1,179.04 |
| C General Reserve | | |
| Balance as at the beginning of the year | 8,906.41 | 8,906.41 |
| Add: Transfer during the year | - | - |
| Balance as at the end of the year | 8,906.41 | 8,906.41 |
| D Equity Instruments through Other Comprehensive Income (Refer note (iv) below) | | |
| Balance as at the beginning of the year | (16.12) | (62.04) |
| Fair value change in investments in equity shares - OCI (net of tax) | 1.90 | 45.92 |
| Transfer to Retained Earnings (net of Tax) | 83.20 | - |
| Balance as at the end of the year | 68.98 | (16.12) |
| E Retained Earnings (Refer note (v) below) | | |
| Balance as at the beginning of the year | (3,570.01) | (3,657.56) |
| Add: Net Profit/(Loss) for the year | 3,866.13 | 104.78 |
| Add/(Less): Remeasurement of the defined benefit plans through Other Comprehensive income (net of tax) | 8.69 | (17.23) |
| Transfer from Equity Instruments through Other Comprehensive Income (net of tax) | (83.20) | - |
| Balance as at the end of the year | 221.61 | (3,570.01) |
| | 13,754.77 | 9,878.05 |

NATURE AND PURPOSE OF RESERVES

(i) Capital Reserve

Capital Reserve was created on account of gains on buyback of FCCB's. The reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

(ii) Securities Premium

Securities Premium is created on recording of premium on issue of shares. The reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

(iii) General Reserve

The General Reserve is created from time to time out of surplus profit from retained earnings. General Reserve is created by transfer from one component of equity to another.

(iv) Equity Instruments through Other Comprehensive Income

The company has elected to recognise changes in fair value of certain class of investments in other comprehensive income. These fair value changes are accumulated within this reserve and shall be adjusted on derecognition of investment.

(v) Retained Earnings

The same is created out of profits over the years and shall be utilised as per the provisions of the Companies Act, 2013.

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 15 - BORROWINGS | | |
| A Secured | | |
| Term Loans from Banks | | |
| From Banks (Refer note A below) | 3,428.67 | 4,621.66 |
| Less : Current maturities of Long Term Borrowings (Refer note 20) | 1,445.84 | 1,195.84 |
| | 1,982.83 | 3,425.82 |
| B Unsecured | | |
| Cumulative Redeemable Preference Shares (Refer note B below) | | |
| 54,60,613 (Previous Year 54,60,613) 6% Non convertible, cumulative, redeemable preference shares of ₹ 100 each fully paid up | 5,460.61 | 5,460.61 |
| | 7,443.44 | 8,886.43 |

Note :

A. Term Loan From South Indian Bank Ltd.

Term Loan of ₹7,183.37 lacs, Outstanding ₹3,428.67 lacs (Previous Year ₹4,621.66 lacs) from South Indian Bank Ltd. is secured by:

- Hypothecation of all current assets of the Company including receivables other than those charged to existing lenders of the Company
- Collateral security by way of hypothecation / mortgage of warehouses of the Company located at :
 - Survey No. 30/1, 30/2, 30/3, 30/4, Village Linga, District Chindwada (MP), Area of Land- 26353 sq mt.
 - Survey No. 253/1, 257/1, 258 and 259, Village Chaigaon, Devi Tehsil, District Khandwa, Area of land- 37100 sq mt.
 - Survey No. 711, 712, 713, Village Jamunia, Kala patwari, Halka No. 11, Mhow Nasirawad Road, Tehsil and District Ratlam (MP), area of land 62300 Sq mt.
 - Survey No. 734/2, 751/2, 752, 756/2, 756/3, 756/4, 756/5, 758/1, 759/1, Patwari Halka No. 31, Village Mangrol, Mhow Nasirawad Road, Tehsil and District Ratlam (MP), area of land - 53100 sq mt.
 - Survey No. 167/1, 168/1, 78/1, 78/3, 79/2, 74, 75, 76, 77, 79/1, 78/2, 173/1, Village Raigaon, Tehsil Raghuraj Nagar District Satna (MP), area of land - 36300 sq mt.

iii) The rate of Interest as at the year end is 9.90 % (Previous Year 9.90%).

iv) As a measure to lessen the adverse impact on businesses due to lockdown on account of COVID-19, The Reserve Bank of India had allowed borrowers whose accounts were not in default category to avail of moratorium on repayment of loan installments and servicing of interest for the period March 2020 to May 2020. Subsequently the moratorium was extended upto August 2020. The Company has availed the moratorium upto August 2020 and has received confirmation from its Banker regarding the same.

As per the terms of the moratorium availed, the tenure of the loan is extended by six months and the last installment of the loan which was due in December 2023 will now be payable in June 2024. The interest on the term loan for the months of March 2020 to August 2020 has been capitalised into the loan principal and repayment will be spread over the remaining tenure of the loan. The principal installment due from September 2020 includes, in addition to the original installment amount, the pro rated portion of the interest capitalised.

v) The loan is repayable in 26 scattered installments starting from September, 2017 with the last installment due in June, 2024.

The installments remaining to be paid are as under :

| Year | No. of Installments | Amount of Installment | Total Amount |
|--------------|---------------------|-----------------------|-----------------|
| 2022-2023 | 2 | 330.21 | 660.42 |
| 2022-2023 | 2 | 392.71 | 785.42 |
| 2023-2024 | 2 | 392.71 | 785.42 |
| 2023-2024 | 2 | 401.01 | 802.02 |
| 2024-2025 | 1 | 401.11 | 401.11 |
| Total | 9 | | 3,434.39 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

B. Terms / Rights attached to Preference Shares :

Preference shares are non convertible, cumulative, redeemable and have a par value of ₹100/- per share. Each preference shareholder is eligible for one vote per share only on resolutions affecting their rights and interest. Shareholders are entitled to dividend at the rate of 6% p.a. which is cumulative. In the event of liquidation of the company before redemption, the holders of preference shares will have priority over equity shares in the payment of dividend and repayment of capital.

The details of shareholders holding more than 5% of shares

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---------------------------------|----------------------|--------------|----------------------|--------------|
| | No. of Shares | % of holding | No. of Shares | % of holding |
| Preference Shares | | | | |
| Wellway Development Ltd. | 27,96,281 | 51.21 | 27,96,281 | 51.21 |
| Bhagyam Investment Holding Ltd. | 26,64,332 | 48.79 | - | - |
| Apec Investments Ltd. | - | - | 17,33,345 | 31.74 |
| Everlead Trading Ltd. | - | - | 9,30,987 | 17.05 |

(a) The Company had allotted 6% Non Convertible, Cumulative, Redeemable Preference Shares of ₹100/- each as under :

17,33,345 Shares were allotted on 30th March, 2006.

37,27,268 Shares were allotted on 9th October, 2006.

(b) The aforesaid Preference Shares are redeemable as under :

₹25/- to be redeemed after 18 years from date of allotment

₹75/- to be redeemed after 19 years from date of allotment

The Company at its sole discretion has an option to prematurely redeem the preference shares in full or in part after completion of three years from the date of allotment.

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 16 - LEASE LIABILITIES | | |
| Lease Liability (Refer note 37) | 55.84 | 85.65 |
| | 55.84 | 85.65 |
| NOTE: 17 - PROVISIONS | | |
| Provision for employee benefits | | |
| Gratuity | 39.38 | 45.13 |
| Compensated absences | 83.41 | 79.83 |
| (Refer note 49 for disclosure as per Ind AS 19) | 122.79 | 124.96 |
| NOTE: 18 - DEFERRED TAX LIABILITIES/ASSET- NET | | |
| A Deferred Tax Assets on account of | | |
| Provision for doubtful debts | 13.73 | 1,168.12 |
| Fair Valuation of Investments | 57.12 | 60.46 |
| Defined Employee benefit plan | 45.95 | 46.75 |
| Lease liability | 7.98 | 8.29 |
| Interest on term loan | 44.34 | 65.99 |
| Total Deferred Tax Assets | 169.12 | 1,349.61 |
| B Deferred Tax Liabilities on account of | | |
| Property, plant and equipment and intangible assets | 397.26 | 337.30 |
| Total - Deferred Tax Liabilities | 397.26 | 337.30 |
| C Mat Credit Entitlement | 52.55 | - |
| Net Deferred tax (assets)/Liabilities | 175.59 | (1,012.31) |

(i) The Company offsets tax assets and liabilities only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

(ii) Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income by each jurisdiction in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 19 - OTHER NON CURRENT LIABILITIES | | |
| Government Grants - Deferred Income | 413.64 | 432.56 |
| Unamortised Guarantee Commission (Refer note no 40) | 100.80 | - |
| | 514.44 | 432.56 |
| NOTE: 20 - BORROWINGS (CURRENT) | | |
| Current maturities of long-term Borrowings (Refer note 15 for security details) | 1,445.84 | 1,195.84 |
| | 1,445.84 | 1,195.84 |
| NOTE: 21 - LEASE LIABILITIES (CURRENT) | | |
| Lease Liabilities (Refer note 37) | 29.81 | 37.21 |
| | 29.81 | 37.21 |
| NOTE: 22 - TRADE PAYABLES | | |
| a. Total outstanding Dues of Micro, Small & Medium enterprises (Refer note 35) | - | - |
| b. Total outstanding Dues of creditors other than Micro, Small & Medium enterprises | 8.39 | 7,928.74 |
| | 8.39 | 7,928.74 |

Trade Payables ageing schedule

As at 31st March, 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 | |
| (i) Undisputed Dues - Due to Micro, Small and Medium Enterprises | - | - | - | - | - |
| (ii) Undisputed Dues - Due to Others | 8.39 | - | - | - | 8.39 |
| (iii) Disputed Dues - Due to Micro, Small and Medium Enterprises | - | - | - | - | - |
| (iv) Disputed Dues - Due to Others | - | - | - | - | - |

As at 31st March, 2021

| 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 | |
| (i) Undisputed Dues - Due to Micro, Small and Medium Enterprises | - | - | - | - | - |
| (ii) Undisputed Dues - Due to Others | 56.85 | 0.89 | 4.08 | 7,866.92 | 7,928.74 |
| (iii) Disputed Dues - Due to Micro, Small and Medium Enterprises | - | - | - | - | - |
| (iv) Disputed Dues - Due to Others | - | - | - | - | - |

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 23 - OTHER FINANCIAL LIABILITIES - (CURRENT) | | |
| Unclaimed Dividends (Refer note (i) below) | 0.28 | 0.41 |
| Others* | 181.28 | 252.33 |
| Creditors for capital expenditure | 76.33 | 0.10 |
| | 257.89 | 252.84 |

(i) There are no amounts due for payment to the Investor Education and Protection Fund under Companies Act, 2013.

* Represents advances received for sale of land to be refunded and liabilities for expenses etc.

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|---|---|
| NOTE: 24 - OTHER CURRENT LIABILITIES | | |
| Customers Credit Balances | 299.27 | 144.73 |
| Other liabilities ** | - | 4.34 |
| Deferred Government Grants | 18.92 | 19.52 |
| Statutory Dues | 65.11 | 34.20 |
| Unamortised Guarantee Commission (Refer note 40) | 100.80 | 100.80 |
| | 484.10 | 303.59 |
| **Represents dues to employees etc. | | |
| NOTE: 25 - PROVISIONS | | |
| Provision for employee benefits | | |
| i) Gratuity | 28.30 | 29.39 |
| ii) Compensated absences | 14.06 | 13.69 |
| (Refer note 49 for disclosure as per Ind AS 19) | | |
| | 42.36 | 43.08 |
| NOTE: 26 - CURRENT TAX LIABILITIES | | |
| Current Tax Liabilities (Net) | 58.73 | - |
| | 58.73 | - |
| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
| NOTE: 27 - REVENUE FROM OPERATIONS | | |
| (a) Sale of products | 170.08 | 212.97 |
| (b) Sale of Services | | |
| Rental Income from storage and warehouse | 3,092.27 | 2,884.70 |
| Cargo Handling Income | 337.18 | 300.31 |
| (c) Sale of Wind Power Generated | 563.91 | 481.54 |
| | 4,163.44 | 3,879.52 |
| NOTE: 28 - OTHER INCOME | | |
| a Interest Income (at amortised cost) | 276.45 | 275.24 |
| b Net Gain on Sale/Discard of Property, Plant & Equipment | 6.43 | 0.26 |
| c Net Gain on sale of Investment | 11.71 | - |
| d Share of Profit in partnership firm | - | 0.41 |
| e Provision for doubtful debts-Reversed | 4,149.46 | - |
| f Other Non-Operating Income | | |
| Guarantee commission | 100.80 | 100.80 |
| Government Grant Income | 19.52 | 20.51 |
| Trade Payables written back | 7,832.99 | - |
| Other Non operating income | 48.76 | 108.12 |
| | 12,446.12 | 505.34 |
| NOTE: 29 - COST OF MATERIAL CONSUMED | | |
| (a) Raw Material | 122.69 | 139.40 |
| (b) Packing Material | 10.38 | 10.87 |
| | 133.07 | 150.27 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

| (₹ in lacs) | | |
|---|--------------------------------------|--------------------------------------|
| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
| NOTE: 30 - CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE | | |
| Inventory at the beginning of the Year | | |
| Finished Goods | - | 11.59 |
| Work in Progress | 0.47 | 2.81 |
| Stock In Trade | - | - |
| | 0.47 | 14.40 |
| Inventory at the end of the year | | |
| Finished Goods | - | - |
| Work in Progress | 0.70 | 0.47 |
| Stock In Trade | - | - |
| | 0.70 | 0.47 |
| Net (Increase)/Decrease in Inventories | (0.23) | 13.93 |
| NOTE: 31 - EMPLOYEE BENEFITS EXPENSE | | |
| Salary, Wages and Bonus | 853.05 | 818.42 |
| Contribution to Provident and Other Funds | 62.53 | 58.35 |
| Staff Welfare expenses | 10.32 | 11.23 |
| | 925.90 | 888.00 |
| NOTE: 32 - FINANCE COSTS | | |
| Interest Expense (amortised cost) | 419.98 | 476.29 |
| Interest on Lease liability | 14.48 | 88.31 |
| Other borrowing costs | 2.85 | 2.79 |
| | 437.31 | 567.39 |
| NOTE: 33 - OTHER EXPENSES | | |
| Processing Charges | 7.66 | 9.37 |
| Rent | 107.21 | 58.65 |
| Repairs and Maintenance | | |
| Plant & Machinery | 282.23 | 357.01 |
| Buildings | 56.97 | 78.69 |
| Others | 85.82 | 84.90 |
| Freight & Forwarding | 7.12 | 9.64 |
| Material Handling Expenses | 186.16 | 233.46 |
| Security Expenses | 140.59 | 125.83 |
| Professional Fees | 111.33 | 132.93 |
| Electricity Expenses | 53.24 | 44.19 |
| Windpower Expenses | 7.91 | 31.99 |
| Rates & Taxes | 174.83 | 110.02 |
| Insurance | 75.53 | 67.14 |
| Donations | 21.29 | 10.47 |
| Bad Debts Written off | 4,436.96 | - |
| Provision for doubtful debts | - | 5.07 |
| Commission & Rebate | - | 0.45 |
| Bank Commission & Charges | 6.10 | 6.12 |
| Share in Loss of Partnership Firm | 0.28 | - |
| Advances Written off | 2,899.01 | - |
| Other Expenses | 167.04 | 111.16 |
| | 8,827.28 | 1,477.09 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 34 - CONTINGENT LIABILITIES AND COMMITMENTS | | |
| A. Contingent Liabilities | | |
| i). Demands disputed in appeals : | | |
| a. Income Tax | 374.07 | 28.70 |
| b. Sales Tax/VAT | 21,939.27 | 19,770.78 |
| c. Entry Tax | 70.54 | 70.54 |
| d. Service Tax | 481.60 | 483.05 |
| e. Goods and Services Tax | 12.28 | - |
| ii). Corporate Guarantee given on behalf of Subsidiary (Ruchi Renewable Energy Pvt Ltd) | 7,200.00 | 7,200.00 |
| iii). Arrears of dividend on 54,60,613 6% non convertible cumulative redeemable preference shares of ₹ 100/- each | 2,293.46 | 1,965.82 |
| iv). Claims against the Company not acknowledged as debts | 959.81 | 959.81 |
| B. Capital commitments | | |
| Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances of ₹ 782.99 lacs Previous Year ₹ 112.50 lacs) | 99.38 | 37.50 |

NOTE 35 - DISCLOSURE REQUIRED UNDER SECTION 22 OF THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006.

- (a) Trade Payables includes nil (Previous Year Nil) amount due to Micro, Small and Medium enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED).
- (b) The detail of amount outstanding to Micro Small and Medium Enterprises are as under:

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Principle amount due and remain unpaid | - | - |
| Interest due on above and unpaid interest | - | - |
| Interest paid | - | - |
| Interest payment made beyond appointed day during the year | - | - |
| Interest due and payable for the period of delay | - | - |
| Interest accrued and remaining unpaid | - | - |
| Amount of further interest remaining due and payable in succeeding years | - | - |

- (c) The information has been determined to the extent such parties have been identified on the basis of information available with the company.

NOTE: 36 - PAYMENT TO AUDITOR

| Particulars | 2021-2022 | 2020-2021 |
|------------------------|-----------|-----------|
| a. For Statutory audit | 4.50 | 4.50 |
| b. For Tax Audit | 2.00 | 1.25 |
| c. For Other services | 1.81 | 1.80 |

NOTE: 37- LEASE LIABILITIES

The details of Maturity of lease liabilities are as under :

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------|----------------------|----------------------|
| Less than One Year | 29.81 | 37.21 |
| One to Five Years | 37.77 | 41.56 |
| More than Five Years | 18.07 | 44.09 |
| Total | 85.65 | 122.86 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

Movement of Lease liabilities

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------------|----------------------|
| Balance as at the beginning of the year | 122.86 | 160.91 |
| Additions | - | 28.63 |
| Repayment | 37.21 | 66.68 |
| Balance as at the end of the year | 85.65 | 122.86 |

NOTE: 38 - ACCOUNTING RATIOS

| Particulars | Numerator | Denominator | 31/03/2022 | 31/03/2021 | % Variance | Reason of variance |
|---|------------------------------------|--|------------|------------|------------|--|
| Current ratio (in times) | Current Assets | Current Liabilities | 1.54 | 0.75 | 105.33 | Reduction in Current Liabilities due to write back of trade payables |
| Debt-Equity ratio (in times) | Total Debts | Share holders equity | 0.56 | 0.85 | (34.12) | Increase in Net worth on account of higher net profit |
| Debt service coverage Ratio (in times) | Earning available for debt service | Interest + Instalments | 0.12 | 0.70 | (82.86) | Due to higher net profit |
| Return on Equity Ratio (in %) | Net profit after taxes | Average share holders equity | 25.51 | (1.88) | 1456.91 | Increase in Net worth on account of higher net profit |
| Inventory turnover ratio (in times) | Sales | Average Inventory | 7.35 | 7.65 | (3.92) | - |
| Trade receivables turnover ratio (in times) | Credit Sales | Average accounts receivables | 4.30 | 3.24 | (30.87) | Reduction in Receivables |
| Trade Payables turnover ratio (in times) | Annual net credit purchase | Average Trade Payables | 0.02 | 0.01 | 100.00 | Reduction in Payables |
| Net capital turnover ratio (in times) | Sales | Working capital | 3.31 | (1.60) | (306.88) | Higher working capital on account of lower trade payables |
| Net profit ratio (in %) | Net profit after taxes | Total Revenue | 0.23 | 0.02 | 1050.00 | Due to higher net profit |
| Return on capital employed (in %) | Profit before Interest and taxes | Tangible net worth + Total debt + deferred tax liability | 23.25 | 3.40 | 583.83 | Due to higher net profit |
| Return on investment (in %) | Return | Investment | - | - | - | - |

Definitions:

- Earning for available for debt service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortisations + Interest + other adjustments like loss on sale of Fixed assets etc.
- Debt service = Interest & Lease Payments + Principal Repayments
- Average inventory = (Opening inventory balance + Closing inventory balance)/2
- Net credit sales = Net credit sales consist of gross credit sales minus sales return
- Average trade receivables = (Opening trade receivables balance + Closing trade receivables balance)/2
- Net credit purchases = Net credit purchases consist of gross credit purchases minus purchase return
- Average trade payables = (Opening trade payables balance + Closing trade payables balance)/2
- Working capital = Current assets - Current liabilities.
- Earning before interest and taxes = Profit before exceptional items and tax + Finance costs
- Capital Employed = Total Assets- Current Liabilities
- Return on Investment = Return/Earnings+ Dividend/Investment

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

NOTE: 39

Pursuant to Notification issued by the Government of India, during the year 2013-14 the Company has filed a claim for receipt of Export Incentive amounting to ₹ 2,199 lacs with the Director General of Foreign Trade ("DGFT").

Being doubtful of receipt of the Incentives from the Government, the Company has written off the amount of ₹ 2,199 lacs during the year (Previous Year amount recoverable ₹ 2,199 lacs).

NOTE: 40

The Company has issued Corporate guarantee of ₹ 7,200.00 lacs (Previous Year ₹ 7,200.00 lacs) to M/s. Indian Renewable Energy Development Authority Ltd on behalf of its 100 % subsidiary Ruchi Renewable Energy Pvt Ltd . Deemed Guarantee Commission of ₹ 201.60 lacs (Previous Year ₹ Nil) has been added to the carrying cost of the investment.

NOTE 41 - DETAILS OF INVESTMENT IN PARTNERSHIP FIRM NARANG & RUCHI DEVELOPERS

(₹ in lacs)

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---------------------------|----------------------------|---------------------------|----------------------------|---------------------------|
| | Balance in Capital Account | % of share in Profit/loss | Balance in Capital Account | % of share in Profit/loss |
| Ruchi Infrastructure Ltd | 1,025.84 | 70 | 994.21 | 70 |
| Narang Developers Pvt Ltd | 71.16 | 30 | 83.90 | 30 |

NOTE 42 - EARNING PER SHARE (EPS)

| Particulars | 2021-2022 | 2020-2021 |
|--|--------------|--------------|
| Basic and diluted earnings per share : | | |
| a. Net Profit/(loss) after tax | 3,866.13 | 104.78 |
| b. Less : Preference dividend including tax there on | 327.64 | 327.64 |
| c. Profit/(loss) available for equity shareholders | 3,538.49 | (222.86) |
| d. Weighted average number of equity shares | 20,52,39,942 | 20,52,39,942 |
| e. Nominal value of ordinary share (in ₹) | 1.00 | 1.00 |
| f. Basic and diluted earning per share (in ₹) | 1.72 | (0.11) |

NOTE 43 - DISCLOSURE PURSUANT TO SECTION 186(4) OF THE COMPANIES ACT, 2013

| Particulars | 2021-2022 | | 2020-2021 | |
|---|------------|---|------------|---|
| | Loan Given | Amount Outstanding as at March 31, 2022 | Loan Given | Amount Outstanding as at March 31, 2021 |
| a. Particulars of Loan given and outstanding | | | | |
| Ruchi Renewable Energy Pvt Ltd. | 638.00 | 1,261.00 | 910.00 | 1,438.00 |
| Peninsular Tankers Pvt Ltd. | 281.00 | 128.00 | 82.29 | 423.00 |

b. The above loans given are unsecured and classified under Financial assets under Loans and are charged interest at the rate of 10.50 % p.a.(Previous Year 12.50%)

The same are utilised by the recipient for general corporate purpose.

c. Investment made and outstanding at the year end :

The same are classified under respective heads (Refer note 3)

d. Guarantees/Securities given and outstanding as at the end of the year.
Ruchi Renewable Energy Pvt Ltd (Subsidiary)

| As at March 31, 2022 | As at March 31, 2021 |
|-------------------------|-------------------------|
| 7,200.00 | 7,200.00 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

NOTE: 44 - DISCLOSURE UNDER REGULATION 34(3) OF THE SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

| Particulars | 2021-2022 | | | 2020-2021 | | |
|---|------------|---|--|------------|---|--|
| | Loan Given | Amount Outstanding as at March 31, 2022 | Maximum Amount Outstanding during the year | Loan Given | Amount Outstanding as at March 31, 2021 | Maximum Amount Outstanding during the year |
| During the year the Company has given the following loans to its subsidiaries : | | | | | | |
| Ruchi Renewable Energy Pvt Ltd. | 638.00 | 1,261.00 | 1,891.00 | 910.00 | 1,438.00 | 1,438.00 |
| Peninsular Tankers Pvt Ltd. | 281.00 | 128.00 | 423.00 | 82.29 | 423.00 | 1,004.00 |

NOTE: 45 - DISCLOSURE ON FINANCIAL AND DERIVATIVE INSTRUMENTS

The Company uses foreign currency forward exchange contracts to hedge its exposure in foreign currency related to firm commitment and highly probable forecasted transactions.

- Notional amount of forward contract entered into by the Company and outstanding - Nil (Previous Year Nil)
- Foreign Currency exposure which are not hedged as at the year end :
 - Payable in foreign currency - Nil (Previous year Nil)
 - Receivables in foreign currency on account of exports

| 2021-22 | | 2020-21 | |
|----------------------------|-----------|----------------------------|-----------|
| Amount in foreign currency | ₹ in lacs | Amount in foreign currency | ₹ in lacs |
| - | - | USD 52,81,192 | 3,981.27 |

NOTE: 46

The Company is not required to spend any amount on Corporate Social Responsibility activities under Section 135 of the Companies Act, 2013 for the year ended 31st March, 2022 calculated as per Section 198 of the Companies Act, 2013

NOTE: 47

The following charge created on the Company's assets is not satisfied and is being shown as outstanding as per records with the Ministry of Corporate Affairs. However, entire amount has been duly paid off by the Company.

| Name of Lender | Amount for which Charge was created (₹ in lacs) | Year of repayment |
|--------------------------------------|---|-------------------|
| Industrial Development Bank of India | 650.00 | 2003-2004 |

NOTE: 48 - ASSETS HELD FOR SALE

The company has entered into agreements for sale of Land as under :

| Particulars | Carrying Value | Advance amount Received | Expected date of Completion of sale |
|---|----------------|-------------------------|-------------------------------------|
| Description of Asset | | | |
| Freehold Land (Refer note 1) | | | |
| Agreement dt 26/09/2019 for Sale of 11.73 acre of land at Kakinada, Andhra Pradesh - as at March 31, 2022 | 82.59 | 362.06 | March, 2023 |
| As at March 31, 2021 | 82.59 | 58.00 | |

Notes

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NOTE: 49 - DISCLOSURE AS PER IND AS 19 - EMPLOYEE BENEFITS

A. Gratuity

- i. The Company has opted for scheme with Life Insurance Corporation of India("LIC") to cover its liabilities towards employees gratuity. The annual premium paid to LIC is charged to Profit and Loss Account. The Company also carries out Actuarial valuation of gratuity using Projected Unit Credit Method as required by Ind As - 19 and the difference between fair value of plan assets and liability as per actuarial valuation as at the year end is recognised in statement of Profit and Loss.

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| 1 Change in Present value of defined benefit obligation | | |
| Present Value of Benefit obligation at the beginning of the period | 223.76 | 180.65 |
| Interest Cost /(income) | 14.70 | 11.85 |
| Current Service cost | 15.34 | 13.64 |
| Past Service Cost | - | - |
| Benefits Paid from fund | (9.76) | (6.41) |
| Remeasurement or actuarial (gain/loss) arising due to : | | |
| Demographic Assumptions | 0.02 | - |
| Financial Assumptions | (4.75) | 4.87 |
| Experience adjustment | (6.50) | 19.16 |
| Present Value of Benefit obligation at the end of the period | 232.81 | 223.76 |
| 2 Change in Fair Value of plan assets | | |
| Fair Value of the plan assets at the beginning of the year | 149.24 | 133.81 |
| Interest Income | 9.80 | 8.78 |
| Contributions Paid by Employer | 15.03 | 12.90 |
| Benefit Paid from Fund | (9.76) | (6.41) |
| Return on Plan Assets Excluding Interest Income | 0.82 | 0.16 |
| Fair value of plan asset at the end of the year | 165.13 | 149.24 |
| 3 Amount Recognised in Balance Sheet | | |
| Present Value of benefit obligation at the end of the period | (232.81) | (223.76) |
| Fair Value of plan assets at the end of the Period | 165.13 | 149.24 |
| Funded Status (Surplus/(Defecit)) | (67.68) | (74.52) |
| Net (Liability)/asset recognised in the Balance Sheet | (67.68) | (74.52) |
| 4 Net Interest Cost for Current Period | | |
| Present Value of Benefit Obligation at the beginning of the period | 223.76 | 180.65 |
| Fair Value of the plan assets at the beginning of the period | (149.24) | (133.81) |
| Net Liability/(Asset) at the beginning of the period | 74.52 | 46.84 |
| Interest Cost | 14.70 | 11.85 |
| Interest income | (9.80) | (8.78) |
| Net Interest cost for the current period | 4.90 | 3.07 |
| 5 Expense Recognised in Statement of Profit & Loss for current period | | |
| Current Service Cost | 15.34 | 13.64 |
| Net Interest Cost | 4.90 | 3.07 |
| Past Service Cost | - | - |
| Expenses recognised in the statement of profit & loss | 20.24 | 16.71 |
| 6 Expense Recognised in Other Comprehensive Income (OCI) for current period | | |
| Actuarial (gain)/loss on obligation for the period | (11.22) | 24.03 |
| Return on Plan Assets excluding interest income | (0.82) | (0.16) |
| Net (Income)/expense for the period recognized in OCI | (12.04) | 23.87 |
| 7 Balance Sheet Reconciliation | | |
| Opening Net Liability | 74.52 | 46.84 |
| Expenses recognised in Statement of Profit & Loss | 20.24 | 16.71 |
| Expenses recognised in OCI | (12.04) | 23.87 |
| Employer's contribution | (15.03) | (12.90) |
| Net Liability/(Asset) recognised in the Balance Sheet | 67.69 | 74.52 |
| 8 Category of Assets | | |
| Insurance Fund | 165.13 | 149.24 |
| Total | 165.13 | 149.24 |

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

| (₹ in lacs) | | |
|--|--|---|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| 9 Other Details | | |
| No of Active Members | 130.00 | 139.00 |
| Per month salary for active members | 28.30 | 29.39 |
| Weighted average duration of the Projected benefit obligation | 7.00 | 8.00 |
| Average expected future service | 7.00 | 8.00 |
| Projected Benefit obligation | 232.81 | 223.76 |
| Expected contribution for next year | 28.30 | 29.39 |
| 10 Net Interest cost for the next year | | |
| Present Value of Benefit obligation at the end of the period | 232.81 | 223.76 |
| (Fair value of plan assets at the end of the period) | (165.13) | (149.24) |
| Net Liability/(Asset) at the end of the period | 67.68 | 74.52 |
| Interest cost | 16.06 | 14.70 |
| (Interest income) | (11.39) | (9.80) |
| Net Interest cost for the next year | 4.67 | 4.90 |
| 11 Expenses recognised in the Statement of Profit & Loss for next year | | |
| Current Service Cost | 15.64 | 15.34 |
| Net Interest Cost | 4.67 | 4.90 |
| Expenses recognised | 20.31 | 20.24 |
| 12 Maturity analysis of the benefit payments : From the Fund | | |
| 1st Following year | 17.42 | 18.42 |
| 2nd Following year | 23.50 | 17.20 |
| 3rd Following year | 19.94 | 21.28 |
| 4th Following year | 28.20 | 26.43 |
| 5th Following year | 35.63 | 24.36 |
| Sum of years 6 to 10 | 105.49 | 109.80 |
| Sum of years 11 and above | 157.37 | 150.66 |
| 13 Maturity analysis of the benefit payments : From the Employer | | |
| 1st Following year | - | - |
| 2nd Following year | - | - |
| 3rd Following year | - | - |
| 4th Following year | - | - |
| 5th Following year | - | - |
| Sum of years 6 to 10 | - | - |
| Sum of years 11 and above | - | - |
| 14 Sensitivity Analysis | | |
| Defined benefit obligations on current assumptions | 232.81 | 223.76 |
| Delta effect of + 1% Change in Rate of Discounting | (13.38) | (13.31) |
| Delta effect of -1% Change in Rate of Discounting | 14.98 | 14.94 |
| Delta effect of + 1% Change in Rate of Salary increase | 12.08 | 12.23 |
| Delta effect of -1% Change in Rate of Salary increase | (11.18) | (11.49) |
| Delta effect of + 1% Change in Rate of Employee Turnover | (0.86) | (1.12) |
| Delta effect of -1% Change in Rate of Employee Turnover | 0.92 | 1.24 |
| Actuarial Assumptions | | |
| The following were the principal actuarial assumptions at the reporting date expressed as weighted averages) | | |
| Discount Rate | 6.90% | 6.57% |
| Salary Escalation Rate - Next two years | 6.50% | 6.50% |
| Salary Escalation Rate - 3rd year onwards | 8.50% | 8.00% |
| Rate of return on plan assets | 7.77% | 6.57% |
| Attrition Rate | 8.00% | 8.00% |
| Mortality Rate | Indian Assured Live Mortality (2006-2008) | Indian Assured Live Mortality (2006-2008) |

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B. Leave Encashment

The liability in respect of leave encashment is determined using actuarial valuation carried out at at Balance sheet date. Actuarial gains and losses are recognised in full in statement of Profit and Loss for the year in which they occur. Liability on account of Leave encashment as the year end ₹ 97.47 lacs (previous year ₹ 93.52 lacs).

C. Defined Contribution Plan - Post employment benefits

Contribution to defined contribution plans, recognised as expense for the year is as under :

(₹ in lacs)

| Particulars | Year ended March 31,2022 | Year ended March 31,2021 |
|--|--------------------------|--------------------------|
| Employers Contribution to Provident Fund | 24.69 | 21.97 |
| Employers Contribution to Pension Fund | 16.96 | 16.91 |
| Total | 41.65 | 38.88 |

NOTE: 50 - SEGMENT REPORTING

A. General Information

- i) Factors used to identify the entity's reportable segments, including the basis of organisation Based on the criteria as mentioned in Ind As 108 "Operating Segment", the Company has identified its reportable segments as under :

Segment - 1 Commodities

Segment - 2 Infrastructure

Segment - 3 Others

The Company's operating segments are established on the basis of those components of the Company that are evaluated regularly by the Chief Operating Decision Maker in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal reporting system.

- ii) Following are the reporting segments

| Reportable Segment | Description |
|--------------------|--|
| Commodities | Trading in various commodities, products |
| Infrastructure | Storage, Warehousing, Wind Energy |
| Others | Manufacturing of Soap |

- B. Segment revenue, results, segment assets and liability include respective amounts directly identified with the segment and also an allocation on reasonable basis of amounts not directly identified. The expenses which are not directly relatable to the business segment are shown as un allocable corporate cost. Assets and Liabilities that cannot be allocated between segment are shown as un allocable corporate assets and liabilities respectively.

A. Operational Segment Information

| Particulars | Commodities | Infrastructure | Other | Unallocable | Total |
|--|-------------|----------------|--------|-------------|----------|
| Segment Revenue | - | 3,993.36 | 170.08 | - | 4,163.44 |
| | - | 3,666.55 | 212.97 | - | 3,879.52 |
| Segment Result before Finance Cost and Tax | 5,697.31 | 1,223.42 | 0.54 | (1,211.98) | 5,709.29 |
| | - | 1,207.00 | 8.46 | (517.84) | 697.62 |
| Finance Cost | - | - | - | - | 437.31 |
| | - | - | - | - | 567.39 |
| Profit Before Tax, Exceptional Items | - | - | - | - | 5,271.98 |
| | - | - | - | - | 130.23 |
| Exceptional Items | - | - | - | - | - |
| | - | - | - | - | - |
| Profit Before Tax | - | - | - | - | 5,271.98 |
| | - | - | - | - | 130.23 |
| Provision for Taxes | - | - | - | - | - |
| | - | - | - | - | - |
| Current Tax | - | - | - | - | 245.73 |
| | - | - | - | - | 79.84 |
| Tax for earlier Year | - | - | - | - | (24.17) |
| | - | - | - | - | - |

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(₹ in lacs)

| Particulars | Commodities | Infrastructure | Other | Unallocable | Total |
|--|--------------|------------------|--------------|------------------|------------------|
| Deferred Tax | - | - | - | - | 1,184.29 |
| | - | - | - | - | (54.39) |
| Profit After Taxes | - | - | - | - | 3,866.13 |
| | - | - | - | - | 104.78 |
| Segment Assets | 48.18 | 14,469.49 | 50.97 | 12,239.81 | 26,808.45 |
| | 2,247.19 | 14,611.14 | 53.43 | 13,355.28 | 30,267.04 |
| Segment Liabilities | 4.73 | 1,426.15 | 2.21 | 9,568.19 | 11,001.28 |
| | 7,837.07 | 1,083.29 | 0.89 | 9,415.34 | 18,336.59 |
| Segment Depreciation | - | 646.81 | 2.31 | 365.13 | 1,014.25 |
| | - | 744.74 | 2.56 | 410.65 | 1,157.95 |
| Capital Expenditure | - | 100.80 | - | 53.26 | 154.06 |
| | - | 166.61 | 0.12 | 24.58 | 191.31 |
| Non Cash expenditure other than depreciation | - | - | - | - | - |
| | - | - | - | - | - |

B. Geographical Information

All Operating facilities of the Company are located in India

| Particulars | 2021-2022 | 2020-2021 |
|----------------------|-----------------|-----------------|
| Domestic Revenue | 4,163.44 | 3,879.52 |
| Export Revenue | - | - |
| Total Revenue | 4,163.44 | 3,879.52 |

C. Revenue from Major Products

| Particulars | 2021-2022 | 2020-2021 |
|----------------------|-----------------|-----------------|
| 1. Commodities | - | - |
| 2. Infrastructure | | |
| i) Storage | 2,216.24 | 1,985.11 |
| ii) Warehousing | 1,213.21 | 1,199.90 |
| iii) Wind Energy | 563.91 | 481.54 |
| 3. Others | 170.08 | 212.97 |
| Total Revenue | 4,163.44 | 3,879.52 |

D. Revenue from Major customers

Revenue from customers exceeding 10% of the total revenue of the Company

| Particulars | 2021-2022 | 2020-2021 |
|----------------|-----------------|-----------------|
| Segment | | |
| Infrastructure | 1,815.24 | 912.44 |
| Others | - | 147.93 |
| Total | 1,815.24 | 1,060.37 |

NOTE: 51 - RELATED PARTY DISCLOSURES AS PER IND AS -24

A. List of related parties with whom transaction have taken place

(i) Key managerial Person

| Name of Person/entity | Relation |
|---|-------------------------|
| Mr. Narendra Shah | Executive Director |
| Mr. Parag Choudhary (From 29.06.2020 onwards) | Whole time Director |
| Mr. Ashish Mehta | Company Secretary |
| Mr. Ravindra Kumar Kakani | Chief Financial Officer |

(ii) Entity where control exists

| | |
|--------------------------------|------------|
| Ruchi Renewable Energy Pvt Ltd | Subsidiary |
| Mangalore Liquid Impex Pvt Ltd | Subsidiary |
| Peninsular Tankers Pvt Ltd | Subsidiary |
| Narang & Ruchi Developers | Associate |

Notes

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(iii) **Entities under control of promoters**

Ruchi Hi Rich Seeds Pvt. Ltd.

Nutrela Marketing Pvt. Ltd.

Hamariearth Merchandise Pvt. Ltd.

(iv) **Entity or close member's having significant influence and with whom transaction have taken place - Nil**

Related party transactions (financial year 2021-2022 & previous year 2020-2021)

(₹ in lacs)

| Particulars | Mangalore Liquid Impex Pvt. Ltd. | Ruchi Renewable Energy Pvt. Ltd. | Peninsular Tankers Pvt. Ltd. | Narang & Ruchi Developers | Ruchi Hi Rich Seeds Pvt Ltd | Nutrela Marketing Pvt Ltd | Hamari-earth Merchandise Pvt Ltd | Narendra Shah | Parag Choudhary | Ashish Mehta | Ravindra Kakani |
|--|----------------------------------|----------------------------------|------------------------------|---------------------------|-----------------------------|---------------------------|----------------------------------|---------------|-----------------|--------------|-----------------|
| Remuneration/Salary Paid | - | - | - | - | - | - | - | 62.42 | 33.95 | 39.89 | 22.62 |
| | - | - | - | - | - | - | - | 58.69 | 23.64 | 37.44 | 17.67 |
| Post Employment Benefits | - | - | - | - | - | - | - | - | 1.61 | 1.88 | 1.06 |
| | - | - | - | - | - | - | - | - | 1.15 | 2.43 | 1.14 |
| Cargo Handling Income Received | 72.00 | - | - | - | - | - | - | - | - | - | - |
| | 66.49 | - | - | - | - | - | - | - | - | - | - |
| Interest Received | - | 202.24 | 21.87 | - | - | - | - | - | - | - | - |
| | - | 110.32 | 106.18 | - | - | - | - | - | - | - | - |
| Rent Received | - | - | 0.24 | - | 48.83 | - | 0.60 | - | - | - | - |
| | - | - | 0.24 | - | - | - | - | - | - | - | - |
| Other Receipts | - | 1.00 | - | - | - | - | - | - | - | - | - |
| | - | 1.00 | - | - | - | - | - | - | - | - | - |
| Guarantee Commission Received | - | 100.80 | - | - | - | - | - | - | - | - | - |
| | - | 100.80 | - | - | - | - | - | - | - | - | - |
| Rent Paid | - | - | - | - | - | 0.21 | - | - | - | - | - |
| | - | - | - | - | - | - | - | - | - | - | - |
| Share in Profit/(loss) of Partnership Firm | - | - | - | (0.28) | - | - | - | - | - | - | - |
| | - | - | - | 0.41 | - | - | - | - | - | - | - |
| Investment in Capital account | - | - | - | 31.92 | - | - | - | - | - | - | - |
| | - | - | - | 9.09 | - | - | - | - | - | - | - |
| Loan Given | - | 638.00 | 281.00 | - | - | - | - | - | - | - | - |
| | - | 910.00 | 82.29 | - | - | - | - | - | - | - | - |
| BALANCES AS AT THE YEAR END | - | - | - | - | - | - | - | - | - | - | - |
| Trade Receivable | - | - | - | - | - | - | - | - | - | - | - |
| As at March 31,2022 | - | - | - | - | - | - | - | - | - | - | - |
| As at March 31,2021 | 5.27 | - | - | - | - | - | - | - | - | - | - |
| Loan Receivable | - | - | - | - | - | - | - | - | - | - | - |
| As at March 31,2022 | - | 1,261.00 | 128.00 | - | - | - | - | - | - | - | - |
| As at March 31,2021 | - | 1,438.00 | 423.00 | - | - | - | - | - | - | - | - |
| Investment | - | - | - | - | - | - | - | - | - | - | - |
| As at March 31,2022 | - | - | - | 1,025.84 | - | - | - | - | - | - | - |
| As at March 31,2021 | - | - | - | 994.21 | - | - | - | - | - | - | - |
| Guarantee Outstanding | - | - | - | - | - | - | - | - | - | - | - |
| As at March 31,2022 | - | 7,200.00 | - | - | - | - | - | - | - | - | - |
| As at March 31,2021 | - | 7,200.00 | - | - | - | - | - | - | - | - | - |

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NOTE: 52

Tax Reconciliation

A. Amounts recognised in Statement of profit and loss

(₹ in lacs)

| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|--|--------------------------------------|--------------------------------------|
| Current tax on profit for the year | 245.73 | 79.84 |
| Deferred tax | 1,184.29 | (54.39) |
| Tax expense for the year charged to the Profit and loss (a) | 1,430.02 | 25.45 |
| Deferred tax of amounts recognised in other comprehensive income (b) | (3.59) | 0.89 |
| Total Tax expenses for the year (a + b) | 1,426.43 | 26.34 |

B. Reconciliation of effective tax rate

| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|--|--------------------------------------|--------------------------------------|
| Profit before tax | 5,271.98 | 130.23 |
| Applicable Tax Rate | 27.82% | 27.82% |
| Computed Tax Expense | 1,466.66 | 36.23 |
| Tax effect of : | | |
| Income/Expenses disallowed | 302.43 | 409.18 |
| Income/Expenses allowed | (1,523.37) | (365.57) |
| Deferred Tax on account of Property, Plant and Equipment and Intangible Assets | 59.96 | 14.20 |
| Deferred Tax on account of Financial Assets and Other Items | 1,176.89 | (68.59) |
| Mat Credit | (52.55) | - |
| Tax Expenses recognised during the year | 1,430.02 | 25.45 |
| Effective Tax Rate | 27.12% | 19.54% |

C. Movement in deferred tax balances

| Particulars | As at April 1, 2021 | For the F.Y. 2021-2022 | | As at March 31, 2022 |
|---|---------------------------|------------------------------|----------------------|----------------------------|
| | | Recognised in profit/loss | Recognised in OCI | |
| Deferred Tax Liabilities | | | | |
| Depreciation | 337.30 | 59.96 | - | 397.26 |
| Total - Deferred Tax Liabilities | 337.30 | 59.96 | - | 397.26 |
| Deferred Tax Assets | | | | |
| Provision for Doubtful debts | 1,168.12 | (1,154.39) | - | 13.73 |
| Fair valuation of Investment | 60.46 | (3.10) | (0.24) | 57.12 |
| Defined Employee Plan | 46.75 | 2.55 | (3.35) | 45.95 |
| On Account of leased assets | 8.29 | (0.31) | - | 7.98 |
| On account of interest capitalised | 65.99 | (21.65) | - | 44.34 |
| Total - Deferred Tax Assets | 1,349.61 | (1,176.90) | (3.59) | 169.12 |
| MAT Credit Entitlement | - | 52.55 | - | 52.55 |
| Net tax (Assets)/Liabilities | (1,012.31) | (1,184.29) | 3.59 | 175.59 |

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(₹ in lacs)

| Particulars | As at April 1, 2020 | For the F.Y. 2020-21 | | As at March 31, 2021 |
|---|---------------------------|------------------------------|----------------------|----------------------------|
| | | Recognised in profit/loss | Recognised in OCI | |
| Deferred Tax Liabilities | | | | |
| Depreciation | 323.10 | 14.20 | - | 337.30 |
| Total - Deferred Tax Liabilities | 323.10 | 14.20 | - | 337.30 |
| Deferred Tax Assets | | | | |
| Provision for Doubtful debts | 1,166.70 | 1.42 | - | 1,168.12 |
| Fair valuation of Investment | 66.21 | - | (5.75) | 60.46 |
| Defined Employee Plan | 34.87 | 5.24 | 6.64 | 46.75 |
| On Account of Leased assets | 12.35 | (4.06) | - | 8.29 |
| On Account of Interest capitalised | - | 65.99 | - | 65.99 |
| Total - Deferred Tax Assets | 1,280.13 | 68.59 | 0.89 | 1,349.61 |
| Net tax (Assets)/Liabilities | (957.03) | (54.39) | (0.89) | (1,012.31) |

NOTE: 53 - Financial instruments – Fair values and risk management

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

A substantial portion of the Company's long-term debt has been contracted at floating rates of interest, which are reset at short intervals. Accordingly, the carrying value of such long-term debt approximates fair value.

i) As at March 31, 2022

| Particulars | Carrying Amount | | | | Fair Value | | | |
|------------------------------------|-----------------|--------------|-------------------|-----------------|--------------|---------|---------|--------------|
| | FVTPL | FVTOCI | Amortised Cost | Total | Level 1 | Level 2 | Level 3 | Total |
| Financial assets | | | | | | | | |
| (i) Investments * | - | 60.99 | - | 60.99 | 60.99 | - | - | 60.99 |
| (ii) Trade Receivables | - | - | 689.71 | 689.71 | - | - | - | - |
| (iii) Cash & Cash Equivalents | - | - | 501.82 | 501.82 | - | - | - | - |
| (iv) Bank Balance other than above | - | - | 92.30 | 92.30 | - | - | - | - |
| (v) Loans | - | - | 1,389.00 | 1,389.00 | - | - | - | - |
| (vi) Others | - | - | 1,044.60 | 1,044.60 | - | - | - | - |
| | - | 60.99 | 3,717.43 | 3,778.42 | 60.99 | - | - | 60.99 |
| Financial liabilities | | | | | | | | |
| (i) Borrowings | - | - | 8,889.28 | 8,889.28 | - | - | - | - |
| (ii) Trade payables | - | - | 8.39 | 8.39 | - | - | - | - |
| (iii) Other Financial liability | - | - | 343.54 | 343.54 | - | - | - | - |
| | - | - | 9,241.21 | 9,241.21 | - | - | - | - |

Notes

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ii) As at March 31, 2021

(₹ in lacs)

| Particulars | Carrying Amount | | | | Fair Value | | | |
|------------------------------------|-----------------|--------|----------------|-----------|------------|---------|---------|-------|
| | FVTPL | FVTOCI | Amortised Cost | Total | Level 1 | Level 2 | Level 3 | Total |
| Financial assets | | | | | | | | |
| (i) Investments * | - | 75.50 | - | 75.50 | 75.50 | - | - | 75.50 |
| (ii) Trade Receivables | - | - | 1,248.43 | 1,248.43 | - | - | - | - |
| (iii) Cash & Cash Equivalents | - | - | 303.00 | 303.00 | - | - | - | - |
| (iv) Bank Balance other than above | - | - | 88.68 | 88.68 | - | - | - | - |
| (v) Loans | - | - | 1,861.00 | 1,861.00 | - | - | - | - |
| (vi) Others | - | - | 3,863.86 | 3,863.86 | - | - | - | - |
| | - | 75.50 | 7,364.97 | 7,440.47 | 75.50 | - | - | 75.50 |
| Financial liabilities | | | | | | | | |
| (i) Borrowings | - | - | 10,082.27 | 10,082.27 | - | - | - | - |
| (ii) Trade payables | - | - | 7,928.74 | 7,928.74 | - | - | - | - |
| (iii) Other Financial liability | - | - | 375.70 | 375.70 | - | - | - | - |
| | - | - | 18,386.71 | 18,386.71 | - | - | - | - |

* Excludes investment in Subsidiary Companies/Associate ₹ 4,168.12 lacs (Previous Year ₹ 3,934.89 lacs)

B. Measurement of fair values

Valuation techniques and significant unobservable inputs :

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

Financial instruments measured at fair value

| Type | Valuation technique |
|----------------------------------|---|
| Open purchase and sale contracts | Based on commodity prices listed on stock exchange, and along with quotations from brokers and adjustments made for grade and location of commodity |

NOTE: - 54 - FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- (i) Market risk
 - (a) Currency risk;
 - (b) Interest rate risk;
- (ii) Credit risk ; and
- (iii) Liquidity risk.

Risk management framework

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's primary risk management focus is to minimize potential adverse effects of risks on its financial performance. The Company's risk management assessment policies and processes are established to identify and analyses the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. These policies and processes are reviewed by management regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee are responsible for overseeing these policies and processes.

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i) Market risk

Market risk is the risk of changes in the market prices on account of foreign exchange rates, interest rates and Commodity prices, which shall affect the Company's income or the value of its holdings of its financial instruments. The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimising the returns.

i)(a) Foreign Currency risk

The fluctuation in foreign currency exchange rates may have impact on the profit and loss account, where any transaction has more than one currency or where assets/liabilities are denominated in a currency other than the functional currency of the entity. Considering the countries and economic environment in which the Company operates, its operations are subject to risks arising from fluctuations in exchange rates in those countries. The risks primarily relate to fluctuations in U.S. dollar, against the functional currency.

The Company, as per its risk management policy, uses foreign exchange and other derivative instruments primarily to hedge foreign exchange and interest rate exposure. The Company does not use derivative financial instruments for trading or speculative purposes.

Exposure to foreign currency risk

The summary quantitative data about the Company's exposure to currency risk as reported by the management of the Company is as follows: (₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| | USD Exposure in INR | USD Exposure in INR |
| Receivable net exposure | | |
| Trade receivables | - | 3,981.27 |
| Receivable net exposure | - | 3,981.27 |
| Payable net exposure | | |
| Trade payables and other financial liabilities | - | - |
| Payable net exposure | - | - |
| Forward exchange contracts against imports and foreign currency payables | - | - |
| Payable net exposure | - | - |
| Total net exposure on Receivables/(Payables) | - | 3,981.27 |

Sensitivity analysis

A 1% strengthening/weakening of the respective foreign currencies with respect to functional currency of Company would result in increase or decrease in profit or loss as shown in table below. The following analysis has been worked out based on the exposures as of the date of statements of financial position.

| Effect in Indian Rupees | Profit/(Loss) March 31, 2022 | | Profit/(Loss) March 31, 2021 | |
|-------------------------|------------------------------|-----------|------------------------------|-----------|
| | Strengthening | Weakening | Strengthening | Weakening |
| INR | - | - | (39.81) | 39.81 |

i)(b) Interest rate risk exposure variable rate

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk for changes in interest rates relates to borrowings from financial institutions. The company's exposure to the risk of changes in market interest rates relates primarily to the borrowing from bank and financial institution. Currently Company is not using any mitigating factor to cover interest rate risk.

Interest rate risk exposure -variable rate

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---------------------|-------------------------|-------------------------|
| Borrowing from bank | 3,428.67 | 4,621.66 |
| | 3,428.67 | 4,621.66 |

Interest rate sensitivity

A reasonably possible change of 1% in interest rates at the reporting date would have increased/(decreased) equity and profit or loss by amounts shown below. This analysis assumes that all other variables, in particular, foreign currency exchange rates, remain constant. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

Notes

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A. As at March 31, 2022

(₹ in lacs)

| Particulars | Impact on Profit/(loss) before tax | |
|---|------------------------------------|--------------|
| | 1% Increase | 1% Decrease |
| On account of Variable Rate Borrowings from Banks | (34.29) | 34.29 |
| Sensitivity | (34.29) | 34.29 |

B. As at March 31, 2021

| Particulars | Impact on Profit/(loss) before tax | |
|---|------------------------------------|--------------|
| | 1% Increase | 1% Decrease |
| On account of Variable Rate Borrowings from Banks | (46.22) | 46.22 |
| Sensitivity | (46.22) | 46.22 |

(ii) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables from customer. The Company establishes an allowance for doubtful debts and impairment that represents its estimate on expected loss model.

A. Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------------|-------------------------|-------------------------|
| Past due but not impaired | | |
| Past due 0–90 days | 477.17 | 468.18 |
| Past due 91–180 days | 104.59 | 160.16 |
| Past due more than 180 days | 157.32 | 4,818.92 |
| | 739.08 | 5,447.26 |

Expected credit loss assessment for customers as at March 31, 2022 and March 31, 2021

Exposures to customers outstanding at the end of each reporting period are reviewed by the Company to determine expected credit losses. Historical trends of impairment of trade receivables do not reflect any significant credit losses. Impaired amounts are based on lifetime expected losses based on the best estimate of the management. Further, management believes that the unimpaired amounts that are past due by more than 180 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk. The impairment loss related to several customers that have defaulted on their payments to the Company and are not expected to be able to pay their outstanding balances, mainly due to economic circumstances.

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows.

| | |
|-------------------------------------|-----------------|
| Balance as at April 1, 2021 | 4,198.83 |
| Provided during the year | (4,149.47) |
| Reversed during the year | |
| Balance as at March 31, 2022 | 49.36 |
| Balance as at April 1, 2020 | 4,193.76 |
| Provided during the year | 5.07 |
| Reversed during the year | - |
| Balance as at March 31, 2021 | 4,198.83 |

B. Cash and cash equivalents

The Company holds cash and cash equivalents with credit worthy banks of ₹ 497.02 lacs as at March 31, 2022 [₹ 298.43 lacs as at 31st March 2021]. The credit worthiness of such banks is evaluated by the management on an ongoing basis and is considered to be good.

Notes

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C. Investments

The Company does not expect any losses from non-performance by these counter-parties apart from those already given in financials, and does not have any significant concentration of exposures to specific industry sectors or specific country risks.

iii) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company has obtained fund based lines from various banks. The Company also constantly monitors various funding options available in the debt and capital markets with a view to maintaining financial flexibility.

Exposure to liquidity risk

The table below analyses the Company's financial liabilities into relevant maturities groupings based on their contractual maturities for:

* all non derivative financial liabilities.

* net and gross settled derivative financial instruments for which the contractual maturities are essential for the understanding of the timing of the cash flows.

As at March 31, 2022

(₹ in lacs)

| Particulars | Amount | Carrying Amount | Contractual Cash Flows | | | |
|---|----------|-----------------|------------------------|-----------|-----------|-------------------|
| | | | 1 year or less | 1-2 years | 2-5 years | More than 5 years |
| Non-derivative financial liabilities | | | | | | |
| Secured term loans and borrowings | 3,428.67 | 3,428.67 | 1,445.84 | 1,587.44 | 395.39 | - |
| Redeemable preference shares | 5,460.61 | 5,460.61 | - | 433.34 | 5,027.27 | - |
| Trade payables | 8.39 | 8.39 | 8.39 | - | - | - |
| Other financial liabilities (repayable on demand) | 343.54 | 343.54 | 287.70 | 18.47 | 19.30 | 18.07 |

As at March 31, 2021

| Particulars | Amount | Carrying Amount | Contractual Cash Flows | | | |
|---|----------|-----------------|------------------------|-----------|-----------|-------------------|
| | | | 1 year or less | 1-2 years | 2-5 years | More than 5 years |
| Non-derivative financial liabilities | | | | | | |
| Secured term loans and borrowings | 4,621.66 | 4,621.66 | 1,195.84 | 1,445.84 | 1,979.98 | - |
| redeemable preference shares | 5,460.61 | 5,460.61 | - | - | 5,460.61 | - |
| Trade payables | 7,928.74 | 7,928.74 | 7,928.74 | - | - | - |
| Other financial liabilities (repayable on demand) | 375.70 | 375.70 | 290.05 | 19.03 | 22.53 | 44.09 |

Note:

The inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity. The disclosure shows net cash flow amounts for derivatives that are net cash-settled and gross cash inflow and outflow amounts for derivatives that have simultaneous gross cash settlement.

NOTE : 55 - CAPITAL MANAGEMENT

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings and obligations under finance leases, less cash and cash equivalents. Equity comprises of Equity share capital and other equity.

The Company's policy is to keep the ratio at optimum level. The Company's adjusted net debt to equity ratio was as follows:

Notes

FORMING PART OF THE FINANCIAL STATEMENTS

(₹ in lacs)

| A. | Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----|--|-------------------------|-------------------------|
| | Total Liabilities (Refer note 15, 20) | 3,428.67 | 4,621.66 |
| | Less : Cash and cash equivalent | 501.82 | 303.00 |
| | Adjusted net debt | 2,926.85 | 4,318.66 |
| | Total equity | 15,807.17 | 11,930.45 |
| | Adjusted net debt to adjusted equity ratio | 0.19 | 0.36 |

B. Dividends

Amount of Dividends approved during the year by shareholders.

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|-------------------|----------------------|--------|----------------------|--------|
| | No. of Shares | Amount | No. of Shares | Amount |
| Equity Shares | 20,52,39,942 | - | 20,52,39,942 | - |
| Preference Shares | 54,60,613 | - | 54,60,613 | - |

NOTE: 56

- The company has not granted Loans or Advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, that are: (a) repayable on demand or (b) without specifying any terms or period of repayment.
- The company neither has any Benami property nor any proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- The company is not declared wilful defaulter by any bank or financial Institution or other lender.
- The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- The company is compliant with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- (A) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall
 - 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 to or on behalf of the Ultimate Beneficiaries;
 (B) The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall
 - 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.
- The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company has not been sanctioned working capital limits in excess of 5 crore in aggregate from banks on the basis of security of current assets.

NOTE: 57

Previous Year's figures have been regrouped/rearranged where-ever considered necessary.

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala

Partner
Membership No. 417866

For and on behalf of the Board of Directors

Ravindra Kumar Kakani

Chief Financial Officer

Ashish Mehta

Company Secretary

Narendra Shah

Executive Director
DIN 02143172

Mohan Das Kabra

Director
DIN 07896243

Indore, May 27, 2022

Indore, May 27, 2022

Independent Auditors Report

To,

The Members of

Ruchi Infrastructure Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Ruchi Infrastructure Limited (hereinafter referred to as “the Holding Company”) and its subsidiaries (the Holding company and its subsidiaries together referred to as “the Group”) and its associate, comprising the Consolidated Balance Sheet as at 31st March, 2022, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement for the year ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

In our opinion and to the best of our information and according to the explanations given to us the aforesaid consolidated 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, of the consolidated state of affairs of the Group and its associate entities as at 31st March, 2022, and their consolidated profit (including consolidated other comprehensive income), consolidated statement of changes in equity and consolidated 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 Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Attention is drawn to note 1(4) of the financial statement with regards to expiry of lease term of lease hold land at Chennai, on which the Company has storage terminal having written down value of ₹ 227.01 lacs. Management is persuing to renew the lease period. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

| Key Audit Matters | Auditor’s Response |
|--|---|
| Evaluation of uncertain tax positions The Company operates in multiple jurisdictions and is subject to periodic challenges by local tax authorities on a range of tax matters during the normal course of business including direct and indirect tax matters. These involve significant management judgment to determine the possible outcome of the uncertain tax positions, consequently having an impact on related accounting and disclosures in the financial statements. | Our audit procedures include the following substantive procedures: <ul style="list-style-type: none">• Obtained understanding of key uncertain tax positions; and• We along with our internal tax experts –<ul style="list-style-type: none">- Read and analysed select key correspondences, external legal opinions/consultations by management for key uncertain tax positions;- Discussed with appropriate senior management and evaluated management’s underlying key assumptions in estimating the tax provisions; and assessed management’s estimate of the possible outcome of the disputed cases. |

Information Other than the Consolidated Financial Statements and Auditor’s Report Thereon

The Holding Company’s Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board’s Report including Annexures to Board’s Report, Business Responsibility Report, Corporate Governance and Shareholder’s Information, but does not include the consolidated financial statements and our auditor’s report thereon.

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

Independent Auditors Report

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our 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.

Responsibilities of Management for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 (the Act) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows and consolidated statement of changes in equity of the Group including its associate entities in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind As) specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its associates entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates entities are responsible for assessing the ability of the Group and of its associates entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates entities are responsible for overseeing the financial reporting process of the Group and of its associates entities.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated 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 ability of the Group and its associates entities 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence

Independent Auditors Report

obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates entities to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associate entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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 consolidated 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.

Other Matter

- a. We did not audit the financial statements of three subsidiaries whose financial statements reflect total assets of ₹ 8,329.02 lacs as at 31st March, 2022, total revenues of ₹ 2,847.86 lacs, net loss after tax (including other comprehensive income) of ₹ 148.88 lacs and cash inflows amounting to ₹ 1,082 Lacs for the year ended on that date as considered in the consolidated financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amount and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditor.
- b. The consolidated financial statements also include the Group's share of net loss after tax of ₹ 0.28 lacs for the year ended 31st March, 2022, as considered in the consolidated financial statements, in respect of an associates, whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate entity and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid associate entity, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the consolidated financial statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by section 143 (3) of the Act, we report, to the extent applicable 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 of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as appears from our examination of those books and reports of the other auditor.

Independent Auditors Report

- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated statement of changes in equity and the Consolidated Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Indian accounting standards specified under section 133 of the Act, read with rules framed thereunder.
- e) On the basis of the written representations received from the directors of the Holding company, as on 31st March 2022 taken on records by the Board of Directors of the Holding Company and the reports of the statutory auditor of its subsidiary company incorporated in India, none of the directors of the Group companies incorporated in India, is disqualified as on 31st 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 Holding Company and its Subsidiaries Company incorporated in India and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and
- 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. The consolidated financial statements disclosed the impact of pending litigations on the consolidated financial position of the Group – refer note 36 to the consolidated financial statements;
 - ii. The Group did not have any long term contract including derivative contract for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding company and its subsidiary company incorporated in India.
- h) With respect to the matter to be included in the Auditor's report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us and based on the reports of the statutory auditors of such subsidiary companies incorporated in India which were not audited by us, the remuneration paid during the current year by the Holding Company and its subsidiary companies incorporated in India to its directors is in accordance with the provisions of Section 197 read with schedule V to the Act.
- i) With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us and based on the CARO reports issued by the auditors of the subsidiary companies included in the consolidated financial statements of the Holding Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For SMAK & CO
Chartered Accountants
(Firm Reg. No. 020120C)

CA Atishay Khasgiwala
(Partner)
M.No.417866

Place : Indore
Date : May 27, 2022
UDIN : 22417866AJTDIL3131

Independent Auditors Report

Annexure A To the Independent Auditor's Report of even date on the Consolidated Financial Statements of Ruchi Infrastructure Limited Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March, 2022, we have audited the internal financial controls over financial reporting of Ruchi Infrastructure Limited ("the Holding Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding company and its subsidiary companies which are companies incorporated in India are 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 the respective 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 Holding Company and its Subsidiaries which are companies incorporated in India, internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both 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 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 and obtained by other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls 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, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to three subsidiary companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

For SMAK & CO
Chartered Accountants
(Firm Reg. No. 020120C)

CA Atishay Khasgiwala
(Partner)
M.No.417866

Place : Indore
Date : May 27, 2022
UDIN : 22417866AJTDIL3131

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2022

(₹ in lacs)

| Particulars | Notes | As at March 31, 2022 | As at March 31, 2021 |
|--|----------------|-------------------------|-------------------------|
| I. ASSETS | | | |
| (1) Non-current assets | | | |
| (a) Property, Plant and Equipment | 1 | 20,551.76 | 21,968.80 |
| (b) Capital work-in-progress | 1 | 534.64 | 235.30 |
| (c) Intangible Assets | 1 | 1,713.81 | 1,730.21 |
| (d) Right of Use Assets | 2 | 1,037.30 | 1,114.25 |
| (e) Financial Assets | | | |
| (i) Investments | 3 | 1,086.83 | 1,069.71 |
| (ii) Others | 4 | 653.77 | 596.48 |
| (f) Other non-current assets | 5 | 1,294.65 | 710.38 |
| Total Non-current assets | | 26,872.76 | 27,425.13 |
| (2) Current assets | | | |
| (a) Inventories | 6 | 27.83 | 18.43 |
| (b) Financial Assets | | | |
| (i) Trade receivables | 7 | 1,652.51 | 3,651.10 |
| (ii) Cash and cash equivalents | 8 | 1,947.64 | 667.30 |
| (iii) Bank balances other than (ii) above | 9 | 92.31 | 88.68 |
| (iv) Loans | 10 | 228.72 | - |
| (v) Others | 11 | 529.17 | 3,405.04 |
| (c) Other Current Assets | 12 | 515.55 | 597.91 |
| Total Current assets | | 4,993.73 | 8,428.46 |
| (3) Assets held for Sale | 44 | 82.59 | 82.59 |
| Total Assets | | 31,949.08 | 35,936.18 |
| II. EQUITY AND LIABILITIES | | | |
| Equity | | | |
| (a) Equity share capital | 13 | 2,052.40 | 2,052.40 |
| (b) Other Equity | 14 | 13,362.37 | 9,635.03 |
| (c) Non Controlling interest | 15 | 0.34 | (0.16) |
| Total Equity | | 15,415.11 | 11,687.27 |
| LIABILITIES | | | |
| (1) Non-Current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 16 | 10,856.57 | 12,894.10 |
| (ia) Lease Liabilities | 17 | 606.33 | 638.41 |
| (b) Provisions | 18 | 123.11 | 135.00 |
| (c) Deferred Tax Liabilities (Net) | 19 | 137.63 | (1,045.96) |
| (d) Other non-current liabilities | 20 | 413.64 | 432.56 |
| Total Non-Current Liabilities | | 12,137.28 | 13,054.11 |
| (2) Current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 21 | 3,145.34 | 2,557.94 |
| (ia) Lease liabilities | 22 | 32.08 | 38.80 |
| (ii) Trade payables | 23 | - | - |
| (a) Total Outstanding Dues of Micro, Small and Medium Enterprises | | - | - |
| (b) Total Outstanding Dues of creditors other than Micro Small and Medium Enterprises | | 98.66 | 8,016.79 |
| (iii) Other financial liabilities | 24 | 260.95 | 272.28 |
| (b) Other current liabilities | 25 | 396.50 | 207.62 |
| (c) Provisions | 26 | 42.37 | 43.37 |
| (d) Current Tax Liabilities (Net) | 27 | 58.73 | - |
| Total Current liabilities | | 4,034.63 | 11,136.80 |
| (3) Liabilities directly associated with Assets held for sale | 44 | 362.06 | 58.00 |
| Total Equity and Liabilities | | 31,949.08 | 35,936.18 |
| The accompanying notes to accounts forming an integral part to the financial statement general information and significant accounting policies | 1 to 55 A-B | | |

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani

Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah

Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022

(₹ in lacs)

| Particulars | Notes | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|--|----------------|--------------------------------------|--------------------------------------|
| INCOME | | | |
| I Revenue from Operations | 28 | 6,939.31 | 6,220.40 |
| II Other Income | 29 | 12,216.01 | 230.84 |
| III Total Income (I + II) | | 19,155.32 | 6,451.24 |
| IV EXPENSES | | | |
| Cost of material's consumed | 30 | 133.07 | 150.27 |
| Purchases of Stock-in-Trade | 31 | 941.53 | 672.79 |
| Changes in inventories of finished goods, work-in-progress and stock in trade | 32 | (0.23) | 13.93 |
| Employee Benefits Expense | 33 | 1,077.50 | 1,047.92 |
| Finance Costs | 34 | 1,113.62 | 1,276.67 |
| Depreciation and amortisation Expenses | 1 | 1,662.21 | 1,900.64 |
| Other Expenses | 35 | 9,095.24 | 1,893.52 |
| Total Expenses | | 14,022.94 | 6,955.74 |
| V Profit/(loss) before share of profit/(loss) of associate & exceptional items (III-IV) | | 5,132.38 | (504.50) |
| VI Share in Profit/(loss) of Associate | | (0.28) | 0.41 |
| VII Profit/(loss) before exceptional items and tax | | 5,132.10 | (504.09) |
| VIII Exceptional Items | | - | - |
| IX Profit/(loss) before tax (VII-VIII) | | 5,132.10 | (504.09) |
| X Tax expense | | | |
| Current Tax | | 259.02 | 83.67 |
| Deferred Tax | | 1,180.00 | (57.55) |
| Provision of Tax for earlier years | | (24.17) | - |
| XI Profit/(loss) after tax for the year (IX-X) | | 3,717.25 | (530.21) |
| XII Other Comprehensive Income/(loss) | | | |
| (i) Items that will not be reclassified to statement of profit or loss | | | |
| Remeasurement of defined benefit obligation | | 12.04 | (23.87) |
| Tax thereon | | (3.35) | 6.64 |
| Gain/(Loss) on change in fair value of equity instrument other than subsidiaries | | 2.14 | 51.67 |
| Tax thereon | | (0.24) | (5.75) |
| (ii) Items that will be reclassified to statement of profit or loss | | - | - |
| Total other comprehensive income | | 10.59 | 28.69 |
| XIII Total comprehensive income for the year (XI + XII) | | 3,727.84 | (501.52) |
| Total Comprehensive income for the year attributable to : | | | |
| Owner of the Company | | 3,727.34 | (501.47) |
| Non Controlling interest | | 0.50 | (0.05) |
| | | 3,727.84 | (501.52) |
| Profit for the year attributable to : | | | |
| Owner of the Company | | 3,716.75 | (530.16) |
| Non Controlling interest | | 0.50 | (0.05) |
| | | 3,717.25 | (530.21) |
| Other Comprehensive income for the year attributable to : | | | |
| Owner of the Company | | 10.59 | 28.69 |
| Non Controlling interest | | - | - |
| | | 10.59 | 28.69 |
| XIV Earnings per equity share of face value of ₹1 each | 39 | | |
| a Basic (in ₹) | | 1.65 | (0.42) |
| b Diluted (in ₹) | | 1.65 | (0.42) |
| The accompanying notes to accounts forming an integral part to the financial statement | 1 to 55 | | |
| General information and significant accounting policies | A-B | | |

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

CONSOLIDATED STATEMENT OF CHANGE IN EQUITY (SOCIE) FOR THE YEAR ENDED MARCH 31, 2022

(₹ in lacs)

A. Equity share capital

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------------|----------------------|
| | Amount | Amount |
| Balance at the beginning of the reporting period | 2,052.40 | 2,052.40 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance at the beginning of the current reporting period | 2,052.40 | 2,052.40 |
| Changes in equity share capital during the current year | - | - |
| Balance at the end of the reporting period | 2,052.40 | 2,052.40 |

B. Other Equity

(i) As at March 31, 2022

| Particulars | Reserves and Surplus | | | | Equity Instruments through Other Comprehensive Income | Total |
|---|----------------------|--------------------|-----------------|-------------------|---|-----------|
| | Capital Reserve | Securities Premium | General Reserve | Retained Earnings | | |
| Balance at the beginning of the current reporting period | 5,522.35 | 2,778.57 | 8,906.41 | (7,556.17) | (16.13) | 9,635.03 |
| Profit/(Loss) for the year | - | - | - | 3,716.75 | - | 3,716.75 |
| Other Comprehensive Income for the year (net of tax) | - | - | - | 8.69 | 1.90 | 10.59 |
| Transfer to retained earnings | - | - | - | - | 83.20 | 83.20 |
| Transfer from Equity Instruments through other Comprehensive Income | - | - | - | (83.20) | - | (83.20) |
| Total comprehensive income for the year | - | - | - | - | - | 3,727.34 |
| Balance at the end of the reporting period | 5,522.35 | 2,778.57 | 8,906.41 | (3,913.93) | 68.97 | 13,362.37 |

(ii) As at March 31, 2021

| Particulars | Reserves and Surplus | | | | Equity Instruments through Other Comprehensive Income | Total |
|--|----------------------|--------------------|-----------------|-------------------|---|-----------|
| | Capital Reserve | Securities Premium | General Reserve | Retained Earnings | | |
| Balance at the beginning of the reporting period | 5,522.35 | 2,778.57 | 8,906.41 | (7,008.78) | (62.05) | 10,136.50 |
| Profit/(Loss) for the year | - | - | - | (530.16) | - | (530.16) |
| Other Comprehensive Income for the year (net of tax) | - | - | - | (17.23) | 45.92 | 28.69 |
| Total comprehensive income for the year | - | - | - | - | - | (501.47) |
| Balance at the end of the reporting period | 5,522.35 | 2,778.57 | 8,906.41 | (7,556.17) | (16.13) | 9,635.03 |

The accompanying notes to accounts forming an integral part to the consolidated financial statement

1 to 55

General information and significant accounting policies

A-B

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala

Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani

Chief Financial Officer

Ashish Mehta

Company Secretary

Narendra Shah

Executive Director
DIN 02143172

Mohan Das Kabra

Director
DIN 07896243

Indore, May 27, 2022

Ruchi Infrastructure Limited

CIN : L65990MH1984PLC033878

CONSOLIDATED STATEMENT OF CASHFLOW FOR THE YEAR ENDED MARCH 31, 2022

(₹ in lacs)

| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|---|--------------------------------------|--------------------------------------|
| A Cash Flow from operating activities | | |
| Profit/(loss) before tax | 5,132.10 | (504.09) |
| Adjustments for : | | |
| Depreciation | 1,662.21 | 1,900.64 |
| Net (gain)/Loss on Sale of Property, Plant & Equipment | (6.43) | (0.26) |
| Amounts charged directly to OCI/Retained earnings | 12.04 | (23.87) |
| Loss/(Gain) on Sale of Investment | (11.71) | - |
| Share in (profit)/loss of partnership firm | 0.28 | (0.41) |
| Government Grant Income | (19.52) | (20.51) |
| Provision for doubtful debts | (4,233.67) | 116.95 |
| Interest Income | (56.39) | (101.80) |
| Finance Costs | 1,113.62 | 1,276.67 |
| Operating Profit Before Working Capital Changes | 3,592.53 | 2,643.32 |
| Working Capital Adjustments | | |
| (Increase)/Decrease in Inventories | (9.40) | 18.80 |
| (Increase)/Decrease in Trade and other receivables | 9,272.79 | (559.11) |
| Increase/(Decrease) in Trade and other payables | (7,752.87) | (262.41) |
| Cash Generated from operations | 5,103.05 | 1,840.60 |
| Income Tax (Paid)/Refund | (89.90) | 10.15 |
| NET CASH FLOW FROM OPERATING ACTIVITIES | 5,013.15 | 1,850.75 |
| B Cash Flow from Investing Activities | | |
| Purchase of Property, Plant & Equipment (Including Capital WIP and Capital advance) | (1,124.82) | (85.50) |
| Proceeds from Sale of Property, Plant & Equipment | 9.60 | 1.59 |
| Advance received against assets held for sale | 304.06 | (11.00) |
| Purchase of Investment | (31.63) | (9.50) |
| Sale of Investment | 28.36 | - |
| Interest Income | (31.78) | 146.93 |
| Share in profit of partnership firm | (0.28) | 0.41 |
| Change in Bank Balances | (55.05) | (14.97) |
| NET CASH FLOW FROM INVESTING ACTIVITIES | (901.54) | 27.96 |
| C Cash Flow from Financing Activities | | |
| Proceeds from borrowings | - | - |
| Repayment of borrowings | (1,450.13) | (817.41) |
| Loans (given)/recovered | (228.72) | 551.41 |
| Repayment of Lease liability | (38.80) | (67.65) |
| Finance Costs | (1,113.62) | (1,322.84) |
| NET CASH FLOWS FROM FINANCING ACTIVITIES | (2,831.27) | (1,656.49) |
| Net increase/(decrease) in Cash and Cash Equivalents | 1,280.34 | 222.22 |
| Cash & Cash Equivalents at the beginning of the year | 667.30 | 445.08 |
| Cash & Cash Equivalents at the end of the year | 1,947.64 | 667.30 |
| Cash & Cash Equivalents comprises : | | |
| Balance with Banks in Current Accounts | 1,942.81 | 457.73 |
| In Deposit Accounts | - | 205.00 |
| Cash on Hand | 4.83 | 4.57 |
| | 1,947.64 | 667.30 |

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

A. General Information

Ruchi Infrastructure Ltd (the Company) is a Public Limited Company (CIN L65990MH1984PLC033878) incorporated on 28th August, 1984 in India under the provision of the Companies Act, 1956 having its registered office at 706, Tulsiani Chambers, Nariman Point, Mumbai- 400021. The Company is engaged in the business of infrastructure viz. storage of liquid commodities, Agri Warehousing Facilities, Wind power generation, trading of various commodities and manufacturing of soap. Its equity shares are listed on National Stock Exchange of India Ltd. (NSE) and BSE Ltd. (BSE).

The Company and its subsidiaries are collectively referred as “the group”. The consolidated financial statements as at March 31, 2022 presents the financial position of the group as well as its interest in an associate firm.

The Group is engaged in the business of infrastructure viz. storage of liquid commodities, Agri Warehousing Facilities, Wind power generation, trading of various commodities and manufacturing of soap.

The Company has the following subsidiaries :

| Name of Subsidiary | % of Holding |
|-------------------------------------|--------------|
| i. Peninsular Tankers Pvt Ltd | : 100 |
| ii. Mangalore Liquid Imped Pvt Ltd | : 98 |
| iii. Ruchi Renewable Energy Pvt Ltd | : 100 |

B. STATEMENT OF CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES

i. Statement of compliance

The separate financial statements have been prepared in accordance with Indian Accounting standards (“Ind AS”) notified, under section 133 of the Companies Act, 2013 (‘Act’) read with the rules notified under the relevant provisions of the Act.

ii. Basis of Preparation

These consolidated financial statements have been prepared on accrual basis and under the historical cost convention except for certain financial instruments which are measured at fair value at the end of each reporting period, as explained in the accounting policies mentioned below.

All assets and liabilities have been classified as current or non-current as per the Group’s normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. The Group has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

Functional and presentation currency

These consolidated financial statements are presented in Indian rupees, which is the Group’s functional currency. All amounts have been rounded to the nearest Rupees in lacs unless otherwise indicated.

iii. Use of Estimates, Judgments and Assumptions

The preparation of Consolidated financial statements in accordance with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

All the assets and liabilities have been classified as current or non-current as per the Group’s normal operating cycle of twelve months and other criteria set out in Schedule III to the Companies Act, 2013.

Significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have significant effect on amount recognized in the consolidated financial statements are:

- Allowance for bad and doubtful trade receivable.
- Recognition and measurement of provision and contingencies.
- Depreciation/Amortisation and useful lives of Property, plant and equipment / Intangible Assets.
- Recognition of deferred tax.
- Income Taxes.
- Measurement of defined benefit obligation.
- Impairment of Non-financial assets and financial assets.
- Fair value of financial instruments.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

iv. Revenue Recognition

The Group recognises revenue i.e. account for a contract with a customer only when all of the following criteria are met:

- (a) the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;
- (b) the entity can identify each party's rights regarding the goods or services to be transferred;
- (c) the entity can identify the payment terms for the goods or services to be transferred;
- (d) the contract has commercial substance (ie the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- (e) it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer. In evaluating whether collectability of an amount of consideration is probable, an entity shall consider only the customer's ability and intention to pay that amount of consideration when it is due. The amount of consideration to which the entity will be entitled may be less than the price stated in the contract if the consideration is variable because the entity may offer the customer a price concession.

Measurement

When (or as) a performance obligation is satisfied, the Group recognise as revenue the amount of the transaction price (which excludes estimates of variable consideration that are constrained) that is allocated to that performance obligation.

i) Sale of goods

Revenue is recognised upon transfer of control of promised goods to customers in an amount that reflects the consideration which the Group expects to receive in exchange for those goods. Revenue from the sale of goods is recognised at the point in time when control is transferred to the customer which is usually on dispatch / delivery of goods, based on contracts with the customers. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions, incentives, and returns, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government. Due to the short nature of credit period given to customers, there is no financing component in the contract.

ii) Sale of Services

Revenue from services rendered is recognised as the services are rendered and is booked based on agreements/arrangements with the concerned parties.

iii) Interest and Dividend

Interest income is recognized on accrual basis using the effective interest method. Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established.

iv) Inventories

Inventories are valued at lower of cost and net realizable value, except by-product/scrap is valued at net realizable value. Cost of inventory is arrived at by using Moving Average Price Method. Cost of inventory is generally comprises of cost of purchases, cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

v. Property, Plant and Equipment

a. Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses (if any). Freehold land is measured at costs.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, acquisition or construction cost including borrowing costs, any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in statement of profit or loss.

b. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group and cost of the item can be measured reliably.

c. Depreciation

Depreciation on property, plant and equipment is provided using Written down value method (WDV) on depreciable amount as per the useful life of the assets in the manner as specified in Schedule II to the Companies Act, 2013. The

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

estimated useful life of assets and estimated residual value is taken as prescribed under Schedule II to the Companies Act, 2013.

Depreciation on additions during the year is provided on pro rata basis with reference to date of addition/ installation. Depreciation on assets disposed/discarded is charged up to the date on which such asset is sold.

The estimated useful lives, residual value and depreciation method are reviewed at the end of each balance sheet date, any changes therein are considered as changes in estimate and accordingly accounted for prospectively.

d. Biological Assets

Biological assets are classified as Bearer biological assets and Consumable biological assets. Bearer Biological Assets which are held to bear agricultural produce are classified as Bearer plants. Consumable biological assets are those that are to be harvested.

Bearer plants are recognised under Property, Plant and Equipment on fulfilment of the following condition :

1. Is used in the production or supply of agricultural produce;
2. Is expected to bear produce for more than one period; and has a remote likelihood of being sold as agricultural produce, except for incidental scrap sales.

Pomegranate Plants are recognised as Bearer biological assets. These are classified as mature Bearer Plants and Immature Bearer Plants. Mature Bearer Plants are those that have attained harvestable stage. Cost incurred for new plantations and immature areas are capitalised. Cost includes cost of land preparation, new planting and maintenance till maturity. The cost of areas coming into bearing is transferred to mature plantations and depreciated over their estimated useful lives. Promogranate Plants attain a harvestable stage in about 1.5 years.

Bearer biological assets are carried at cost less accumulated depreciation and accumulated impairment loss, if any. Subsequent expenditure on bearer assets are added to its book value only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. Mature bearer plants are depreciated over their estimated useful life. Immature bearer plants are tested for impairment/ obsolescence. The estimated useful life of mature bearer plants are approximately 24 years.

e. Capital Work In progress

Assets under erection/installation are shown as "Capital work in progress", Expenditure during construction period are shown as "pre-operative expenses" to be capitalized on erection/installations of the assets.

vi. Intangible Assets

Identifiable intangible assets are recognised when it is probable that future economic benefits attributed to the asset will flow to the Group and the cost of the asset can be reliably measured. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

Recognition and measurement

Computer softwares and Jetty rights have finite useful lives and are measured at cost less accumulated amortisation and any accumulated impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, when incurred is recognised in statement of profit or loss.

Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in statement of profit or loss. Computer software are amortised over their estimated useful life of 3 years. Jetty Rights are amortised over the life mentioned in the agreement entered with Gujarat Maritime Board.

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted, if required.

vii. Employee benefits

i. Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii. Defined benefit plans

The liability for gratuity a defined benefit plan is determined annually by a qualified actuary using the projected unit credit method.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Group pays gratuity to the employees who have completed five years of service with the Group at the time when the employee leaves the Group as per the payment of gratuity act 1972.

The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees.

Remeasurement of the net defined benefit plans in respect of post-employment are charged to other comprehensive income. Net interest expense and other expenses related to defined benefit plans are recognised in statement of profit and loss.

iii. Other employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of obligation as at the Balance sheet date determined based on an actuarial valuation.

iv. Defined Contribution Plan

The Group's payments to the defined contribution plans are recognized as expenses during the period in which the employees perform the services that payment covers. Defined contribution plan comprise of contribution to the employees' provident fund with government, Employees' State Insurance and Pension Scheme.

viii. Income Tax

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to other comprehensive income or a business combination, or items recognised directly in equity.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax also includes any tax arising from dividends.

Current tax assets and liabilities are offset only if, the Group:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

ii. Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of deferred tax assets and liabilities are reviewed at the end of each reporting period.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with the asset will be realised.

Deferred tax assets and liabilities are offset only if:

- a) the entity has a legally enforceable right to set off deferred tax assets against deferred tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

ix. Foreign currency transactions

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

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Difference arising on settlement of monetary items are recognised in statement of profit and loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets which are capitalized as cost of assets.

Non-monetary items that are measured based on historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary assets and liabilities that are measured at fair value in a foreign currency

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

are translated into the functional currency at the exchange rate when the fair value was determined. Exchange difference arising out of these transactions are generally recognised in statement of profit and loss.

x. Borrowing cost

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset are capitalised as part of the cost of that asset till the date it is ready for its intended use or sale. Qualifying asset are the assets that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to the statement of profit and loss in the period in which they are incurred.

xi. Cash and Cash Equivalent

Cash and cash equivalent includes the cash and Cheques in hand, bank balances, demand deposits with bank and other short term, highly liquid investments with original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Bank overdraft are shown within borrowings in current liabilities in the balance sheet and forms part of financing activities in the cash flow statement. Book overdraft are shown within other financial liabilities in the balance sheet and forms part of operating activities in the cash flow statement.

xii. Cash Flow Statement

Cash flows are reported using indirect method, whereby profit/ (loss) before tax is adjusted for the effect of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments and items of income or expenses associated with investing or financing cash flow. The cash flow from operating, investing and financing activities of the Group is segregated based on the available information.

xiii. Earning Per Share

i. Basic earnings per shares is arrived at based on net profit/(loss) after tax available to equity shareholders divided by Weighted average number of equity shares, adjusted for bonus elements in equity shares issued during the year (if any) and excluding treasury shares.

ii. Diluted earnings per shares is calculated by dividing Profit attributable to equity holders after tax divided by Weighted average number of shares considered for basic earning per shares including potential dilutive equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Potential ordinary shares shall be treated as dilutive when, and only when, their conversion to ordinary shares would decrease earnings per share or increase loss per share from continuing operations.

xiv. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when there is a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability. The Group does not recognize a contingent liability but discloses its existence in the financial statements.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. Contingent assets are not recognized, but its existence is disclosed in the financial statements.

Leases

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As per the requirements of Ind AS 116 the company evaluates whether an arrangement qualifies to be a lease. In identifying a lease the company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. The Company revises the lease term if there is a change in the non-cancellable period of a lease.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Company as a lessee

The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

Right of Use Assets

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located.

The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the lease term. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable and impairment loss, if any, is recognised in the statement of profit and loss.

Lease Liability

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications. The company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in statement of profit and loss.

The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

Operating leases

The Company has also used the practical expedient provided by the standard when applying Ind AS 116 to leases previously classified as operating leases under Ind AS 17 and therefore, has not reassessed whether a contract, is or contains a lease, at the date of initial application, relied on its assessment of whether leases are onerous, applying Ind AS 37 immediately before the date of initial application as an alternative to performing an impairment review, excluded initial direct costs from measuring the right-of-use asset at the date of initial application and used hindsight when determining the lease term if the contract contains options to extend or terminate the lease. The Company has used a single discount rate to a portfolio of leases with similar characteristics.

On transition, the Company recognised a lease liability measured at the present value of the remaining lease payments. The right-of-use asset is recognised at its carrying amount as if the standard had been applied since the commencement of the lease, but discounted using the lessee's incremental borrowing rate as at April 1, 2019.

Company as a lessor

At the inception of the lease the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income on a straight-line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease. If an arrangement contains lease and non-lease components, the Company applies Ind AS 115 Revenue from contracts with customers to allocate the consideration in the contract.

The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

xv. Asset Held for Sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable.

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A sale is considered as highly probable when decision has been made to sell, assets are available for immediate sale in its present condition, assets are being actively marketed and sale has been agreed or is expected to be concluded within 12 months of the date of classification.

Non-current assets held for sale are neither depreciated nor amortised. Assets and liabilities classified as held for sale are measured at the lower of their carrying amount and fair value less cost of sale and are presented separately in the Balance Sheet.

xvi. Impairment of Non-Financial Assets

The Group assesses at each reporting date whether there is any objective evidence that a non-financial asset or a group of non-financial assets are impaired. If any such indication exists, the Group estimates the amount of impairment loss.

For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or group of assets is considered as cash generating unit.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in statement of profit and loss and reflected in an allowance account. When the Group considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, then the previously recognized impairment loss is reversed through profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been in place had there been no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in Statement of Profit and Loss, taking into account the normal depreciation/amortization.

xvii. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options; and embedded derivatives in the host contract.

i. Financial assets

Classification

The Group classifies financial assets in the following measurement categories :

- a. Those measured at amortised cost and
- b. Those measured subsequently at fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Initial recognition and measurement

All financial assets are recognised initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset, are adjusted to fair value in the case of financial assets not recorded at fair value through profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

Measured at amortised cost

A financial asset is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss. This category generally applies to trade and other receivables.

Measured at fair value through other comprehensive income (FVOCI)

A financial asset is measured at FVOCI if both of the following criteria are met:

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a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The asset's contractual cash flows represent SPPI.

Financial assets included within the FVOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Group recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to profit and loss. Interest earned whilst holding FVOCI debt instrument is reported as interest income using the EIR method.

Financial Asset at fair value through profit and loss (FVTPL)

FVTPL is a residual category for financial asset. Any financial asset, which does not meet the criteria for categorization as at amortized cost or as FVOCI, is classified as at FVTPL.

In addition, the group company may elect to classify a financial asset, which otherwise meets amortized cost or FVOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a company of similar financial assets) is primarily derecognised (i.e. removed from the Group's balance sheet) when:

- i. The rights to receive cash flows from the asset have expired, or
- ii. The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- iii. When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.
- iv. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group could be required to repay.

Impairment of financial assets

In accordance with Ind-AS 109, the Group applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- b) Trade receivables.

The Group follows 'simplified approach for recognition of impairment loss allowance on:

- i. Trade receivables which do not contain a significant financing component.
The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition.
- ii. For recognition of impairment loss on other financial assets and risk exposure, the Group determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

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ii. Financial liabilities

Classification

The Group classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or amortised costs.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Group's financial liabilities include trade and other payables, loans and borrowings, financial guarantee contracts and derivative financial instruments.

Financial liabilities at fair value through profit or loss.

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the group that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to P&L. However, the Group may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to interest-bearing loans and borrowings.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Derivative financial instruments

The Group uses derivative financial instruments, such as forward currency contracts, interest rate swaps and forward commodity contracts, to hedge its foreign currency risks, interest rate risks and commodity price risks, respectively. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Offsetting

Financial assets and financial liabilities are offset and the net amount is presented in the balance sheet when, and when the Group has a legally enforceable right to set off the amount and it intends either to settle then on a net basis or to realize the asset and settle the liability simultaneously.

Measurement of fair values

The Group's accounting policies and disclosures require the measurement of fair values, for financial instruments. The Group has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the

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third parties to supports the conclusion that such valuations meet the requirements of Ind AS, including the level in the quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support value hierarchy in which such valuations should be classified.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

xviii. Government Grants

Government Grants and subsidies from Government are recognised when there is reasonable certainty that the grant/subsidy will be received and all attaching conditions will be complied with. Government grant received are recognised in the Statement of Profit & Loss on a systematic basis over the period in which the Group recognizes as expenses the related costs for which the grant is intended to compensate.

xix. Guarantee Commission

In respect of Corporate Guarantees given by the Company on behalf of its Subsidiaries as on the Ind As transitional date, notional income is booked at rate prevalent in market for similar guarantee and the income is amortised over the period of the guarantee. The notional income for guarantees given in subsequent periods is treated as deemed investment, added to the carrying cost of investment in Subsidiary and amortised over the period of the guarantee.

xx. Basis of Consolidation

a) **The Consolidated financial statements relate to Ruchi Infrastructure Ltd (the Company) and its subsidiaries and associates as under :**

| Entity | Basis of Consolidation | Country of Incorporation | % of Shareholding of the Company | % of Shares in Consolidated (Profit)/Loss |
|--------------------------------|------------------------|--------------------------|----------------------------------|---|
| Peninsular Tankers Pvt Ltd | Subsidiary | India | 100 | (0.83) |
| Mangalore Liquid Impex Pvt Ltd | Subsidiary | India | 98 | 0.67 |
| Ruchi Renewable Energy Pvt Ltd | Subsidiary | India | 100 | (3.84) |
| Narang & Ruchi Developers | Associate | India | 90 | (0.01) |

b) The consolidated Financial Statements have been prepared in accordance with IndAS110 as notified under rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and recognized accounting practices and policies on the following basis :

- The financial statements of the Company and its subsidiaries have been combined on a line to line basis by adding together like items of assets, liabilities, income and expenses.
- The financial statements of Associates have been consolidated using the Equity method of accounting.
- Intragroup balances, intragroup transactions and resulting unrealized profits/losses have been eliminated in full.
- Non controlling interest in the net assets of subsidiaries has been separately disclosed in the consolidated financial statements. Non controlling interest in income for the year has been separately disclosed in the statement of profit and loss.
- Figures pertaining to the subsidiaries and the partnership firm have been reclassified to bring them in line with parent Company's financial statements.
- The excess of/shortfall in the cost to the Company of its investment over the Company's portion of equity as at the date of investment is recognized in the consolidated financial statements as goodwill/capital reserve. The resultant goodwill, if any, is capitalized.
- The Consolidated Financial Statements have been prepared using uniform accounting policy for like transactions and other events in similar circumstances.

xxi. Mandatory exceptions applied – Standard issued but not yet effective

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2022.

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NOTE 1 - PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS

I. Property, Plant and Equipment

(₹ in lacs)

| Particulars | Freehold land | Buildings | Plant & Equipment | Furniture & Fixture | Vehicles | Office Equipment | Biological Assets | Total |
|---|---------------|-----------|-------------------|---------------------|----------|------------------|-------------------|-----------|
| a. Gross carrying amount | | | | | | | | |
| As at April 1, 2020 | 5,145.55 | 2,544.84 | 12,816.58 | 1,091.95 | 280.09 | 323.77 | 25.02 | 22,227.80 |
| Additions | - | 0.64 | 28.04 | 0.22 | 16.68 | 11.99 | - | 57.57 |
| Deduction/Adjustments | - | - | 11.51 | - | 0.41 | 0.75 | - | 12.67 |
| Transfer from/(to) assets given on lease | - | (279.45) | (109.40) | - | - | - | - | (388.85) |
| As at March 31, 2021 | 5,145.55 | 2,266.03 | 12,723.71 | 1,092.17 | 296.36 | 335.01 | 25.02 | 21,883.85 |
| Additions | - | 40.78 | 39.94 | 0.05 | 61.94 | 12.28 | - | 154.99 |
| Deduction/Adjustments | - | - | 12.01 | 0.02 | 21.06 | 1.75 | - | 34.84 |
| Transfer from/(to) assets given on lease | - | (417.49) | (59.86) | - | - | - | - | (477.35) |
| As at March 31, 2022 | 5,145.55 | 1,889.32 | 12,691.78 | 1,092.20 | 337.24 | 345.54 | 25.02 | 21,526.65 |
| b. Accumulated depreciation and impairment | | | | | | | | |
| As at April 1, 2020 | - | 458.61 | 5,088.35 | 675.54 | 184.19 | 262.79 | 3.22 | 6,672.70 |
| Depreciation charge for the year | - | 101.63 | 1,003.61 | 101.09 | 25.45 | 30.39 | 1.92 | 1,264.09 |
| Deduction/Adjustments | - | - | 10.24 | - | 0.39 | 0.71 | - | 11.34 |
| Transfer from/(to) assets given on lease | - | (165.66) | (8.49) | - | - | - | - | (174.15) |
| As at March 31, 2021 | - | 394.58 | 6,073.23 | 776.63 | 209.25 | 292.47 | 5.14 | 7,751.30 |
| Depreciation charge for the year | - | 87.59 | 869.82 | 74.92 | 24.79 | 20.76 | 1.69 | 1,079.57 |
| Deduction/Adjustments | - | - | 11.11 | 0.02 | 18.97 | 1.57 | - | 31.67 |
| Transfer from/(to) assets given on lease | - | 38.25 | (26.64) | - | - | - | - | 11.61 |
| As at March 31, 2022 | - | 520.42 | 6,905.30 | 851.53 | 215.07 | 311.66 | 6.83 | 8,810.81 |
| c. Net Carrying Amount | | | | | | | | |
| As at March 31, 2021 | 5,145.55 | 1,871.45 | 6,650.48 | 315.54 | 87.11 | 42.54 | 19.88 | 14,132.55 |
| As at March 31, 2022 | 5,145.55 | 1,368.90 | 5,786.48 | 240.67 | 122.17 | 33.88 | 18.19 | 12,715.84 |

II. ASSETS GIVEN ON LEASE

| Particulars | Freehold land | Buildings | Plant & Equipment | Furniture & Fixture | Vehicles | Office Equipment | Biological Assets | Total |
|---|---------------|-----------|-------------------|---------------------|----------|------------------|-------------------|-----------|
| a. Gross carrying amount | | | | | | | | |
| As at April 1, 2020 | - | 8,446.02 | 1,211.15 | - | - | - | - | 9,657.17 |
| Additions | - | 130.77 | - | - | - | - | - | 130.77 |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | 279.45 | 109.40 | - | - | - | - | 388.85 |
| As at March 31, 2021 | - | 8,856.24 | 1,320.55 | - | - | - | - | 10,176.79 |
| Additions | - | - | - | - | - | - | - | - |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | 417.49 | 59.86 | - | - | - | - | 477.35 |
| As at March 31, 2022 | - | 9,273.73 | 1,380.41 | - | - | - | - | 10,654.14 |
| b. Accumulated depreciation and impairment | | | | | | | | |
| As at April 1, 2020 | - | 1,315.95 | 325.16 | - | - | - | - | 1,641.11 |
| Depreciation charge during the year | - | 357.48 | 167.80 | - | - | - | - | 525.28 |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | 165.66 | 8.49 | - | - | - | - | 174.15 |
| As at March 31, 2021 | - | 1,839.09 | 501.45 | - | - | - | - | 2,340.54 |
| Depreciation charge for the year | - | 352.10 | 137.19 | - | - | - | - | 489.29 |
| Deduction/Adjustments | - | - | - | - | - | - | - | - |
| Transfer (to)/from own assets | - | (38.25) | 26.64 | - | - | - | - | (11.61) |
| As at March 31, 2022 | - | 2,152.94 | 665.28 | - | - | - | - | 2,818.22 |
| c. Net Carrying Amount | | | | | | | | |
| As at March 31, 2021 | - | 7,017.15 | 819.10 | - | - | - | - | 7,836.25 |
| As at March 31, 2022 | - | 7,120.79 | 715.13 | - | - | - | - | 7,835.92 |
| GRAND TOTAL (I + II) | | | | | | | | |
| Net Carrying Amount | | | | | | | | |
| As at March 31, 2021 | 5,145.55 | 8,888.60 | 7,469.58 | 315.54 | 87.11 | 42.54 | 19.88 | 21,968.80 |
| As at March 31, 2022 | 5,145.55 | 8,489.69 | 6,501.61 | 240.67 | 122.17 | 33.88 | 18.19 | 20,551.76 |

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III. Capital Work in Progress

(₹ in lacs)

| Particulars | Freehold land | Buildings | Plant & Equipment | Furniture & Fixture | Vehicles | Office Equipment | Biological Assets | Total |
|--|---------------|-----------|-------------------|---------------------|----------|------------------|-------------------|--------|
| As at April 1, 2020 | - | 194.19 | 145.57 | - | - | - | - | 339.76 |
| Additions | - | 16.43 | 0.49 | - | - | - | - | 16.92 |
| Less: Transfer to Plant , Property and Equipment | - | 117.52 | 3.86 | - | - | - | - | 121.38 |
| As at March 31, 2021 | - | 93.10 | 142.20 | - | - | - | - | 235.30 |
| Additions | - | 336.39 | 1.11 | - | - | - | - | 337.50 |
| Less: Transfer to Plant , Property and Equipment | - | 38.16 | - | - | - | - | - | 38.16 |
| As at March 31, 2022 | - | 391.33 | 143.31 | - | - | - | - | 534.64 |

Capital Work In Progress ageing schedule as at March 31, 2022

| | Amount in CWIP for a period of | | | | Total |
|--------------------------------|--------------------------------|-------------|-----------|-------------------|---------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 337.50 | 0.49 | - | 141.72 | 479.71 |
| Projects temporarily suspended | - | - | - | 54.93 | 54.93 |
| TOTAL | 337.50 | 0.49 | - | 196.65 | 534.64 |

Capital Work In Progress ageing schedule as at March 31, 2021

| | Amount in CWIP for a period of | | | | Total |
|---|--------------------------------|--------------|-----------|-------------------|---------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 16.92 | 21.73 | - | 141.72 | 180.37 |
| Projects temporarily suspended [Refer note (3) below] | - | - | - | 54.93 | 54.93 |
| TOTAL | 16.92 | 21.73 | - | 196.65 | 235.30 |

Capital Work In Progress completion schedule as at March 31, 2022

| | To be completed in | | | | Total |
|---|--------------------|--------------|-----------|-------------------|---------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 479.71 | - | - | - | 479.71 |
| Projects temporarily suspended [Refer note (3) below] | - | 54.93 | - | - | 54.93 |
| TOTAL | 479.71 | 54.93 | - | - | 534.64 |

Capital Work In Progress completion schedule as at March 31, 2021

| | To be completed in | | | | Total |
|--------------------------------|--------------------|---------------|-----------|-------------------|---------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 38.65 | 141.72 | - | - | 180.37 |
| Projects temporarily suspended | - | 54.93 | - | - | 54.93 |
| TOTAL | 38.65 | 196.65 | - | - | 235.30 |

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IV. INTANGIBLE ASSETS

(₹ in lacs)

| Particulars | Jetty Rights | Computer Software | Goodwill | Total |
|------------------------------------|---------------|-------------------|-----------------|-----------------|
| a. Gross carrying amount | | | | |
| As at April 1, 2020 | 293.79 | 11.63 | 1,615.45 | 1,920.87 |
| Additions | - | 2.99 | - | 2.99 |
| Deduction/Adjustments | | | | |
| As at March 31, 2021 | 293.79 | 14.62 | 1,615.45 | 1,923.86 |
| Additions | - | - | - | - |
| Deduction/Adjustments | - | - | - | - |
| As at March 31, 2022 | 293.79 | 14.62 | 1,615.45 | 1,923.86 |
| b. Accumulated Amortisation | | | | |
| As at April 1, 2020 | 168.53 | 6.78 | - | 175.31 |
| Amortisation charged for the year | 16.04 | 2.30 | - | 18.34 |
| Deduction/Adjustments | - | - | - | - |
| As at March 31, 2021 | 184.57 | 9.08 | - | 193.65 |
| Amortisation charged for the year | 13.91 | 2.49 | - | 16.40 |
| Deduction/Adjustments | | | | |
| As at March 31, 2022 | 198.48 | 11.57 | - | 210.05 |
| c. Net Carrying Amount | | | | |
| As at March 31, 2021 | 109.22 | 5.54 | 1,615.45 | 1,730.21 |
| As at March 31, 2022 | 95.31 | 3.05 | 1,615.45 | 1,713.81 |

- Note: (1) Refer note no 16 for details of Property, Plant, Machinery pledged.
- (2) The ownership of jetty ₹ 293.79 lacs (At Cost) (Previous Year ₹ 293.79 lacs) rests with the Gujarat Maritime Board.
- (3) The Company has purchased 42.97 acre of land (cost as per books ₹ 1190.25 lacs as at March 31, 2019, ₹ 1190.25 lacs as at March 31, 2018) at Industrial Park, Pantapalam, A.P on January 1, 2015 from Andhra Pradesh Industrial Infrastructure Corporation Ltd ("APIICL"). Due to alleged non compliance of certain terms and conditions of the allotment, APIICL has cancelled the allotment of the land and has asked the Company to surrender the land. The Company has filed a writ petition in the Andhra Pradesh High Court, Hyderabad against the demand for surrender of the land and same is under process.
- (4) The lease of the land on which the Storage terminal of the Company at Chennai is partly constructed has expired during the year. The WDV of the tanks and pipelines constructed on this land is ₹ 227.01 lacs. The Company is negotiating for renewal of the lease with the land owner. Pending renewal, the company is operating on short term lease by paying monthly rentals.
- (5) There was no borrowing cost to be capitalised during the year (Previous Year ₹ Nil)

NOTE -2 : RIGHT OF USE ASSETS

| Particulars | Leasehold land | Buildings | Total |
|---|-----------------|---------------|-----------------|
| a. Gross carrying amount | | | |
| As at April 1, 2020 | 1,243.02 | 331.22 | 1,574.24 |
| Additions | - | 28.63 | 28.63 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2021 | 1,243.02 | 359.85 | 1,602.87 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2022 | 1,243.02 | 359.85 | 1,602.87 |
| b. Accumulated depreciation and impairment | | | |
| As at March 31, 2020 | 146.70 | 248.99 | 395.69 |
| Depreciation charge for the year | 43.93 | 49.00 | 92.93 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2021 | 190.63 | 297.99 | 488.62 |
| Depreciation charge for the year | 43.93 | 33.02 | 76.95 |
| Deduction/Adjustments | - | - | - |
| As at March 31, 2022 | 234.56 | 331.01 | 565.57 |
| c. Net Carrying Amount | | | |
| As at March 31, 2021 | 1,052.39 | 61.86 | 1,114.25 |
| As at March 31, 2022 | 1,008.46 | 28.84 | 1,037.30 |

Note : The Company's storage tank terminal at Haldia is located on 10117 Sq Mtrs of land leased from Kolkata Port Trust, Haldia Dock Complex ("HDC"). The lease of the said plot expired on 15th March, 2018. The Company has written to the HDC asking them to renew the lease and the same is under process.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 3 - NON CURRENT INVESTMENTS | | |
| A Investment in Partnership Firm (Associate entity) | | |
| i) Narang & Ruchi Developers (Refer note 38) | 1025.84 | 994.21 |
| | 1025.84 | 994.21 |
| B Investment in Equity Instruments - Other than in subsidiary, associate and Joint Venture companies | | |
| (Measured at Fair value through Other Comprehensive Income (FVOCI)) | | |
| a) Quoted | | |
| i) 13,71,800 (Previous Year 13,71,800) Equity Shares of ₹ 10/- each fully paid up in National Steel & Agro Industries Ltd. | 60.77 | 58.71 |
| ii) 11,700 (Previous Year 11,700) Equity Shares of ₹ 10/- each fully paid up in IMEC Services Ltd. | 0.22 | 0.14 |
| iii) Nil (Previous Year 2,59,625) Equity Shares of ₹ 2/- each fully paid up in Ruchi Soya Industries Ltd | - | 16.65 |
| | 60.99 | 75.50 |
| | 1,086.83 | 1,069.71 |
| Aggregate amount of quoted investments and market value thereof | 60.99 | 75.50 |
| Aggregate amount of unquoted investments - Cost | 1,025.84 | 994.21 |
| Aggregate provision for diminution in value of unquoted investments | - | - |
| NOTE : 4 - OTHER FINANCIAL ASSETS - NON CURRENT | | |
| Interest Accrued but not due | | |
| On Fixed Deposits With Bank | 16.86 | 10.86 |
| Balance with Banks in Deposit Accounts having maturity over 12 months (Earmarked as security for Guarantees issued by Bank) | 636.91 | 585.62 |
| | 653.77 | 596.48 |
| NOTE: 5 - OTHER NON - CURRENT ASSETS | | |
| Capital Advances | 782.99 | 112.50 |
| Balance with Government Authorities | 181.33 | 181.33 |
| Advance Income-Tax (Net of Provision) | 330.33 | 416.55 |
| | 1,294.65 | 710.38 |
| NOTE: 6 - INVENTORIES | | |
| Raw Materials (including packing material) | 27.13 | 17.96 |
| Work-in-progress | 0.70 | 0.47 |
| Finished goods | - | - |
| | 27.83 | 18.43 |
| i) Inventories are valued at lower of cost and net realisable value, except by products/scrap, which are valued at net realisable value | | |
| ii) The cost of inventories recognised as an expense include nil (Previous Year Nil) in respect of write down of inventory to net realisation value. | | |
| NOTE: 7 - TRADE RECEIVABLES | | |
| Unsecured, considered good | 1,700.06 | 3,656.38 |
| Significant increase in credit risk | - | - |
| Credit impaired | 41.27 | 4,318.59 |
| | 1,741.33 | 7,974.97 |
| Less: Provision for doubtful debts as per expected credit loss model | 88.82 | 4,323.87 |
| | 1,652.51 | 3,651.10 |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Trade Receivables ageing schedule As at 31st March, 2022

(₹ in lacs)

| 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 | 1563.66 | 121.03 | 15.37 | - | - | 1700.06 |
| (ii) | Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) | Undisputed Trade Receivables - credit impaired | - | - | 41.27 | - | - | 41.27 |
| (iv) | Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (v) | Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) | Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |

As at 31st March, 2021

| 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 | 1600.54 | 925.78 | 874.72 | 7.34 | 248.00 | 3656.38 |
| (ii) | Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) | Undisputed Trade Receivables - credit impaired | - | - | - | - | 4,318.59 | 4,318.59 |
| (iv) | Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (v) | Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) | Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 8 - CASH AND CASH EQUIVALENTS | | |
| Balances with Banks | | |
| i) In Current Accounts | 1,942.81 | 457.73 |
| ii) In Deposit Accounts with less than or equal to 3 months maturity | - | 205.00 |
| iii) Cash on hand | 4.83 | 4.57 |
| | 1,947.64 | 667.30 |
| NOTE: 9 - BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS | | |
| Earmarked Balances with Banks : | | |
| a. Unpaid Dividend | 0.28 | 0.41 |
| b. In Deposit Accounts with maturity less than or equal to 12 months | 92.03 | 88.27 |
| | 92.31 | 88.68 |
| NOTE: 10 - LOANS | | |
| Unsecured, considered good | | |
| Loans | 228.72 | - |
| | 228.72 | - |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 11 - OTHER FINANCIAL ASSETS - CURRENT | | |
| Interest Accrued but not due | | |
| On Fixed Deposits with Banks | 36.21 | 3.21 |
| On Other deposits | 85.38 | 36.21 |
| Security Deposits | 405.22 | 381.30 |
| Other Receivables | 2.36 | 2,984.32 |
| | 529.17 | 3,405.04 |
| NOTE: 12 - OTHER CURRENT ASSETS | | |
| Advance against supply | 4.43 | 7.83 |
| Balance with Government Authorities | 376.63 | 435.99 |
| Other receivable ** | 134.49 | 154.09 |
| | 515.55 | 597.91 |
| ** Represents prepaid expenses, advance to employees etc. | | |
| NOTE: 13 - EQUITY SHARE CAPITAL | | |
| (a) Authorised | | |
| i. Equity Shares | | |
| 50,00,00,000 (Previous Year 50,00,00,000) Equity shares of ₹1/- each | 5,000.00 | 5,000.00 |
| ii. Preference Shares | | |
| 2,00,00,000 (Previous Year 2,00,00,000) | 20,000.00 | 20,000.00 |
| Non Convertible, Cumulative, Redeemable Preference shares of ₹100/- each | | |
| | 25,000.00 | 25,000.00 |
| (b) Issued, Subscribed and paid-up | | |
| 20,52,39,942 (Previous Year 20,52,39,942) Equity shares of ₹1/- each fully paid up | 2,052.40 | 2,052.40 |
| | 2,052.40 | 2,052.40 |

(a) The reconciliation of the number of shares and amount outstanding is set out below:

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|-----------------|----------------------|-----------------|
| | No. of Shares | Amount | No. of Shares | Amount |
| Equity Shares : | | | | |
| Equity Shares at the beginning of the year | 20,52,39,942 | 2,052.40 | 20,52,39,942 | 2,052.40 |
| Add: Shares issued during the year | - | - | - | - |
| Equity Shares at the end of the year | 20,52,39,942 | 2,052.40 | 20,52,39,942 | 2,052.40 |

(b) **Terms/Rights attached to Equity Shares :**

The company has one class of equity shares having a par value of in ₹ 1 per share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors (if any) is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend which is paid as and when declared by the Board of Directors. In the event of liquidation, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding.

(c) **The details of shareholders' holding more than 5% Shares.**

| EQUITY SHARES | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|--------------|----------------------|--------------|
| | No. of Shares | % of holding | No. of Shares | % of holding |
| Ruchi Soya Industries Ltd | 2,73,24,239 | 13.31 | 2,73,24,239 | 13.31 |
| Forbes EMF | 1,98,15,812 | 9.65 | 1,98,15,812 | 9.65 |
| Suyash Shahra (Trustee of Shashwat Trust) | 1,80,00,000 | 8.77 | - | - |
| Umesh Shahra (Trustee of Shashwat Trust) | - | - | 1,80,00,000 | 8.77 |
| Mahakosh Holding Pvt Ltd | 1,50,57,840 | 7.34 | 1,50,57,840 | 7.34 |
| Pradeep C Limdi (Trustee of Indivar Foundation) | 1,50,00,000 | 7.31 | 1,50,00,000 | 7.31 |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(d) For the period of five years immediately preceeding the date at which the Balance Sheet is prepared, i.e. 31.03.2022, the Company has not allotted any shares pursuant to Contract(s) without payment being received in Cash or by way of bonus shares or bought back any shares/class of shares.

(e) **Promoters shareholding and changes :-**

| Particulars | | As at March 31, 2022 | | | As at March 31, 2021 | | |
|-------------|--|----------------------|-------------------|--------------------------|----------------------|-------------------|--------------------------|
| Sr. No. | Promoter Name | No. of Shares | % of total shares | % change during the year | No. of Shares | % of total shares | % change during the year |
| 1 | Ruchi Soya Industries Ltd | 2,73,24,239 | 13.31 | - | 2,73,24,239 | 13.31 | - |
| 2 | Suyash Shahra (Trustee of Shashwat Trust) | 1,80,00,000 | 8.77 | - | 1,80,00,000 | 8.77 | - |
| 3 | Mahakosh Holdings Private Limited | 1,50,57,840 | 7.34 | - | 1,50,57,840 | 7.34 | - |
| 4 | Pradeep C. Limdi (Trustee of Indivar Foundation) | 1,50,00,000 | 7.31 | - | 1,50,00,000 | 7.31 | - |
| 5 | Ankesh Shahra | 76,00,000 | 3.70 | - | 76,00,000 | 3.70 | - |
| 6 | Soyumm Marketing Private Limited | 73,53,305 | 3.58 | - | 73,53,305 | 3.58 | - |
| 7 | Santosh Shahra | 72,00,000 | 3.51 | - | 72,00,000 | 3.51 | - |
| 8 | Mahakosh Papers Private Limited | 60,00,000 | 2.92 | - | 60,00,000 | 2.92 | - |
| 9 | Manish Shahra | 48,02,000 | 2.34 | - | 48,02,000 | 2.34 | - |
| 10 | Vishesh Shahra | 47,99,990 | 2.34 | - | 47,99,990 | 2.34 | - |
| 11 | Dinesh Khandelwal (Trustee of Disha Foundation) | 35,05,610 | 1.71 | - | 35,05,610 | 1.71 | - |
| 12 | Ruchi Shahra | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 13 | Aditi Shahra | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 14 | Sunaina Shahra | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 15 | Bhavna Goel | 24,00,000 | 1.17 | - | 24,00,000 | 1.17 | - |
| 16 | Sarthak Industries Limited | 19,50,700 | 0.95 | - | 19,50,700 | 0.95 | - |
| 17 | Shahra Brothers Private Limited | 14,70,000 | 0.72 | - | 14,70,000 | 0.72 | - |
| 18 | Ushadevi Shahra | 12,00,000 | 0.58 | - | 12,00,000 | 0.58 | - |
| 19 | Sureshchandra Shahra HUF | 12,00,000 | 0.58 | - | 12,00,000 | 0.58 | - |
| 20 | Nutrela Marketing Private Limited | 12,00,000 | 0.59 | - | 12,00,000 | 0.59 | - |
| 21 | Mrudula Shahra | 11,97,300 | 0.58 | - | 11,97,300 | 0.58 | - |
| 22 | Neha Sarraf | 4,00,000 | 0.20 | - | 4,00,000 | 0.20 | - |
| 23 | Viksit Engineering Limited | - | - | - | - | - | (1.17) |
| 24 | Kailash Chandra Shahra | - | - | - | - | - | - |
| 25 | Savitridevi Shahra | - | - | - | - | - | - |
| 26 | Sarvesh Shahra | - | - | - | - | - | - |
| 27 | Umesh Shahra | - | - | - | - | - | - |
| 28 | Amisha Shahra | - | - | - | - | - | - |
| 29 | Neeta Shahra | - | - | - | - | - | - |
| | Total | 13,48,60,984 | 65.71 | - | 13,48,60,984 | 65.71 | (1.17) |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 14 - OTHER EQUITY | | |
| A Capital Reserve | 5,522.35 | 5,522.35 |
| B Securities Premium | 2,778.57 | 2,778.57 |
| C General Reserve | 8,906.41 | 8,906.41 |
| D Equity Instruments through Other Comprehensive Income (Refer note D below) | 68.97 | (16.13) |
| E Retained Earnings (Refer note E below) | (3,913.93) | (7,556.17) |
| TOTAL | 13,362.37 | 9,635.03 |
| A Capital Reserve | | |
| Balance as at the beginning of the year | 5,522.35 | 5,522.35 |
| Less: Utilised during the year | - | - |
| Balance as at the end of the year | 5,522.35 | 5,522.35 |
| B Securities Premium | | |
| Balance as at the beginning of the year | 2,778.57 | 2,778.57 |
| Balance as at the end of the year | 2,778.57 | 2,778.57 |
| C General Reserve | | |
| Balance as at the beginning of the year | 8,906.41 | 8,906.41 |
| Add: Transfer from Capital Subsidy | - | - |
| Balance as at the end of the year | 8,906.41 | 8,906.41 |
| D Equity Instruments through Other Comprehensive Income (Refer note (iv) below) | | |
| Balance as at the beginning of the year | (16.13) | (62.05) |
| Addition/(deletion) during the year | | |
| Fair value change in investments in equity shares - OCI (net of tax) | 1.90 | 45.92 |
| Transfer to Retained Earnings | 83.20 | - |
| Balance as at the end of the year | 68.97 | (16.13) |
| E Retained Earnings (Refer note (v) below) | | |
| Balance as at the beginning of the year | (7,556.17) | (7,008.78) |
| Add: Net Profit/(Loss) for the year | 3,716.75 | (530.16) |
| Transfer from Equity Instruments through OCI | (83.20) | - |
| Add/(Less): Remeasurement of the defined benefit plans through Other Comprehensive income (net of tax) | 8.69 | (17.23) |
| Balance as at the end of the year | (3,913.93) | (7,556.17) |
| | 13,362.37 | 9,635.03 |

NATURE AND PURPOSE OF RESERVES

(i) Capital Reserve

Capital Reserve was created on account of gains on buyback of FCCB's. The reserve can be utilised in accordance with the provisions of the Companies Act, 2013

(ii) Securities Premium

Securities Premium is created on recording of premium on issue of shares. The reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

(iii) General Reserve

The General Reserve is created from time to time out of surplus profit from retained earnings. General Reserve is created by transfer from one component of Equity.

(iv) Equity Instruments through Other Comprehensive Income

The company has elected to recognise changes in fair value of certain class of investments in other comprehensive income. These fair value changes are accumulated within this reserve and shall be adjusted on derecognition of investment.

(v) Retained Earnings

The same is created out of profits over the years and shall be utilised as per the provisions of the Companies Act, 2013.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 15 - NON CONTROLLING INTEREST | | |
| Balance at the beginning of the year | (0.16) | (0.11) |
| Share of total comprehensive income of the year | 0.50 | (0.05) |
| | 0.34 | (0.16) |
| NOTE: 16 - BORROWINGS | | |
| A Secured | | |
| Term Loans from Banks | | |
| From Banks (Refer note A.1 below) | 3,428.67 | 4,621.66 |
| Less : Shown under current maturities of Long Term Debt (Refer note 21) | 1,445.84 | 1,195.84 |
| | 1,982.83 | 3,425.82 |
| From Others (Refer note A.2 below) | 4,013.13 | 4,607.67 |
| Less : Shown under current maturities of Long Term Debt (Refer note 21) | 600.00 | 600.00 |
| | 3,413.13 | 4,007.67 |
| | 5,395.96 | 7,433.49 |
| B Unsecured | | |
| Cumulative Redeemable Preference Shares (Refer note B below) | | |
| 54,60,613 (Previous Year 54,60,613) 6% Non convertible, Cumulative Redeemable Preference Shares of ₹100 each fully paid up. | 5,460.61 | 5,460.61 |
| | 10,856.57 | 12,894.10 |

A.1 Term Loan From Banks

a. Term Loan From South Indian Bank Ltd.

Term Loan of ₹ 6,900 lacs Outstanding ₹ 3,428.67 lacs (Previous Year ₹ 4,621.66 lacs) from South Indian Bank Ltd. is secured by :

- Hypothecation of all current assets of the Company including receivables other than those charged to existing lenders of the Company.
- Collateral security by way of hypothecation / mortgage of warehouses of the Company located at :
 - Survey No. 30/1, 30/2, 30/3, 30/4, Village Linga, District Chindwada(MP), Area of Land- 26353 sq mt.
 - Survey No. 253/1, 257/1, 258 and 259, Village Chaigaon, Devi Tehsil, District Khandwa, Area of land-37100sqmt.
 - Survey No. 711, 712, 713, Village Jamunia, Kala patwari, Halka No. 11, Mhow Nasirawad Road, Tehsil and District Ratlam (MP), area of land 62300 Sq mt.
 - Survey No. 734/2, 751/2, 752, 756/2, 756/3, 756/4, 756/5, 758/1, 759/1, Patwari Halka No. 31, Village Mangrol, Mhow Nasirawad Road, Tehsil and District Ratlam (MP), area of land - 53100 sq mt.
 - Survey No. 167/1, 168/1, 78/1, 78/3, 79/2, 74, 75, 76, 77, 79/1, 78/2, 173/1, Village Raigaon, Tehsil Raghuraj Nagar District Satna(MP), area of land - 36300 sq mt.
- The rate of Interest as at the year end is 9.90% (Previous Year 9.90%).
- As a measure to lessen the adverse impact on businesses due to lockdown on account of COVID-19, The Reserve Bank of India had allowed borrowers whose accounts were not in default category to avail of moratorium on repayment of loan installments and servicing of interest for the period March 2020 to May 2020. Subsequently the moratorium was extended upto August 2020. The Company has availed the moratorium upto August 2020 and has received confirmation from its Banker regarding the same.

As per the terms of the moratorium availed, the tenure of the loan is extended by six months and the last installment of the loan which was due in December 2023 will now be payable in June 2024. The interest on the term loan for the months of March 2020 to August 2020 has been capitalised into the loan principal and repayment will be spread over the remaining tenure of the loan. The principal installment due from September 2020 includes, in addition to the original installment amount, the pro rated portion of the interest capitalised.

- The loan is repayable in 26 scattered installments starting from September 2017 with the last installment due in December 2023.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

The installments remaining to be paid are as under :

| Year | No. of Installments | Amount of Installment | Total Amount |
|--------------|---------------------|-----------------------|-----------------|
| 2022-2023 | 2 | 330.21 | 660.42 |
| 2022-2023 | 2 | 392.71 | 785.42 |
| 2023-2024 | 2 | 392.71 | 785.42 |
| 2023-2024 | 2 | 401.01 | 802.02 |
| 2024-2025 | 1 | 401.11 | 401.11 |
| Total | 9 | | 3,434.39 |

A.2. Term Loan From Others

a. Term Loan from Indian Renewable Energy Development Agency Ltd (IREDA)

- i) Term Loan of ₹ 7,200.00 lacs from IREDA, Outstanding ₹ 4,013.13 lacs (Previous Year ₹ 4,607.67 lacs) is secured by:
 - a) Exclusive first charge by way of hypothecation of all movable assets/properties, both present and future pertaining to the 14.70 Mw windmill power generation project, situated in District Ratlam and Ujjain, Madhya Pradesh.
 - b) Exclusive first charge by way of hypothecation of all movable assets/properties, both present and future pertaining to the 14.70 Mw windmill power generation project, situated in District Ratlam and Ujjain, Madhya Pradesh.
 - c) First charge on all the rights, title, interest, benefits, claims and demands whatsoever of the Company pertaining to the project (including warranties and guarantees provided therein) but not limited to agreement for sale of CERs, if any, O&M contract, insurance contract, including PPA etc.
 - d) Creation of pledge over 99%/51% of the share capital of the Company held by promoter in favour of IREDA.
 - e) Corporate guarantee of Ruchi Infrastructure Limited.
- ii) The rate of interest as at the year end is 11.50% p.a
- iii) The loan is repayable in 48 equal quarterly installments starting from March 2017 with the last installment due in December 2028

The installments remaining to be paid are as under :

| Year | No. of Installments | Amount of Installment | Total Amount |
|--------------|---------------------|-----------------------|-----------------|
| 2022-2023 | 4 | 150.00 | 600.00 |
| 2023-2024 | 4 | 150.00 | 600.00 |
| 2024-2025 | 4 | 150.00 | 600.00 |
| 2025-2026 | 4 | 150.00 | 600.00 |
| 2026-2027 | 4 | 150.00 | 600.00 |
| 2027-2028 | 4 | 150.00 | 600.00 |
| 2028-2029 | 3 | 150.00 | 450.00 |
| Total | 27 | | 4,050.00 |

B. Terms / Rights attached to Preference Shares :

Preference shares are non convertible, cumulative, redeemable and have a par value of ₹100/- per share. Each preference shareholder is eligible for one vote per share only on resolutions affecting their rights and interest. Shareholders are entitled to dividend at the rate of 6% p.a. which is cumulative. In the event of liquidation of the company before redemption, the holders of preference shares will have priority over equity shares in the payment of dividend and repayment of capital.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

The details of share holders holding more than 5% of shares

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---------------------------------|----------------------|--------------|----------------------|--------------|
| | No. of Shares | % of holding | No. of Shares | % of holding |
| Preference Shares | | | | |
| Wellway Development Ltd. | 27,96,281 | 51.21 | 27,96,281 | 51.21 |
| Bhagyam Investment Holding Ltd. | 26,64,332 | 48.79 | - | - |
| Apec Investments Ltd. | - | - | 17,33,345 | 31.74 |
| Everlead Trading Ltd. | - | - | 9,30,987 | 17.05 |

- a. The Company had allotted 6% Non Convertible, Cumulative, Redeemable Preference Shares of ₹ 100/- each as under :
 17,33,345 Shares were allotted on 30th March, 2006
 37,27,268 Shares were allotted on 9th October, 2006
- b. The aforesaid Preference Shares are redeemable as under :
 ₹ 25/- to be redeemed after 18 years from date of allotment
 ₹ 75/- to be redeemed after 19 years from date of allotment
 The Company at its sole discretion has an option to prematurely redeem the preference shares in full or in part after completion of three years from the date of allotment.

(₹ in lacs)

| Particulars | As at March 31, 2020 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE : 17 - OTHER FINANCIAL LIABILITIES | | |
| Lease Liability | 606.33 | 638.41 |
| | 606.33 | 638.41 |
| NOTE: 18 - PROVISIONS | | |
| Provision for employee benefits | | |
| Gratuity | 39.38 | 45.13 |
| Compensated absences (Refer note 45 for disclosure as per Ind AS 19) | 83.73 | 89.87 |
| | 123.11 | 135.00 |
| NOTE: 19- DEFERRED TAX LIABILITY (NET) | | |
| A. Deferred Tax Assets | | |
| On Account of Provision for doubtful debts | 13.74 | 1,168.11 |
| On account of Fair Valuation of Investments | 57.12 | 60.46 |
| Defined employee benefit plan | 45.95 | 46.75 |
| Lease liability | 44.82 | 40.90 |
| Interest on term loan | 44.34 | 65.99 |
| Total Deferred Tax Assets | 205.97 | 1,382.21 |
| Deferred Tax Liabilities | | |
| Property, Plant and Equipment and intangible assets | 396.15 | 336.25 |
| B. Total - Deferred Tax Liabilities | 396.15 | 336.25 |
| C. Less : MAT credit entitlement | 52.55 | - |
| Net tax Liabilities/(assets) | 137.63 | (1,045.96) |

- (i) The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.
- (ii) Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income by each jurisdiction in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| NOTE: 20 - OTHER NON CURRENT LIABILITIES | | |
| Government Grants - Deferred Income | 413.64 | 432.56 |
| | 413.64 | 432.56 |
| NOTE: 21 - BORROWINGS | | |
| Current Maturities of Long Term Debt (Refer note 16 for Security Details) | | |
| From Banks | 1,445.84 | 1,195.84 |
| From Others | 600.00 | 600.00 |
| Unsecured | | |
| Inter Corporate Deposits * | 1,099.50 | 762.10 |
| | 3,145.34 | 2,557.94 |
| * Rate of Interest 11.25% & 9% p.a (Previous Year 11.40% & 12.15%) | | |
| NOTE: 22 - LEASE LIABILITIES | | |
| Lease Liabilities | 32.08 | 38.80 |
| | 32.08 | 38.80 |
| NOTE: 23 - TRADE PAYABLES | | |
| (a) Total outstanding Dues of Micro, Small and Medium Enterprises | - | - |
| (b) Total outstanding Dues of Creditors other than Micro, Small and Medium enterprises | 98.66 | 8,016.79 |
| | 98.66 | 8,016.79 |

Trade Payables ageing schedule

As at 31st March, 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 | |
| (i) Undisputed Dues - Due to Micro , Small and Medium Enterprises | - | - | - | - | - |
| (ii) Undisputed Dues - Due to Others | 97.96 | 0.56 | 0.14 | - | 98.66 |
| (iii) Disputed Dues - Due to Micro, Small and Medium Enterprises | - | - | - | - | - |
| (iv) Disputed Dues - Due to Others | - | - | - | - | - |

As at 31st March, 2021

| 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 | |
| (i) Undisputed Dues - Due to Micro , Small and Medium Enterprises | - | - | - | - | - |
| (ii) Undisputed Dues - Due to Others | 119.78 | 26.01 | 4.08 | 7,866.92 | 8,016.79 |
| (iii) Disputed Dues - Due to Micro, Small and Medium Enterprises | - | - | - | - | - |
| (iv) Disputed Dues - Due to Others | - | - | - | - | - |

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 24 - OTHER FINANCIAL LIABILITIES - (CURRENT) | | |
| Unclaimed Dividends (Refer note below) | 0.28 | 0.41 |
| Others | | |
| (i) Other Liabilities | 184.34 | 263.99 |
| (ii) Creditors for capital expenditure | 76.33 | 7.88 |
| | 260.95 | 272.28 |

Note : There are no amounts due for payment to the Investor Education and Protection Fund under Companies Act, 2013.

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|---|---|
| NOTE: 25 - OTHER CURRENT LIABILITIES | | |
| Customers Advances | 299.27 | 144.72 |
| Other liabilities | - | 4.34 |
| Deferred Government Grants | 18.92 | 19.52 |
| Statutory Dues | 78.31 | 39.04 |
| | 396.50 | 207.62 |
| NOTE: 26 - PROVISIONS | | |
| Provision for employee benefits | | |
| i) Gratuity | 28.30 | 29.39 |
| ii) Compensated absences | 14.07 | 13.98 |
| (Refer note 45 for disclosure as per Ind AS 19) | 42.37 | 43.37 |
| NOTE: 27 - CURRENT TAX LIABILITIES | | |
| Current Tax Liabilities (Net) | 58.73 | - |
| | 58.73 | - |
| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
| NOTE: 28 - REVENUE FROM OPERATIONS | | |
| a Sales of products | 1,116.31 | 886.81 |
| b Sale of Services | | |
| Rental Income from Storage and Warehouse | 3,281.53 | 3,057.40 |
| Cargo Handling Income | 360.41 | 306.39 |
| c Sale of Wind Power Generated | 2,053.72 | 1,853.37 |
| | 6,811.97 | 6,103.97 |
| d Other Operating Income | | |
| Other Operating income | 127.34 | 116.43 |
| | 127.34 | 116.43 |
| | 6,939.31 | 6,220.40 |
| NOTE: 29 - OTHER INCOME | | |
| a Interest Income (at amortised cost) | 56.39 | 101.80 |
| b Net Gain on Sale/Discard of Property, Plant & Equipment | 6.43 | 0.26 |
| c Gain/(loss) on sale of investment | 11.71 | - |
| d Reversal of Provision for doubtful debts | 4,233.67 | 1.39 |
| e Other Non-Operating Income | | |
| Write back of Trade Payables | 7,832.99 | - |
| Government Grant Income | 19.52 | 20.51 |
| Other Non Operating Income | 55.30 | 106.88 |
| | 12,216.01 | 230.84 |
| NOTE: 30 - COST OF MATERIAL CONSUMED | | |
| a) Raw Material | 122.69 | 139.40 |
| b) Packing Material | 10.38 | 10.87 |
| | 133.07 | 150.27 |
| NOTE: 31 - PURCHASES OF STOCK-IN-TRADE | | |
| Purchases of Stock-in-Trade | 941.53 | 672.79 |
| | 941.53 | 672.79 |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

| (₹ in lacs) | | |
|---|-----------------------------------|-----------------------------------|
| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
| NOTE: 32 - CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE | | |
| Inventory at the beginning of the Year | | |
| Finished Goods | - | 11.59 |
| Work in Progress | 0.47 | 2.81 |
| Stock In Trade | - | - |
| | 0.47 | 14.40 |
| Inventory at the end of the year | | |
| Finished Goods | - | - |
| Work in Progress | 0.70 | 0.47 |
| Stock In Trade | - | - |
| | 0.70 | 0.47 |
| Net (Increase)/Decrease in Inventories | (0.23) | 13.93 |
| NOTE: 33 - EMPLOYEE BENEFITS EXPENSE | | |
| Salary, Wages and Bonus | 1,004.26 | 978.06 |
| Contribution to Provident and Other Funds | 62.53 | 58.35 |
| Staff Welfare expenses | 10.71 | 11.51 |
| | 1,077.50 | 1,047.92 |
| NOTE: 34 - FINANCE COSTS | | |
| Interest Expense | 1,024.31 | 1,180.11 |
| Interest on Lease Liability | 81.00 | 88.31 |
| Other borrowing costs | 8.31 | 8.25 |
| | 1,113.62 | 1,276.67 |
| NOTE: 35 - OTHER EXPENSES | | |
| Processing Charges | 7.66 | 9.37 |
| Power & Fuel | - | 32.02 |
| Rent (Refer note 40) | 121.46 | 67.33 |
| Repairs and Maintenance | | |
| Plant & Machinery | 456.90 | 540.43 |
| Buildings | 56.97 | 78.69 |
| Others | 85.82 | 84.90 |
| Freight & forwarding | 7.12 | 9.64 |
| Material Handling Expenses | 210.59 | 251.30 |
| Security Expenses | 150.63 | 135.47 |
| Professional Fees | 115.24 | 136.56 |
| Electricity Expenses | 53.24 | 44.19 |
| Windpower Expenses | 7.91 | 31.99 |
| Rates & Taxes | 180.40 | 113.97 |
| Insurance | 93.13 | 83.14 |
| Donations | 21.29 | 10.47 |
| Provision for doubtful debts | - | 116.95 |
| Bad Debts written off | 4,436.96 | - |
| Commission & rebate | 0.01 | 0.45 |
| Bank Commission & charges | 6.10 | 6.13 |
| Advances Written off | 2,899.01 | - |
| Other expenses | 184.80 | 140.52 |
| | 9,095.24 | 1,893.52 |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| NOTE: 36 - CONTINGENT LIABILITIES AND COMMITMENTS | | |
| A. Contingent Liabilities | | |
| i. Demands disputed in appeals : | | |
| a. Income Tax | 938.77 | 593.40 |
| b. Sales Tax/VAT | 21940.83 | 19,770.78 |
| c. Entry Tax | 70.54 | 72.10 |
| d. Service Tax | 481.60 | 483.05 |
| e. Goods & Services Tax | 44.68 | - |
| ii. Arrears of dividend on 54,60,613 6% non convertible cumulative redeemable preference shares of in ₹ 100 each | 2,293.46 | 1,965.82 |
| iii. Claims against the Company not acknowledged as debts | 1,183.93 | 959.81 |
| iv. Corporate Guarantee given on behalf of subsidiary (Ruchi Renewable Energy Pvt. Ltd.) | 7,200.00 | 7,200.00 |
| B. Capital commitments | | |
| Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances of ₹ 782.99 lacs Previous Year ₹ 112.50 lacs) | 99.38 | 37.50 |
| | 2021-22 | 2020-21 |
| NOTE: 37 - PAYMENTS TO AUDITOR | | |
| (a) For Statutory audit | 4.50 | 4.50 |
| (b) For Tax Audit | 2.00 | 1.25 |
| (c) For Other services | 1.81 | 1.80 |

NOTE: 38 - DETAILS OF INVESTMENT IN PARTNERSHIP FIRM NARANG & RUCHI DEVELOPERS

| Name of Partner | 2021-2022 | | 2020-2021 | |
|---------------------------|-------------------------------|------------------------------|-------------------------------|------------------------------|
| | Balance in Capital Account | % of share in Profit/loss | Balance in Capital Account | % of share in Profit/loss |
| Ruchi Infrastructure Ltd | 1,025.84 | 70 | 994.21 | 70 |
| Narang Developers Pvt Ltd | 71.16 | 30 | 83.90 | 30 |

NOTE: 39 - EARNING PER SHARE (EPS)

| Particulars | 2021-2022 | 2020-2021 |
|--|--------------|--------------|
| Basic and diluted earnings per share : | | |
| a. Net Profit/(loss) after tax | 3,717.25 | (530.21) |
| b. Less : Preference dividend including tax there on | 327.64 | 327.64 |
| c. Profit/(loss) available for equity shareholders | 3,389.61 | (857.85) |
| d. Weighted average number of equity shares | 20,52,39,942 | 20,52,39,942 |
| e. Nominal value in ₹ of ordinary share | 1.00 | 1.00 |
| f. Basic and diluted earning per share | 1.65 | (0.42) |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE: 40 - LEASE LIABILITIES

The details of Maturity of lease liabilities are as under :

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------|----------------------|----------------------|
| Less than One Year | 32.08 | 38.80 |
| One to Five Years | 63.29 | 55.63 |
| More than Five Years | 543.04 | 582.78 |
| Total | 638.41 | 677.21 |

Movement of Lease liabilities

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------------|----------------------|
| Balance as the beginning of the year | 677.21 | 716.23 |
| Additions | - | 28.63 |
| Repayment | 38.80 | 67.65 |
| Balance as at the end of the year | 638.41 | 677.21 |

NOTE: 41

The Company is not required to spend any amount on Corporate Social Responsibility activities under section 135 of the Companies Act, 2013 for the year ended 31st March 2022 calculated as per section 198 of the Companies Act, 2013.

NOTE: 42

The following charge created on the Company's assets is not satisfied and is being shown as outstanding as per records with the Ministry of Corporate Affairs. However, entire amount has been duly paid off by the Company.

| Name of Lender | Amount for which Charge was created (₹ in lacs) | Year of Repayment |
|--------------------------------------|---|-------------------|
| Industrial Development Bank of India | 650.00 | 2003-2004 |

NOTE: 43

Pursuant to Notification issued by the Government of India, during the year 2013-14 the Company has filed a claim for receipt of Export Incentive amounting to ₹ 2,199.00 lacs with the Director General of Foreign Trade ("DGFT").

Being doubtful of receipt of the Incentives from the Government, the Company has written off the amount of ₹ 2,199 lacs during the year (Previous Year amount recoverable ₹ 2,199 lacs).

NOTE: 44 - ASSETS HELD FOR SALE

The company has entered into agreements for sale of Land as under :

| Particulars | Carrying Value | Advance amount Received | Expected date of Completion of sale |
|---|----------------|-------------------------|-------------------------------------|
| Description of Asset | | | |
| Freehold Land (Refer note 1) | | | |
| Agreement dt 26/09/2019 for Sale of 11.73 acre of land at Kakinada, Andhra Pradesh - as at March 31, 2022 | 82.59 | 362.06 | March, 2023 |
| As at March 31, 2021 | 82.59 | 58.00 | |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE: 45 - DISCLOSURE AS PER IND AS 19 - EMPLOYEE BENEFITS

A. Gratuity

The Company has opted for scheme with Life Insurance Corporation of India("LIC") to cover its liabilities towards employees gratuity. The annual premium paid to LIC is charged to Profit and Loss Account. The Company also carries out Actuarial valuation of gratuity using Projected Unit Credit Method as required by Ind As - 19 and the difference between fair value of plan assets and liability as per actuarial valuation as at the year end is recognised in statement of Profit and Loss.

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| 1 Change in Present value of defined benefit obligation | | |
| Present Value of Benefit obligation at the beginning of the period | 223.76 | 180.65 |
| Interest Cost/(income) | 14.70 | 11.85 |
| Current Service cost | 15.34 | 13.64 |
| Past Service Cost | - | - |
| Benefits Paid from fund | (9.76) | (6.41) |
| Remeasurement or actuarial (gain/loss) arising due to : | | |
| Demographic Assumptions | 0.02 | - |
| Financial Assumptions | (4.75) | 4.87 |
| Experience adjustment | (6.50) | 19.16 |
| Present Value of Benefit obligation at the end of the period | 232.81 | 223.76 |
| 2 Change in Fair Value of plan assets | | |
| Fair Value of the plan assets at the beginning of the year | 149.24 | 133.81 |
| Interest Income | 9.80 | 8.78 |
| Contributions Paid by Employer | 15.03 | 12.90 |
| Benefit Paid from Fund | (9.76) | (6.41) |
| Return on Plan Assets Excluding Interest Income | 0.82 | 0.16 |
| Fair value of plan asset at the end of the year | 165.13 | 149.24 |
| 3 Amount Recognised in Balance Sheet | | |
| Present Value of benefit obligation at the end of the period | (232.81) | (223.76) |
| Fair Value of plan assets at the end of the Period | 165.13 | 149.24 |
| Funded Status (Surplus/(Defecit)) | (67.68) | (74.52) |
| Net (Liability)/asset recognised in the Balance Sheet | (67.68) | (74.52) |
| 4 Net Interest Cost for Current Period | | |
| Present Value of Benefit Obligation at the beginning of the period | 223.76 | 180.65 |
| Fair Value of the plan assets at the beginning of the period | (149.24) | (133.81) |
| Net Liability/(Asset) at the beginning of the period | 74.52 | 46.84 |
| Interest Cost | 14.70 | 11.85 |
| (Interest income) | (9.80) | (8.78) |
| Net Interest cost for the current period | 4.90 | 3.07 |
| 5 Expense Recognised in Statement of Profit & Loss for current period | | |
| Current Service Cost | 15.34 | 13.64 |
| Net Interest Cost | 4.90 | 3.07 |
| Past Service Cost | - | - |
| Expenses recognised in the statement of profit & loss | 20.24 | 16.71 |
| 6 Expense Recognised in Other Comprehensive Income (OCI) for current period | | |
| actuarial (gain)/loss on obligation for the period | (11.23) | 24.02 |
| Return on Plan Assets excluding interest income | (0.82) | (0.16) |
| Net (Income)/expense for the period recognized in OCI | (12.05) | 23.86 |
| 7 Balance Sheet Reconciliation | | |
| Opening Net Liability | 74.52 | 46.84 |
| Expenses recognised in Statement of Profit & Loss | 20.24 | 16.71 |
| Expenses recognised in OCI | (12.05) | 23.86 |
| Employer's contribution | (15.03) | (12.90) |
| Net Liability/(Asset) recognised in the Balance Sheet | 67.68 | 74.51 |
| 8 Category of Assets | | |
| Insurance Fund | 165.13 | 149.24 |
| Total | 165.13 | 149.24 |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|--|---|
| 9 Other Details | | |
| No of Active Members | 130.00 | 139.00 |
| Per month salary for active members | 28.30 | 29.39 |
| Weighted average duration of the Projected benefit obligation | 7.00 | 8.00 |
| Average expected future service | 7.00 | 8.00 |
| Projected Benefit obligation | 232.81 | 223.76 |
| Expected contribution for next year | 28.30 | 29.39 |
| 10 Net Interest cost for the next year | | |
| Present Value of Benefit obligation at the end of the period | 232.81 | 223.76 |
| (Fair value of plan assets at the end of the period) | (165.13) | (149.24) |
| Net Liability/(Asset) at the end of the period | 67.68 | 74.52 |
| Interest cost | 16.06 | 14.70 |
| (Interest income) | (11.39) | (9.80) |
| Net Interest cost for the next year | 4.67 | 4.90 |
| 11 Expenses recognised in the Statement of Profit & Loss for next year | | |
| Current Service Cost | 15.64 | 15.34 |
| Net Interest Cost | 4.67 | 4.90 |
| Expenses recognised | 20.31 | 20.24 |
| 12 Maturity analysis of the benefit payments : From the Fund | | |
| 1st Following year | 17.42 | 18.42 |
| 2nd Following year | 23.50 | 17.20 |
| 3rd Following year | 19.94 | 21.28 |
| 4th Following year | 28.20 | 26.43 |
| 5th Following year | 35.63 | 24.36 |
| Sum of years 6 to 10 | 105.49 | 109.80 |
| Sum of years 11 and above | 157.37 | 150.66 |
| 13 Maturity analysis of the benefit payments : From the Employer | | |
| 1st Following year | - | - |
| 2nd Following year | - | - |
| 3rd Following year | - | - |
| 4th Following year | - | - |
| 5th Following year | - | - |
| Sum of years 6 to 10 | - | - |
| Sum of years 11 and above | - | - |
| 14 Sensitivity Analysis | | |
| Defined benefit obligations on current assumptions | 232.81 | 223.76 |
| Delta effect of + 1% Change in Rate of Discounting | (13.38) | (13.31) |
| Delta effect of -1% Change in Rate of Discounting | 14.98 | 14.94 |
| Delta effect of + 1% Change in Rate of Salary increase | 12.08 | 12.23 |
| Delta effect of -1% Change in Rate of Salary increase | (11.18) | (11.49) |
| Delta effect of + 1% Change in Rate of Employee Turnover | (0.86) | (1.12) |
| Delta effect of -1% Change in Rate of Employee Turnover | 0.92 | 1.24 |
| Actuarial Assumptions | | |
| The following were the principal actuarial assumptions at the reporting date expressed as weighted averages | | |
| Discount Rate | 6.90% | 6.57% |
| Salary Escalation Rate - Next two years | 6.50% | 6.50% |
| Salary Escalation Rate - 3rd year onwards | 8.50% | 8.00% |
| Rate of return on plan assets | 7.77% | 6.57% |
| Attrition Rate | 8.00% | 8.00% |
| Mortality Rate | Indian Assured Live Mortality (2006-2008) | Indian Assured Live Mortality (2006-2008) |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

B. Leave Encashment

The liability in respect of leave encashment is determined using actuarial valuation carried out at Balance sheet date. Actuarial gains and losses are recognised in full in statement of Profit and Loss for the year in which they occur. Liability on account of Leave encashment as the year end ₹ 97.80 lacs (Previous Year ₹ 103.85 lacs).

C. Defined Contribution Plan - Post employment benefits

Contribution to defined contribution plans, recognised as expense for the year is as under :

(₹ in lacs)

| Particulars | Year ended March 31,2022 | Year ended March 31,2021 |
|--|--------------------------|--------------------------|
| Employers Contribution to Provident Fund | 24.69 | 21.97 |
| Employers Contribution to Pension Fund | 16.96 | 16.91 |
| Total | 41.65 | 38.88 |

NOTE: 46 - ACCOUNTING RATIOS

| Particulars | Numerator | Denominator | 31/03/2022 | 31/03/2021 | % Variance | Reason of variance |
|---|----------------------------------|--|------------|------------|------------|--|
| Current ratio (in times) | Current Assets | Current Liabilities | 1.24 | 0.76 | 63.16 | Reduction in Current Liabilities due to write back of trade payables |
| Debt-Equity ratio (in times) | Total Debts | Share holders equity | 0.91 | 1.32 | (31.06) | Increase in Net worth on account of higher net profit |
| Debt service coverage Ratio (in times) | Earning available for | Interest + Instalments | 2.08 | 0.58 | 258.62 | Due to higher net profit |
| Return on Equity Ratio (in %) | Net profit after taxes | Average share holders equity | 25.01 | (4.82) | 618.88 | Increase in Net worth on account of higher net profit |
| Inventory turnover ratio (in times) | Sales | Average Inventory | 30.13 | 23.94 | (37.39) | Better inventory management |
| Trade receivables turnover ratio (in times) | Credit Sales | Average accounts receivables | 2.00 | 1.19 | 68.07 | Lower Receivables |
| Trade Payables turnover ratio (in times) | Annual net credit purchase | Average Trade Payables | 0.04 | 0.04 | - | - |
| Net capital turnover ratio (in times) | Sales | Working capital | 7.24 | (2.30) | (414.78) | Higher working capital on account of lower trade payables |
| Net profit ratio (in %) | Net profit after taxes | Total Revenue | 0.19 | (0.08) | (337.50) | Due to higher net profit |
| Return on capital employed (in %) | Profit before Interest and taxes | Tangible net worth + Total debt + deferred tax liability | 22.34 | 3.08 | 625.32 | Due to higher net profit |
| Return on investment (in %) | Return | Investment | 0.01 | - | - | - |

Definitions:

- Earning for available for debt service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortisations + Interest + other adjustments like loss on sale of Fixed assets etc.
- Debt service = Interest & Lease Payments + Principal Repayments
- Average inventory = (Opening inventory balance + Closing inventory balance)/2
- Net credit sales = Net credit sales consist of gross credit sales minus sales return
- Average trade receivables = (Opening trade receivables balance + Closing trade receivables balance)/2
- Net credit purchases = Net credit purchases consist of gross credit purchases minus purchase return
- Average trade payables = (Opening trade payables balance + Closing trade payables balance)/2
- Working capital = Current assets - Current liabilities.
- Earning before interest and taxes = Profit before exceptional items and tax + Finance costs
- Capital Employed = Total Assets- Current Liabilities
- Return on Investment = Return/Earnings + Dividend/Investment

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE: 47 - SEGMENT REPORTING

A. General Information

- (i) Factors used to identify the entity's reportable segments, including the basis of organisation Based on the criteria as mentioned in Ind AS 108 "Operating Segment", the Company has identified its reportable segments as under :

Segment - 1 Commodities

Segment - 2 Infrastructure

Segment - 3 Others

The Company's operating segments are established on the basis of those components of the Company that are evaluated regularly by the Chief Operating Decision Maker in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal reporting system.

- ii) Following are the reporting segments

| Reportable Segment | Description |
|--------------------|--|
| Commodities | Trading in various commodities, products |
| Infrastructure | Storage, Warehousing, Wind Energy |
| Others | Manufacturing of Soap |

- B. Segment revenue, results, segment assets and liability include respective amounts directly identified with the segment and also an allocation on reasonable basis of amounts not directly identified. The expenses which are not directly relatable to the business segment are shown as un allocable corporate cost. Assets and Liabilities that cannot be allocated between segment are shown as un allocable corporate assets and liabilities respectively.

A. Primary Segment - Business Segment

(₹ in lacs)

| Particulars | Commodities | Infrastructure | Others | Unallocable | Total |
|--|-----------------|------------------|---------------|-------------------|------------------|
| Segment Revenue | 946.22 | 5,823.01 | 170.08 | - | 6,939.31 |
| | 673.85 | 5,333.58 | 212.97 | - | 6,220.40 |
| Segment Result before Finance Cost and Tax | 5,697.95 | 1,988.31 | 0.54 | (1,441.08) | 6245.72 |
| - | (48.00) | 1,603.06 | 8.46 | (790.94) | 772.58 |
| Finance Cost | - | - | - | - | 1,113.62 |
| | - | - | - | - | 1,276.67 |
| Profit Before Tax, Exceptional Items | - | - | - | - | 5,132.10 |
| | - | - | - | - | (504.09) |
| Exceptional Items | - | - | - | - | - |
| | - | - | - | - | - |
| Profit Before Tax | - | - | - | - | 5,132.10 |
| | - | - | - | - | (504.09) |
| Provision for Taxes | - | - | - | - | - |
| | - | - | - | - | - |
| Current Tax | - | - | - | - | 259.02 |
| | - | - | - | - | 83.67 |
| Tax for earlier Year | - | - | - | - | (24.17) |
| | - | - | - | - | - |
| Deferred Tax | - | - | - | - | 1,180.00 |
| | - | - | - | - | (57.55) |
| Profit After Taxes | - | - | - | - | 3,717.25 |
| | - | - | - | - | (530.21) |
| Segment Assets | 572.79 | 20,304.28 | 50.97 | 11,021.04 | 31,949.08 |
| | 3,797.04 | 21,957.16 | 53.43 | 10,128.55 | 35,936.18 |
| Segment Liabilities | 26.55 | 2,063.94 | 2.21 | 14,441.27 | 16,533.97 |
| | 7,850.95 | 1,746.42 | 0.89 | 14,650.65 | 2,4248.91 |
| Segment Depreciation | - | 1,294.78 | 2.31 | 365.12 | 1,662.21 |
| | - | 1,487.43 | 2.56 | 410.65 | 1,900.64 |
| Capital Expenditure | - | 101.72 | - | 53.27 | 154.99 |
| | - | 166.62 | 0.12 | 24.59 | 191.33 |
| Non Cash expenditure other than depreciation | - | - | - | - | - |
| | - | - | - | - | - |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

B. Secondary Segment - Geographical Segment

All Operating facilities of the Company are located in India

| Particulars | 2021-2022 | 2020-2021 |
|----------------------|-----------------|-----------------|
| Domestic Revenue | 6,939.31 | 6,220.40 |
| Export Revenue | - | - |
| Total Revenue | 6,939.31 | 6,220.40 |

C. Revenue from Major Products

| Particulars | 2021-2022 | 2020-2021 |
|----------------------|-----------------|-----------------|
| 1. Commodities | 946.22 | 673.85 |
| 2. Infrastructure | | |
| i) Storage | 2,428.78 | 2,163.88 |
| ii) Warehousing | 1,213.21 | 1,199.90 |
| iii) Wind Energy | 2,181.02 | 1,969.80 |
| 3. Others | 170.08 | 212.97 |
| Total Revenue | 6,939.31 | 6,220.40 |

D. Revenue from Major customers

Revenue from customers exceeding 10% of the total revenue of the Company

| Particulars | 2021-2022 | 2021-2022 |
|----------------|-----------------|-----------------|
| Segment | | |
| Trading | 946.22 | 673.85 |
| Infrastructure | 2,349.34 | 2,284.27 |
| Others | - | 147.93 |
| Total | 3,295.56 | 3,106.05 |

NOTE: 48 - RELATED PARTY DISCLOSURES AS PER IND AS -24

A. List of related parties with whom transaction have taken place

(i) Key Managerial Person

| Name of Person/entity | Relation |
|---|-------------------------|
| Mr. Narendra Shah | Executive Director |
| Mr. Parag Choudhary (From 29.06.2020 onwards) | Whole time Director |
| Mr. Ashish Mehta | Company Secretary |
| Mr. Ravindra Kumar Kakani | Chief Financial Officer |

(ii) Entity where control exists

| | |
|--------------------------------|------------|
| Ruchi Renewable Energy Pvt Ltd | Subsidiary |
| Mangalore Liquid Impex Pvt Ltd | Subsidiary |
| Peninsular Tankers Pvt Ltd | Subsidiary |
| Narang & Ruchi Developers | Associate |

(iii) Entities under control of promoters

| |
|---------------------------------|
| Ruchi Hi Rich Seeds Pvt Ltd |
| Nutrela Marketing Pvt Ltd |
| Hamariearth Merchandise Pvt Ltd |

(iv) Entity or close member's having significant influence and with whom transaction have taken place. - Nil

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Related party transactions (Financial Year 2021-2022 & Previous Year 2020-2021)

(₹ in lacs)

| Particulars | Narang & Ruchi Developers | Ruchi Hi Rich Seeds Pvt Ltd | Nutrela Marketing Pvt Ltd | Hamari-earth Merchandise Pvt Ltd | Narendra Shah | Parag Choudhary | Ashish Mehta | Ravindra Kakani |
|---|---------------------------|-----------------------------|---------------------------|----------------------------------|---------------|-----------------|--------------|-----------------|
| Remuneration/ Salary Paid | - | - | - | - | 62.42 | 39.20 | 41.46 | 22.62 |
| | - | - | - | - | 58.69 | 23.64 | 37.44 | 17.67 |
| Post Employment Benefits | - | - | - | - | - | 1.61 | 1.88 | 1.06 |
| | - | - | - | - | - | 1.15 | 2.43 | 1.14 |
| Share in Profit /(loss) of Partnership Firm | (0.28) | - | - | - | - | - | - | - |
| | 0.41 | - | - | - | - | - | - | - |
| Rent Received | - | 48.83 | - | 0.60 | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| Rent Paid | - | - | 0.21 | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| Investment in Capital Account | 31.92 | - | - | - | - | - | - | - |
| | 9.09 | - | - | - | - | - | - | - |
| BALANCES AS AT THE YEAR END | | | | | | | | |
| Investment | | | | | | | | |
| As at March 31, 2022 | 1,025.84 | - | - | - | - | - | - | - |
| As at March 31, 2021 | 994.21 | - | - | - | - | - | - | - |

NOTE: 49

Tax Reconciliation

A. Amounts recognised in Statement of profit and loss

| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|--|-----------------------------------|-----------------------------------|
| Current tax on profit for the year | 259.02 | 83.67 |
| Deferred tax | 1,180.00 | (57.55) |
| Tax expense for the year charged to the Profit and loss (a) | 1,439.02 | 26.12 |
| Deferred tax of amounts recognised in other comprehensive income (b) | (3.59) | 0.89 |
| Total Tax expenses for the year (a + b) | 1,435.43 | 27.01 |

B. Reconciliation of effective tax rate

| Particulars | For the year ended March 31, 2022 | For the year ended March 31, 2021 |
|--|-----------------------------------|-----------------------------------|
| Profit before tax | 5,132.10 | (504.09) |
| Applicable Tax Rate | 28.93% | 0.07% |
| Computed Tax Expense | 1,484.72 | (0.35) |
| Tax effect of : | | |
| Income/Expenses disallowed | 302.43 | 409.18 |
| Income/Expenses allowed | (1,528.06) | (325.16) |
| Deferred Tax on account of Property, Plant and Equipment and Intangible Assets | 59.90 | 14.13 |
| Deferred Tax on account of Financial Assets and Other Items | 1,172.65 | (71.68) |
| Mat Credit | (52.55) | - |
| Tax Expenses recognised during the year | 1,439.09 | 26.12 |
| Effective Tax Rate | 28.04% | (5.18%) |

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lacs)

C. Movement in deferred tax balances

| Particulars | As at April 1, 2021 | For the F.Y. 2021-2022 | | As at March 31, 2022 |
|---|---------------------------|------------------------------|----------------------|----------------------------|
| | | Recognised in profit/loss | Recognised in OCI | |
| Deferred Tax Liabilities | | | | |
| Depreciation | 336.25 | 59.90 | - | 396.15 |
| Total - Deferred Tax Liabilities | 336.25 | 59.90 | - | 396.15 |
| Deferred Tax Assets | | | | |
| Provision for Doubtful debts | 1,168.12 | (1,154.37) | - | 13.75 |
| Fair valuation of Investment | 60.46 | (3.10) | (0.24) | 57.12 |
| Defined Employee Plan | 46.74 | 2.55 | (3.35) | 45.94 |
| On Account of Leased assets | 40.90 | 3.92 | - | 44.82 |
| On Account of Interest capitalised | 65.99 | (21.65) | - | 44.34 |
| Total - Deferred Tax Assets | 1,382.21 | (1,172.65) | (3.59) | 205.97 |
| Mat Credit Entitlement | | 52.55 | | 52.55 |
| Net tax (Assets)/Liabilities | (1,045.96) | (1,180.00) | 3.59 | 137.63 |

| Particulars | As at April 1, 2020 | For the F.Y. 2020-2021 | | As at March 31, 2021 |
|---|---------------------------|------------------------------|----------------------|----------------------------|
| | | Recognised in profit/loss | Recognised in OCI | |
| Deferred Tax Liabilities | | | | |
| Depreciation | 322.12 | 14.13 | - | 336.25 |
| Total - Deferred Tax Liabilities | 322.12 | 14.13 | - | 336.25 |
| Deferred Tax Assets | | | | |
| Provision for Doubtful debts | 1,167.06 | 1.06 | - | 1,168.12 |
| Fair valuation of Investment | 66.21 | - | (5.75) | 60.46 |
| Defined Employee Plan | 34.86 | 5.24 | 6.64 | 46.74 |
| On Account of Leased assets | 41.51 | (0.61) | - | 40.90 |
| On Account of Interest capitalised | - | 65.99 | - | 65.99 |
| Total - Deferred Tax Assets | 1,309.64 | 71.68 | 0.89 | 1,382.21 |
| Net tax (Assets)/Liabilities | (987.52) | (56.55) | (0.89) | (1,045.96) |

Notes

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NOTE - 50 - DETAILS OF GROUP COMPANIES

Ruchi Infrastructure Ltd ("The Company") has 3 Subsidiaries and 1 Associate ("The Group"), as given in the following table:

| Name of Company/Firm | Relationship | Country of Incorporation | Percentage of ownership interest | |
|--------------------------------|--------------|--------------------------|----------------------------------|----------------------|
| | | | As at March 31, 2022 | As at March 31, 2021 |
| Ruchi Renewable Energy Pvt Ltd | Subsidiary | India | 100 | 100 |
| Mangalore Liquid Impex Pvt Ltd | Subsidiary | India | 98 | 98 |
| Peninsular Tankers Pvt Ltd | Subsidiary | India | 100 | 100 |
| Narang and Ruchi Developers | Associate | India | 90 | 90 |

Additional information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiaries/Associates/Joint Ventures.

| Particulars | Net Assets (Total less Total Liabilities) | | | Share in Profit and Loss | | | | Share in Other comprehensive Income | | | | Share in Total Comprehensive Income | | | |
|--|---|----------------------|---------------|---|---------------|---|---------------|---|------------|---|------------|---|---------------|---|---------------|
| | As at March 31, 2022 | As at March 31, 2021 | Amount | As % age of Consolidated share in Profit and Loss | Amount | As % age of Consolidated share in Profit and Loss | Amount | As % age of Consolidated share in Profit and Loss | Amount | As % age of Consolidated share in Profit and Loss | Amount | As % age of Consolidated share in Profit and Loss | Amount | As % age of Consolidated share in Profit and Loss | Amount |
| | | | | | | | | | | | | | | | |
| Parent Company | | | | | | | | | | | | | | | |
| Ruchi Infrastructure Ltd | 89.23 | 13,754.77 | 102.08 | 11,930.45 | 104.01 | 3,866.13 | (19.84) | 105.19 | 100.00 | 10.59 | 100.00 | 28.69 | 103.99 | 3,876.72 | (26.69) |
| Subsidiaries | | | | | | | | | | | | | | | |
| 1. Ruchi Renewable Energy Pvt Ltd | 3.58 | 551.37 | 4.22 | 492.79 | (3.85) | (143.02) | 92.29 | (489.34) | - | - | - | - | (3.84) | (143.02) | 97.57 |
| 2. Mangalore Liquid Impex Pvt Ltd | 0.11 | 16.67 | (0.07) | (8.49) | 0.68 | 25.16 | 0.54 | (2.85) | - | - | - | - | 0.67 | 25.16 | 0.57 |
| 3. Peninsular Tankers Pvt Ltd | 4.14 | 637.68 | 5.72 | 668.70 | (0.83) | (31.02) | 26.93 | (142.80) | - | - | - | - | (0.83) | (31.02) | 28.47 |
| Adjustments arising out of consolidation | 2.94 | 454.28 | (11.93) | (1,396.02) | (0.01) | (0.50) | 0.07 | (0.36) | - | - | - | - | (0.01) | (0.50) | 0.07 |
| Total of Subsidiaries | 10.77 | 1,660.00 | (2.08) | (243.02) | (4.02) | (149.38) | 119.83 | (635.35) | - | - | - | - | (4.01) | (149.38) | 126.68 |
| Associates | | | | | | | | | | | | | | | |
| Narang and Ruchi Developers | - | - | - | - | (0.01) | (0.28) | (0.08) | 0.41 | - | - | - | - | (0.01) | (0.28) | (0.08) |
| Adjustments arising out of associates | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total of Associates | - | - | - | - | (0.01) | (0.28) | (0.08) | 0.41 | - | - | - | - | (0.01) | (0.28) | 0.41 |
| Non controlling interest in all Subsidiaries | - | 0.34 | - | (0.16) | 0.01 | 0.50 | 0.01 | (0.05) | - | - | - | - | 0.01 | 0.50 | - |
| Total | 100.00 | 15,415.11 | 100.00 | 11,687.27 | 100.00 | 3,717.25 | 100.00 | (530.21) | 100 | 10.59 | 100 | 28.69 | 100 | 3,727.84 | 100 |

Notes

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NOTE: 51 - Financial instruments – Fair values and risk management

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

A substantial portion of the Company's long-term debt has been contracted at floating rates of interest, which are reset at short intervals. Accordingly, the carrying value of such long-term debt approximates fair value.

ii) As at March 31, 2022

(₹ in lacs)

| Particulars | Carrying Amount | | | | Fair Value | | | |
|------------------------------------|-----------------|--------|-----------------|-----------|------------|---------|---------|-------|
| | FVTPC | FVTOCI | Amortised Cost* | Total | Level 1 | Level 2 | Level 3 | Total |
| Financial assets | | | | | | | | |
| (i) Investments | - | 60.99 | - | 60.99 | 60.99 | - | - | 60.99 |
| (ii) Trade receivables | - | - | 1,652.51 | 1,652.51 | - | - | - | - |
| (iii) Cash and cash equivalents | - | - | 1,947.64 | 1,947.64 | - | - | - | - |
| (iv) Bank Balance other than above | - | - | 92.31 | 92.31 | - | - | - | - |
| (v) Loans | - | - | 228.72 | 228.72 | - | - | - | - |
| (vi) Others | - | - | 1,182.94 | 1,182.94 | - | - | - | - |
| | - | 60.99 | 5,104.12 | 5,165.11 | 60.99 | - | - | 60.99 |
| Financial liabilities | | | | | | | | |
| (i) Borrowings | - | - | 14,001.91 | 14,001.91 | - | - | - | - |
| (ii) Trade payables | - | - | 98.66 | 98.66 | - | - | - | - |
| (iii) Other Financial liability | - | - | 867.28 | 867.28 | - | - | - | - |
| | - | - | 14,967.85 | 14,967.85 | | | | |

ii) As at March 31, 2021

(₹ in lacs)

| Particulars | Carrying Amount | | | | Fair Value | | | |
|------------------------------------|-----------------|--------|-----------------|-----------|------------|---------|---------|-------|
| | FVTPC | FVTOCI | Amortised Cost* | Total | Level 1 | Level 2 | Level 3 | Total |
| Financial assets | | | | | | | | |
| (i) Investments | - | 75.50 | - | 75.50 | 75.50 | | | 75.50 |
| (ii) Trade receivables | - | - | 3,651.10 | 3,651.10 | - | - | - | - |
| (iii) Cash and cash equivalents | - | - | 667.30 | 667.30 | - | - | - | - |
| (iv) Bank Balance other than above | - | - | 88.68 | 88.68 | - | - | - | - |
| (v) Loans | - | - | - | - | - | - | - | - |
| (vi) Others | - | - | 4,001.52 | 4,001.52 | - | - | - | - |
| | - | 75.50 | 8,408.60 | 8,484.10 | 75.50 | | | 75.50 |
| Financial liabilities | | | | | | | | |
| (i) Borrowings | - | - | 15,452.04 | 15,452.04 | - | - | - | - |
| (ii) Trade payables | - | - | 8,016.79 | 8,016.79 | - | - | - | - |
| (iii) Other Financial liability | - | - | 949.49 | 949.49 | - | - | - | - |
| | - | - | 24,418.32 | 24,418.32 | - | - | - | - |

*Excludes investment in Associate ₹1025.84 lacs (Previous Year ₹ 994.21 lacs)

Notes

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B. Measurement of fair values

Valuation techniques and significant unobservable inputs :

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

Financial instruments measured at fair value

| Type | Valuation technique |
|----------------------------------|---|
| Open purchase and sale contracts | Based on commodity prices listed on stock exchange, and along with quotations from brokers and adjustments made for grade and location of commodity |

NOTE - 52 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- (i) Market risk
 - (a) Currency risk;
 - (b) Interest rate risk;
- (ii) Credit risk ; and
- (iii) Liquidity risk ;

RISK MANAGEMENT FRAMEWORK

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's primary risk management focus is to minimize potential adverse effects of risks on its financial performance. The Company's risk management assessment policies and processes are established to identify and analyses the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. These policies and processes are reviewed by management regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee are responsible for overseeing these policies and processes.

(i) Market risk

Market risk is the risk of changes in the market prices on account of foreign exchange rates, interest rates and Commodity prices, which shall affect the Company's income or the value of its holdings of its financial instruments . The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimising the returns.

i(a) Foreign Currency risk

The fluctuation in foreign currency exchange rates may have impact on the profit and loss account, where any transaction has more than one currency or where assets/liabilities are denominated in a currency other than the functional currency of the entity.

Considering the countries and economic environment in which the Company operates, its operations are subject to risks arising from fluctuations in exchange rates in those countries. The risks primarily relate to fluctuations in U.S. dollar, against the functional currency.

The Company, as per its risk management policy, uses foreign exchange and other derivative instruments primarily to hedge foreign exchange and interest rate exposure. The Company does not use derivative financial instruments for trading or speculative purposes.

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Exposure to foreign currency risk

The summary quantitative data about the Company's exposure to currency risk as reported by the management of the Company is as follows:

| Particulars | (₹ in lacs) | |
|--|---|---|
| | As at March 31, 2022 USD Exposure in INR | As at March 31, 2021 USD Exposure in INR |
| Receivable net exposure | | |
| Trade receivables | - | 3,981.27 |
| Receivable net exposure | - | 3,981.27 |
| Payable net exposure | | |
| Trade payables and other financial liabilities | - | - |
| Payable net exposure | - | - |
| Forward exchange contracts against imports and foreign currency payables | - | - |
| Payable net exposure | - | - |
| Total net exposure on Receivables/(Payables) | - | 3,981.27 |

Sensitivity analysis

A 1% strengthening/weakening of the respective foreign currencies with respect to functional currency of Company would result in increase or decrease in profit or loss as shown in table below. The following analysis has been worked out based on the exposures as of the date of statements of financial position.

| Effect in Indian Rupees | Profit/(Loss) March 31, 2022 | | Profit/(Loss) March 31, 2021 | |
|-------------------------|------------------------------|-----------|------------------------------|-----------|
| | Strengthening | Weakening | Strengthening | Weakening |
| INR | - | - | (39.81) | 39.81 |

i(b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk for changes in interest rates relates to borrowings from financial institutions. The company's exposure to the risk of changes in market interest rates relates primarily to the borrowing from bank and financial institution. Currently Company is not using any mitigating factor to cover interest rate risk.

Interest rate risk exposure -variable rate

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|-------------------------|-------------------------|
| Borrowing from bank | 3,428.67 | 4,621.66 |
| Borrowing from financial institution | 4,013.13 | 4,607.67 |
| | 7,441.80 | 9,229.33 |

Interest rate sensitivity

A reasonably possible change of 1% in interest rates at the reporting date would have increased/(decreased) equity and profit or loss by amounts shown below. This analysis assumes that all other variables, in particular, foreign currency exchange rates, remain constant. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

A. As at March 31, 2022

| Particulars | Impact on Profit/(loss) before tax | |
|---|------------------------------------|--------------|
| | 1% Increase | 1% Decrease |
| On account of Variable Rate Borrowings from Banks | (74.42) | 74.42 |
| Sensitivity | (74.42) | 74.42 |

Notes

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B. As at March 31, 2021

(₹ in lacs)

| Particulars | Impact on Profit/(loss) before tax | |
|---|------------------------------------|-------------|
| | 1% Increase | 1% Decrease |
| On account of Variable Rate Borrowings from Banks | (92.29) | 92.29 |
| Sensitivity | (92.29) | 92.29 |

(ii) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counter party to a financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables from customer. The Company establishes an allowance for doubtful debts and impairment that represents its estimate on expected loss model.

A. Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------------|-------------------------|-------------------------|
| Past due but not impaired | | |
| Past due 0–90 days | 1,459.07 | 879.54 |
| Past due 91–180 days | 124.94 | 979.02 |
| Past due more than 180 days | 157.32 | 6,116.41 |
| | 1,741.33 | 7,974.97 |

Expected credit loss assessment for customers as at March 31, 2022, March 31, 2021

Exposures to customers outstanding at the end of each reporting period are reviewed by the Company to determine expected credit losses. Historical trends of impairment of trade receivables do not reflect any significant credit losses. Impaired amounts are based on lifetime expected losses based on the best estimate of the management. Further, management believes that the unimpaired amounts that are past due by more than 180 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk. The impairment loss related to several customers that have defaulted on their payments to the Company and are not expected to be able to pay their outstanding balances, mainly due to economic circumstances.

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows.

| | |
|-------------------------------------|-----------------|
| Balance as at April 1, 2021 | 4,323.87 |
| Impairment loss recognised | (4,235.05) |
| Amounts written off | - |
| Balance as at March 31, 2022 | 88.82 |
| Balance as at April 1, 2020 | 4,206.92 |
| Impairment loss recognised | 116.95 |
| Amounts written off | - |
| Balance as at March 31, 2021 | 4,323.87 |

B. Cash and cash equivalents

The Company holds cash and cash equivalents with credit worthy banks and financial institutions of ₹ 1942.81 lacs as at March 31, 2022 [₹ 662.73 lacs as at March 31, 2021]. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

C. Investments

The Company does not expect any losses from non-performance by these counter-parties apart from those already given in financials, and does not have any significant concentration of exposures to specific industry sectors or specific country risks.

Notes

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Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company has obtained fund based lines from various banks. The Company also constantly monitors various funding options available in the debt and capital markets with a view to maintaining financial flexibility.

Exposure to liquidity risk

The table below analyses the Company's financial liabilities into relevant maturities groupings based on their contractual maturities for:

- * all non derivative financial liabilities.
- * net and gross settled derivative financial instruments for which the contractual maturities are essential for the understanding of the timing of the cash flows.

As at March 31, 2022

(₹ in lacs)

| Particulars | Amount | Carrying Amount | Contractual Cash Flows | | | |
|---|----------|-----------------|------------------------|-----------|-----------|-------------------|
| | | | 1 year or less | 1-2 years | 2-5 years | More than 5 years |
| Non-derivative financial liabilities | | | | | | |
| Secured term loans and borrowings | 7,441.80 | 7,441.80 | 2,045.84 | 2,187.44 | 2,758.52 | 450.00 |
| Unsecured term loans and borrowings | 1,099.50 | 1,099.50 | 1,099.50 | - | - | - |
| Redeemable preference shares | 5,460.61 | 5,460.61 | - | 433.34 | 5,027.27 | - |
| Trade payables | 98.66 | 98.66 | 98.66 | - | - | - |
| Other financial liabilities (repayable on demand) | 899.36 | 899.36 | 293.03 | 21.54 | 41.75 | 543.04 |

As at March 31, 2021

| Particulars | Amount | Carrying Amount | Contractual Cash Flows | | | |
|---|----------|-----------------|------------------------|-----------|-----------|-------------------|
| | | | 1 year or less | 1-2 years | 2-5 years | More than 5 years |
| Non-derivative financial liabilities | | | | | | |
| Secured term loans and borrowings | 9,229.33 | 9,229.33 | 1,795.84 | 2,045.84 | 3,779.98 | 1,607.67 |
| Unsecured term loans and borrowings | 762.10 | 762.10 | 762.10 | - | - | - |
| Redeemable preference shares | 5,460.61 | 5,460.61 | - | - | 5,460.61 | - |
| Trade payables | 8,016.79 | 8,016.79 | 8,016.79 | - | - | - |
| Other financial liabilities (repayable on demand) | 949.49 | 949.49 | 311.08 | 21.30 | 34.33 | 582.78 |

Note:

The inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity. The disclosure shows net cash flow amounts for derivatives that are net cash-settled and gross cash inflow and outflow amounts for derivatives that have simultaneous gross cash settlement.

NOTE: 53 - CAPITAL MANAGEMENT

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings and obligations under finance leases, less cash and cash equivalents. Equity comprises of Equity share capital and other equity.

The Company's policy is to keep the ratio at optimum level. The Company's adjusted net debt to equity ratio was as follows:

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

| A. | Particulars | (₹ in lacs) | |
|----|--|-------------------------|-------------------------|
| | | As at March 31, 2022 | As at March 31, 2021 |
| | Total liabilities (Refer note 16, 21) | 7,441.80 | 9,229.33 |
| | Less : Cash and cash equivalent | 1,947.64 | 667.30 |
| | Adjusted net debt | 5,494.16 | 8,562.03 |
| | Total equity | 15,415.11 | 11,687.27 |
| | Adjusted net debt to adjusted equity ratio | 0.36 | 0.73 |

B. Dividends

Amount of Dividends approved during the year by shareholders

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|-------------------|----------------------|-------------|----------------------|-------------|
| | No. of Shares | Rs. in lacs | No. of Shares | Rs. in lacs |
| Equity Shares | 20,52,39,942 | - | 20,52,39,942 | - |
| Preference Shares | 54,60,613 | - | 54,60,613 | - |

NOTE: 54

- The company has not granted Loans or Advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, that are: (a) repayable on demand or (b) without specifying any terms or period of repayment.
- The company neither has any Benami property nor any proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- The company is not declared wilful defaulter by any bank or financial Institution or other lender.
- The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- The company is compliant with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- (A) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall
 - 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 to or on behalf of the Ultimate Beneficiaries;
 (B) The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall
 - 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.
- The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company has not been sanctioned working capital limits in excess of 5 crore in aggregate from banks on the basis of security of current assets.

NOTE: 55

Previous Year's figures have been regrouped/rearranged where-ever considered necessary.

As per our report of even date attached.

For SMAK & Co.

Chartered Accountants
(Firm Regn No. 020120C)

CA Atishay Khasgiwala
Partner
Membership No. 417866

Indore, May 27, 2022

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Ashish Mehta
Company Secretary

Narendra Shah
Executive Director
DIN 02143172

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

Notes

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

FORM- AOC-1

Statement containing salient features of the financial statement of subsidiaries/associate firm.

Pursuant to requirements of first provision to sub-section (3) of section 129 read with Rule 5 of Companies (Accounts) Rules, 2014.

Part A : Subsidiaries

(₹ in lacs)

| Sr. No. | | Subsidiary | Subsidiary | Subsidiary |
|---------|--|----------------------------|--------------------------------|--------------------------------|
| 1 | Name of the subsidiary | Peninsular Tankers Pvt Ltd | Mangalore Liquid Impex Pvt Ltd | Ruchi Renewable Energy Pvt Ltd |
| 2 | Reporting period for the subsidiary concerned if different from holding Company's reporting period | Not Applicable | Not Applicable | Not Applicable |
| 3 | Reporting currency and exchange rate on the last date of the relevant financial year in the case of foreign subsidiary | Not Applicable | Not Applicable | Not Applicable |
| 4 | Share capital | 700.00 | 1.00 | 923.00 |
| 5 | Other equity | (62.32) | 15.66 | (371.63) |
| 6 | Total assets | 787.50 | 825.89 | 6,753.57 |
| 7 | Total liabilities | 787.50 | 825.89 | 6,753.57 |
| 8 | Investments | - | - | - |
| 9 | Turnover | 946.22 | 284.53 | 1,617.11 |
| 10 | Profit before taxation | (31.02) | 34.16 | (143.02) |
| 11 | Provision for taxation | - | 9.00 | - |
| 12 | Profit after taxation | (31.02) | 25.16 | (143.02) |
| 13 | Proposed dividend | - | - | - |
| 14 | % of shareholding | 100% | 98% | 100% |

Notes : i. Names of Subsidiaries which are yet to commence Operations : Nil
ii. Names of Subsidiaries which have been liquidated or sold during the year : Nil

Part B : Associates and Joint ventures

| Sr No | Name of Associates/Partnership firm | Narang & Ruchi Developers |
|-------|--|------------------------------|
| 1 | Latest Audited Balance Sheet Date | Not Audited |
| 2 | Shares of Associate/ Joint Venture held by the Company as on the year end | |
| | Nos | Not Applicable |
| | Amount of Investment in Associate/Joint Venture | ₹ 1,025.84 lacs |
| | Extent of holding percentage | 90% |
| 3 | Description of how there is significant influence | Due to majority shareholding |
| 4 | Reason why the associate/joint venture is not consolidated | Not Applicable |
| 5 | Networth attributable to Shareholding as per the latest audited balance sheet | ₹ 987.31 lacs |
| 6 | Profit / (Loss) for the Year | ₹ 0.40 lacs |
| | Considered for consolidation | ₹ (0.28) lacs |
| | Not considered for consolidation | ₹ (0.12) lacs |
| 7 | Names of associates or joint ventures which are yet to commence operations | Nil |
| 8 | Names of associates or joint ventures which have been liquidated or sold during the year | Nil |

For and on behalf of the Board of Directors

Ravindra Kumar Kakani
Chief Financial Officer

Narendra Shah
Executive Director
DIN 02143172

Ashish Mehta
Company Secretary

Mohan Das Kabra
Director
DIN 07896243

Indore, May 27, 2022

If undelivered please return to :

Sarthak Global Limited
Registrar and Share Transfer Agent
(Unit : Ruchi Infrastructure Limited)
170/10, Flim Colony, R.N.T. Marg, Indore - 452001 Madhya Pradesh



Ruchi Infrastructure Limited

Registered Office :
706, Tulsiani Chambers, Nariman Point, Mumbai - 400021, Maharashtra
Tel: +91 22 49712051